

### RHB EMERGING INCOME FUND - USD

The Fund aims to provide income<sup>^</sup> and capital growth by investing in one (1) target fund i.e. Schroder International Selection Fund Emerging Multi-Asset Income.

Note: <sup>^</sup>The income is in the form of units of the Fund.

#### INVESTOR PROFILE

This Fund is suitable for:

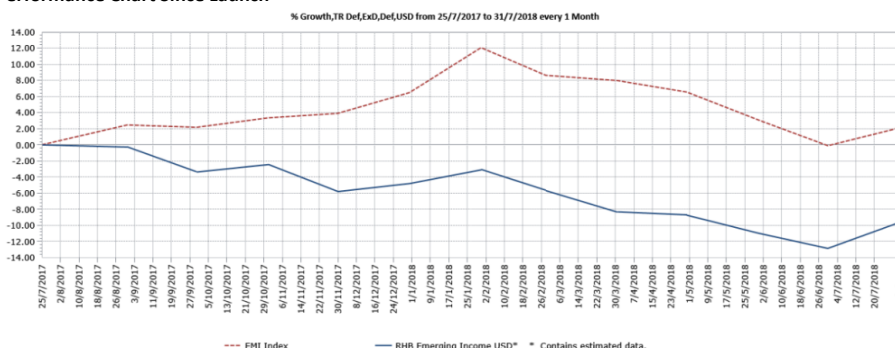
- ‘Sophisticated Investor(s)’ as defined in the Information Memorandum.

#### INVESTMENT STRATEGY

- At least 95% of NAV: Investments in the USD AX distribution share class of the Target Fund;
- 2% - 5% of NAV: Investments in liquid assets including money market instruments and placements of cash.

#### FUND PERFORMANCE ANALYSIS

##### Performance Chart Since Launch\*



##### Cumulative Performance (%)\*

	1 Month	3 Months	6 Months	YTD
Fund	3.05	-4.43	-10.57	-5.49
Benchmark	1.58	-7.50	-12.63	-4.53

	1 Year	3 Years	5 Years	Since Launch
Fund	-4.79	N/A	N/A	-4.79
Benchmark	7.06	N/A	N/A	7.55

Source: Lipper IM

#### FUND DETAILS

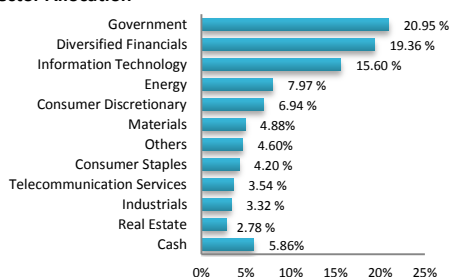
<b>Manager</b>	RHB Asset Management Sdn. Bhd.
<b>Trustee</b>	HSBC (Malaysia) Trustee Bhd
<b>Fund Category</b>	Feeder Fund
<b>Fund Type</b>	Income & Growth Fund
<b>Launch Date</b>	04 July 2017
<b>Base Currency</b>	USD
<b>Unit NAV</b>	RM0.9398
<b>Fund Size (million)</b>	RM6.29
<b>Units In Circulation (million)</b>	6.70
<b>Financial Year End</b>	31 August
<b>MER</b>	Not available
<b>Min. Initial Investment</b>	USD 1,000.00
<b>Min. Additional Investment</b>	USD 500.00
<b>Benchmark</b>	50% MSCI Emerging Markets Index (USD) + 25% EMBI Global Diversified (USD) + 25% GBI-EM Global Diversified (USD)
<b>Sales Charge</b>	Up to 5.50% of investment amount*
<b>Redemption Charge</b>	None
<b>Annual Management Fee</b>	1.80% p.a. of NAV*
<b>Annual Trustee Fee</b>	0.06% p.a. of NAV*
<b>Switching Fee</b>	USD 10.00 per switch*
<b>Redemption Period</b>	Within 10 days after receipt the request to repurchase
<b>Distribution Policy</b>	Quarterly, if any

\*All fees and charges payable to Manager and the Trustee are subject to any applicable taxes and/or duties and at such rate as may be imposed by the government from time to time.

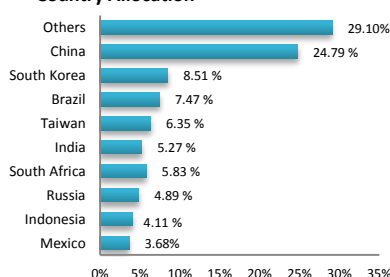
For the purpose of computing the annual management fee and annual trustee fee, the NAV of the Fund is exclusive of the management fee and trustee fee for the relevant day.

