

RHB GLOBAL EQUITY YIELD FUND

This Fund aims to achieve long term capital appreciation and provide a source of income through investments in securities of companies listed or traded in the global emerging and developed markets.

INVESTOR PROFILE

This Fund is suitable for investors who:

- wish to diversify their sources of stable income from other traditional asset classes like fixed deposits or bonds;
- wish to participate in the potential upside of the global emerging and developed equity markets but who have a medium risk tolerance;
- seek a well-diversified investment across global markets.

INVESTMENT STRATEGY

- Up to 98% of NAV: Investments in securities of and securities relating to companies that have attractive dividend yields and good growth potential.
- 2% - 10% of NAV: Investments in liquid assets including bonds, money market instruments and deposits with financial institutions.

FUND PERFORMANCE ANALYSIS

Performance Chart Since Launch*



Cumulative Performance (%)*

	1 Month	3 Months	6 Months	YTD
Fund	0.52	6.59	10.24	2.74
Benchmark	0.97	6.31	10.89	4.50

	1 Year	3 Years	5 Years	Since Launch
Fund	3.44	20.64	43.77	59.05
Benchmark	5.53	29.33	74.22	88.92

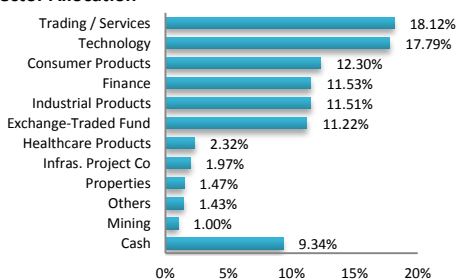
Calendar Year Performance (%)*

	2017	2016	2015	2014	2013
Fund	10.47	2.09	13.96	0.07	31.16
Benchmark	9.72	10.36	17.57	8.99	28.80

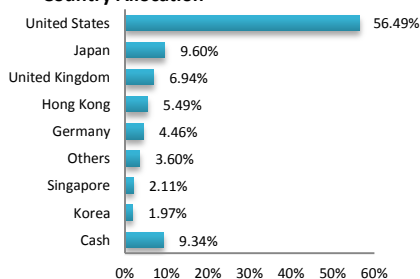
Source: Lipper IM

FUND PORTFOLIO ANALYSIS

Sector Allocation*



Country Allocation*



Top Holdings (%)*

ISHARES U.S. INDUSTRIALS ETF	4.88
APPLE	4.77
ALPHABET	3.92
EXXON MOBIL	3.19
MERCK & CO	3.08

*As percentage of NAV

FUND STATISTICS

Historical NAV (RM)

	1 Month	12 Months	Since Launch
High	0.6047	0.6047	0.6047
Low	0.5895	0.5409	0.2588

Source: Lipper IM

FUND DETAILS

Manager	RHB Asset Management Sdn. Bhd.
Trustee	HSBC (Malaysia) Trustee Bhd
Fund Category	Equity Fund
Fund Type	Income and Growth Fund
Launch Date	09 November 2005
Unit NAV	RM0.6037
Fund Size (million)	RM10.58
Units In Circulation (million)	17.53
Financial Year End	30 June
MER (as at 30 June 2018)	2.09%
Min. Initial Investment	RM1,000.00
Min. Additional Investment	RM100.00
Benchmark	MSCI AC World Free Index (RM)
Sales Charge	Up to 5.26% of investment amount*
Redemption Charge	None
Annual Management Fee	1.50% p.a. of NAV*
Annual Trustee Fee	Up to 0.07% p.a. of NAV*
Switching Fee	RM25.00 per switch*
Redemption Period	Within 10 days after receipt the request to repurchase
Distribution Policy	Semi-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.

