

RHB FOCUS INCOME BOND FUND – SERIES 7

The Fund aims to maximise returns at the Maturity Date from a concentrated portfolio of global debt instruments.

INVESTOR PROFILE

This Fund is suitable for Investors who:

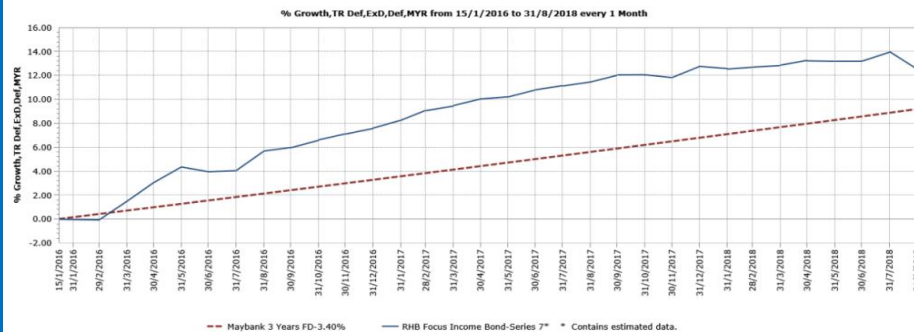
- have a moderate risk appetite;
- seek returns from the income accumulated and/or capital appreciation from a global debt instruments portfolio; and
- have a medium term (i.e. 3 years) investment horizon.

INVESTMENT STRATEGY

- 90% - 100% of NAV: Investments in global debt instruments, of which at least 70% of NAV in bonds.
- Up to 10% of NAV: Investments in liquid assets including money market instruments and Deposits.

FUND PERFORMANCE ANALYSIS

Performance Chart Since Launch*



Cumulative Performance (%)*

	1 Month	3 Months	6 Months	YTD
Fund	-1.29	-0.63	-0.18	-0.21
Benchmark	0.28	0.85	1.70	2.25

	1 Year	Since Launch
Fund	0.93	12.49
Benchmark	3.40	9.18

Calendar Year Performance (%)*

	2017
Fund	4.79
Benchmark	3.40

FUND DETAILS

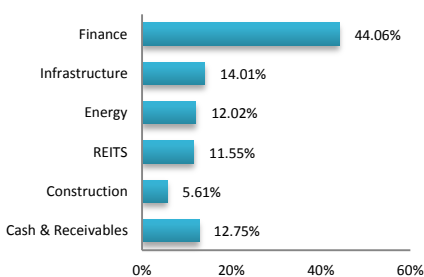
Manager	RHB Asset Management Sdn. Bhd.
Trustee	HSBC (Malaysia) Trustee Bhd
Fund Category	Bond Fund (Closed Ended)
Fund Type	Income Fund
Launch Date	23 November 2015
Maturity Date	15 January 2019
Unit NAV	RM1.0333
Fund Size (million)	RM35.70
Units In Circulation (million)	34.55
Financial Year End	31 January
MER (as at 31 Jan 2018)	0.11%
Min. Initial Investment	RM1,000.00
Min. Additional Investment	RM1,000.00
Benchmark	3-years FD rate by Maybank
Sales Charge	Up to 3.00% of investment amount*
Redemption Charge	< 3 years 1%* Maturity Nil
Annual Management Fee	None
Annual Trustee Fee	0.05% p.a. of NAV*
Switching Fee	Not available
Distribution Policy	Annually, 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.

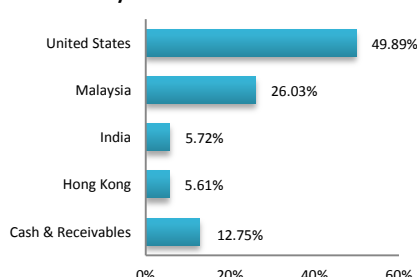
For the purpose of computing the annual management fee and annual trustee fee, the NAV of the Fund is exclusive of the management fee and trustee fee for the relevant day.

FUND PORTFOLIO ANALYSIS

Sector Allocation*



Country Allocation*



Top Holdings (%)*

HSBC	17.37
PLUS BHD (AAA)	14.01
MAJAPAHIT HOLDING (BAA3)	12.02
ALDAR (BAA3)	11.55
TURKIYE IS BANKASI	9.08

*As percentage of NAV

FUND STATISTICS

Historical NAV (RM)

	1 Month	12 Months	Since Launch
High	1.0461	1.0821	1.0917
Low	1.0312	1.0312	0.9896

Source: Lipper IM

Historical Distributions (Last 2 Years) (Net)

	Distribution (sen)	Yield (%)
29 Jan 2018	4.6500	4.65
20 Feb 2017	4.6500	4.65

Source: RHB Asset Management Sdn. Bhd.

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MANAGER'S COMMENTS**MARKET REVIEW**

US Treasury ("UST") 10-year yields started the month of August 2018 at 3.00%, as US macro fundamentals were largely in line with economic health, however global developed market bond yields were impacted by a number of developments throughout the day, including but not limited to: announcements by the PBOC and China related to reserve requirements on FX forward trading and additional tariffs on US goods, price action in JGB yields overnight where the long end continued to underperform despite better performance in the intermediate part of the curve, comments from Bank of England Governor Carney about the impact a Brexit no deal could have on the UK economy, a second straight day of material underperformance in the Italian bond spread due to budget concerns that resulted in intervention from the Italian treasury and two notable misses relative to consensus expectations for both the reported gain in US payrolls and the ISM non-manufacturing index. At the end of August 2018 close, the benchmark 2-, 5-, 10- and 30-year UST were last traded at 2.63% (July-2018: 2.67% -4bps), 2.74% (2.85%; -11bps), 2.86% (2.96%; -10bps) and 3.02% (3.08%; -6bps) respectively. The US Treasury bond yield curve had flattened slightly from July as the flight to quality took hold.

In terms of significant economic data release, the Institute of Supply Management ("ISM") Manufacturing Index for July 2018 printed at 58.1, lower than expected, while US ISM Non-Manufacturing Index for July came in at 55.7 (lowest number since August 2017), well below estimates of 58.6 and June's reading of 59.1. Nonfarm Payrolls ("NFP") in the United States released for July 2018 showed the economy added 157,000 new jobs, which came in below the 195,000 expectations, however June's reading is revised higher to +248,000 (+35,000 higher) and May's reading was revised higher to +268,000 (+24,000 higher). Average Hourly Earnings unchanged at 2.7% YoY (+0.3%MoM), in line with consensus estimates of 2.7%. On inflation, the United States Personal Consumption Expenditure ("PCE"), the Fed's preferred measure of inflation, printed at 1.9% YoY. Unemployment Rate was 3.9%YoY for July 2018 (Previous month was 4.0%). U.S. trade deficit widened slightly in June 2018 to \$46.3bio while FOMC kept rates unchanged in the August meeting as widely expected, with market participants expecting a 25bp rate hike in September.

DISCLAIMER:

As this is a close-ended fund, units are no longer available for sale on the basis of the Prospectus dated 23 November 2015. 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 Prospectus dated 23 November 2015 and its supplementary(ies) (if any) ("the Prospectus") before investing. The Prospectus 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 Prospectus relates will only be made on receipt of a form of application referred to in the Prospectus. For more details, please call 1-800-88-3175 for a copy of the PHS and the Prospectus or collect one from any of our branches or authorised distributors.

The Manager wishes to highlight the specific risks factors of the funds are credit/default risk, currency risk, interest rate risk, Country risk, inflation/purchasing power risk, concentration risk, mismatch risk. These risks and other general risk are elaborated in the Prospectus.

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.

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