#### FUND PORTFOLIO ANALYSIS

##### Sector Allocation\*



##### Country Allocation\*



##### Top Holdings (%)\*

SAMSUNG ELECTRONICS	1.74
CHINA CONSTRUCTION BANK	1.62
TAIWAN SEMICONDUCTOR MANUFACTURING COMPANY	1.58
INDUSTRIAL & COMMERCIAL BANK OF CHINA	1.30
ALIBABA GROUP HOLDING	1.12

\*As percentage of NAV

\*Schroder, 31 July 2018. Exposure in Schroder International Selection Fund Emerging Multi-Asset Income - 96.86%

#### FUND STATISTICS

##### Historical NAV (RM)

	1 Month	12 Months	Since Launch
High	0.9411	1.0762	1.0762
Low	0.9074	0.9021	0.9021

Source: Lipper IM

##### Historical Distributions (Last 4 Quarters) (Net)

	Distribution (sen)	Yield (%)
24 May 2018	1.2600	1.25

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**MANAGER'S COMMENTS**
**MARKET REVIEW**

Emerging markets (EM) equities staged a rebound in July, led by Latin America as Brazil and Mexico posted strong gains on easing domestic political concerns. Strong Q2 earnings results were also beneficial. In Mexico, peso strength was supportive of returns as domestic political uncertainty eased following elections. In contrast, Chinese assets, mainly equities and the currency were firmly down on continuing US-China trade uncertainties as the Trump administration followed through on its threat to declare another \$200 billion of goods subject to tariffs. Late in the month, China announced a range of targeted economic support measures, including selective fiscal stimulus and credit easing. Against a more positive backdrop, fixed income markets performed well in July, led by EM sovereign and corporate bonds. The Target Fund's yield at 30 June 2018 was 4.1% p.a.

**PORTFOLIO ACTIVITY**

The Target Fund Manager's equity exposure was marginally increased to 62% as we closed profitable hedging positions. Within fixed income, the Target Fund Manager's local currency bond positions remained broadly unchanged and the Target Fund Manager continues to employ a highly selective approach expecting increasing divergence in EM economies in the months ahead. In the US dollar space, the Target Fund Manager maintains allocation to short-dated sovereign debt, and Asian, predominantly, high quality corporate bonds.

**MARKET OUTLOOK**

Overall the Target Fund Manager believes that this is a time to be patient until the outlook for global trade starts to clarify. That said, recent market turbulence has created some unusually compelling opportunities across asset classes and the Target Fund Manager will look to gradually increase their exposure as these continue to emerge.

**DISCLAIMER:**

A Product Highlights Sheet ("PHS") highlighting the key features and risks of the Fund is available and investors have the right to request for a PHS. Investors are advised to obtain, read and understand the PHS and the contents of the Information Memorandum dated 4 July 2017 and its supplementary(ies) (if any) ("the Information Memorandum") before investing. The Information Memorandum has been registered with the Securities Commission Malaysia who takes no responsibility for its contents. Amongst others, investors should consider the fees and charges involved. Investors should also note that the price of units and distributions payable, if any, may go down as well as up. Where a distribution is declared, investors are advised that following the issue of additional units/distribution, the NAV per unit will be reduced from cum-distribution NAV to ex-distribution NAV. Any issue of units to which the Information Memorandum relates will only be made on receipt of a form of application referred to in the Information Memorandum. The Fund are only offered to "sophisticated investors" as defined in the Information Memorandum. For more details, please call 1-800-88-3175 for a copy of the PHS and the Information Memorandum or collect one from any of our branches or authorised distributors.

The Manager wishes to highlight the specific risks of the Fund are management risk, liquidity risk, country risk and currency risk and the specific risks of the Target Fund are capital risk due to distribution policy of Target Fund, capital risk due to negative yields, China country risk, counterparty risk for derivatives, counterparty risk for money market and deposit, credit risk, currency risk, derivatives risk, emerging markets and frontier risk, equity risk, high yield bond risk, interest rate risk, leverage risk, liquidity risk, operational risk. These risks and other general risks are elaborated in the Information Memorandum.

This factsheet is prepared for information purposes only. It does not have regard to the specific investment objectives, financial situation and the particular needs of any specific person who may receive it. Past performance is not necessarily a guide to future performance. Returns may vary from year to year.

RHB Asset Management Sdn Bhd (174588-x)

Head Office: Level 8, Tower 2 & 3, RHB Centre, 50400 Kuala Lumpur

General Line: 603-9205 8000

[www.rhbgroup.com](http://www.rhbgroup.com)



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