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MANAGER'S COMMENTS

MARKET REVIEW

Global markets endured another flattish month in September, with the MSCI World Index registering a positive gain of 0.3% after August's 0.6% gain. This brings the Year to Date return to 2.2%. Sector-wise, energy (+2.7%), healthcare (1.8%) and telecom (+1.8%) outperformed while real estate suffered (-2.7%). With regards to individual markets, Japan (+2.3%) outperformed the United States (+0.3%) and Europe (+0.3%), while Asia ex Japan continued to detract for another month (-1.6% USD terms).

Share buybacks, earning growth and fiscal policy has remained supportive to US equities. By sectors, health care and energy outperformed. As expected, the FOMC raised the target range for the policy rate to 2-2.25% and reiterated the case for gradual rate hikes in the September meeting. The dot plot confirmed a December rate hike in line with market expectation. The UST 10 years closed the month of September at 3.06%, above the 3% threshold amid changes in the US tax reform on pension funds. The 10-2 year spread increased up to 24bps.

Amongst G10 countries, Norway started its tightening phase at +25bps to 0.75%, following the United Kingdom, Canada and United States. The labour market continued to improve in Europe. ECB looks set to end its bond buying programme in December, with a first hike in September 2019 at the earliest. At the end of the month, Italian banks suffered amid the Italian budget law proposal, which included a larger deficit-to-GDP ratio than market expectation.

While huge victory for Prime Minister Abe was not delivered during the LDP party election, the markets reacted positively to U.S. – Japan trade talks. The Bank of Japan modestly tweaked the ceiling on their 10-year interest target band from 0.1% to 0.2% in order to allow more flexibility for purchase while sustaining its rate low-for-long guidance in July.

Within Asia ex Japan, the Thailand market (+2.9% USD terms) was the best performer in September, driven by the royal approval of the two key organic laws required for the upcoming election. These laws include the election of MPs and the selection of senators. Elections may be held next year during February – May 2019. Philippines and India underperformed. China market continued to suffer from trade war (-1.7% USD terms). U.S. government implemented of a 10% tariff on another USD 200 bn of Chinese imports on 24th September, with the rate rising to 25% next year (1st January 2019). The State Council announced plans of lowering tariffs and incentivizing foreign investments.

MARKET OUTLOOK AND STRATEGY

While Markit Global Manufacturing PMI remained in expansionary territory and remain supportive for the global trend growth, it has eased to a 22-month low at 52.2 in September. Manufacturing PMI was slower for Europe (-1.3ppt to 53.3) and remained the same in Japan (52.5) while improving in the U.S. (+0.9pts to 55.6). China's Caixin (-0.6pts to 50) and official PMI (-0.5pts to 50.8) improved by 0.1pts at 51.3 and Japan +0.2pts to 52.5 in August.

The U.S. economy remains supported by fiscal policy. As we approach the mid-term election, there is a reduced visibility on policy-making and increased uncertainty, which could lead to lower investment growth. According to some recent surveys, at this juncture, US corporates are concerned about business conditions six months from now. That said, US is performing reasonably well and earnings delivery has been positive. Following, September's interest rate hike and December's hike priced in, Fed is expected to hike 3 times next year according to projections.

FTSE announced to add 1249 A-shares into the FTSE Global Equity Index Series in 3 phases starting June 2019, and MSCI issued a consultation to raise A-share inclusion factor from 5% to 20% by 2019, pushing the China onshore market deeper into the global benchmark. We are encouraged to see continued supportive policies put forward by the Chinese government. Trade fears aside, fundamentally, there are signs of activity re-accelerating as seen in Taiwan and Korea export orders and the German IFO expectations.

Currently, we slightly skewed our portfolio towards companies with strong balance sheet and good cash flow generation. This has proved to allow us to better weather through market volatility. But at the same time, we are also picking up certain quality names slowly as valuation has come down quite substantially. Again, we will keep our overall position flexible so that we can catch any market opportunities.

DISCLAIMER:

Based on the fund's portfolio returns as at 15 September 2018, the Volatility Factor (VF) for this fund is 13.7 and is classified as "Very High". (source: Lipper) "Very High" includes funds with VF that are 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 3 September 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 country risk and currency 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.