

RHB ENTREPRENEUR FUND

The Fund aims to achieve long term capital appreciation through investments in securities of companies that possess entrepreneurial characteristics as determined by the Manager.

INVESTOR PROFILE

This Fund is suitable for Investors who:

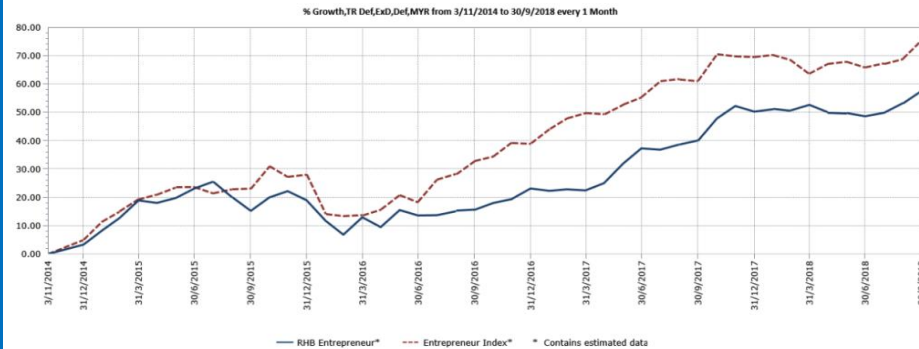
- wish to participate in the potential and investment opportunities of the Japan and Asian economies;
- wish to invest in companies which possess entrepreneurial characteristics; and
- are willing to accept high risk in their investments in order to achieve capital growth in the long term.

INVESTMENT STRATEGY

- 70% to 98% of NAV: Investments in securities of companies that are listed on the stock exchanges of Japan and other Asian markets.
- 2% to 5% 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	2.84	6.08	3.30	4.79
Benchmark	3.77	5.76	7.16	3.42

	1 Year	3 Years	Since Launch
Fund	12.48	36.73	57.51
Benchmark	8.80	42.43	75.21

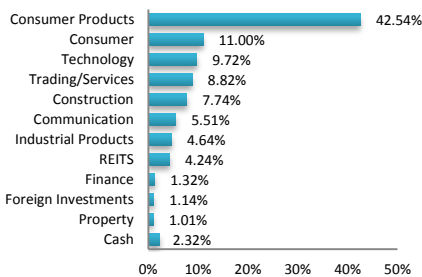
Calendar Year Performance (%)*

	2017	2016	2015
Fund	22.08	3.41	15.25
Benchmark	21.92	8.59	21.99

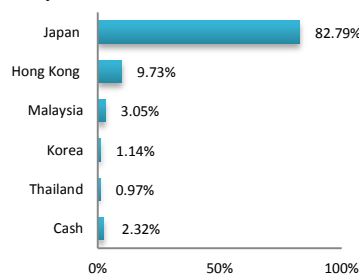
Source: Lipper IM

FUND PORTFOLIO ANALYSIS

Sector Allocation*



Country Allocation*



Top Holdings (%)*

MAEDA KOSEN	7.74
OBIC	6.88
MCJ	6.41
YAOKO	5.56
TOSHO	5.53

*As percentage of NAV

FUND STATISTICS

Historical NAV (RM)

	1 Month	12 Months	Since Launch
High	0.7073	0.7345	0.7345
Low	0.6520	0.6314	0.4942

Source: Lipper IM

Historical Distributions (Last 3 Years) (Net)

	Distribution (sen)	Yield (%)
26 Oct 2017	8.0000	13.47
31 Oct 2016	-	-
31 Oct 2015	-	-

Source: RHB Asset Management Sdn. Bhd.

RHB ENTREPRENEUR FUND

The Fund aims to achieve long term capital appreciation through investments in securities of companies that possess entrepreneurial characteristics as determined by the Manager.

MANAGER'S COMMENTS

MARKET REVIEW

For the month of September 2018, the MSCI World equity market was rather flat and turned out to be an uneventful month as global equities was up 0.3% for the month (YTD: 2.2%). US China trade war dominate the global news but investors continued to ignore the impact of the trade war with US markets continued to stage higher. US edged up 0.3% to end its best quarter (7.0% in 3Q18), while Europe added 0.3% and Japan 2.3%. The Federal Reserve continued on its hiking spree, raising rates by 25bp and signaling one more in 2018, in line with market expectations. Emerging market (EM) currencies has stabilized after went through rout over the last three months. Energy prices continued to thrust upwards in September 18 (Brent Crude: 6.9%, Natural Gas: 2.3%), with Brent reaching its highest level since 2014 owing to a host of supply shocks (Iran sanctions, Venezuela crisis, US shale supply bottlenecks). Accordingly, Energy (6.8%) was the best performing sector in EM.

MSCI Asia Ex Japan equities declined 1.6% in September 18, dragging YTD returns to negative 8.1%. China (-1.7%) and Hong Kong (-0.7%) continued to spiral downwards as trade tensions were compounded by regulatory tightening in the real estate sector. US threatened to impose tariffs on an additional USD267bn worth of Chinese imports in addition to those already announced or put in effect. Further, the tech sector (-3.8% in September 18, -14.6% YTD) fell further as consensus 2018 EPS growth estimates plummeted from 24.7% at the start of the year to 9.1% now. India (-9.2%) had the worst month since the Taper Tantrum in August 2013, dragged down by the financials sector (-16.4%). Investor skepticism emanating from defaults by non-banking financial companies spilled over to other sectors. Indonesia (-1.6%), Pakistan (-1.2%) and the Philippines (-8.4%) raised rates again to arrest the slide in their currencies.

As for Japan, the TOPIX and the Nikkei Stock Average climbed 4.72% and 5.49% respectively over the month. Overseas investors bought into the rally to become major net buyers. A weak yen helped push the Nikkei Stock Average up for eight consecutive days, rising above 24,000 for the first time since January. The index hit a new high for the year during the last trading day of the month.

MARKET OUTLOOK AND STRATEGY

In Japan, despite occasional market volatility, recent economic fundamentals and robust corporate earnings mean that we expect the advances in trade negotiations with the US and Abe's re-appointment as leader of the LDP to pave the way for a steadily rising market. Corporate earnings in Japan have been largely favourable, and valuations are currently lagging behind those on the other side of the Pacific. We expect this valuation gap will eventually be corrected. We are looking to add in more stocks from Asia Ex Japan as these countries share price has weaken a lot and valuation looks compelling.

DISCLAIMER:

Based on the fund's portfolio returns as at 15 September 2018, the Volatility Factor (VF) for this fund is 9.9 and is classified as "High". (source: Lipper) "High" includes funds with VF that are above 8.7 but not more than 11.1 (source: Lipper). The VF means there is a possibility for the fund in generating an upside return or downside return around this VF. The Volatility Class (VC) is assigned by Lipper based on quintile ranks of VF for qualified funds. VF is subject to monthly revision and VC will be revised every six months. The fund's portfolio may have changed since this date and there is no guarantee that the fund will continue to have the same VF or VC in the future. Presently, only funds launched in the market for at least 36 months will display the VF and its VC. The VC referred to was dated 30 June 2018 which is calculated once every six months and is valid until its next calculation date, i.e. 31 December 2018.

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 Master Prospectus dated 6 October 2017 and its supplementary(ies) (if any) ("the Master Prospectus") before investing. The Master 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 Master Prospectus relates will only be made on receipt of a form of application referred to in the Master Prospectus. For more details, please call 1-800-88-3175 for a copy of the PHS and the Master Prospectus or collect one from any of our branches or authorised distributors.

The manager wishes to highlight the specific risks of the Fund are particular security risk, regional risk, currency risk and country risk. These risks and other general risks are elaborated in the Master 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.

RHB Asset Management Sdn Bhd (174588-x)

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

General Line: 603-9205 8000