

### RHB GOLD AND GENERAL FUND

This Fund aims to achieve returns on investment mainly in securities of corporations (whether or not listed on any stock exchange, and in any part of the world) whose business (in any part of the world) is or is substantially in the mining or extraction of gold, silver or precious metals (e.g. platinum, palladium, rhodium etc.), bulk commodities (e.g. coal, iron ore, steel etc.), base metals of all kinds (e.g. copper, aluminium, nickel, zinc, lead tin etc.), and other commodities (e.g. industrial minerals, titanium dioxide, borates etc.) and it includes the mining or extraction of oil, gas, coal and alternative energy or other commodities or other minerals.

#### INVESTOR PROFILE

This Fund is suitable for investors who:

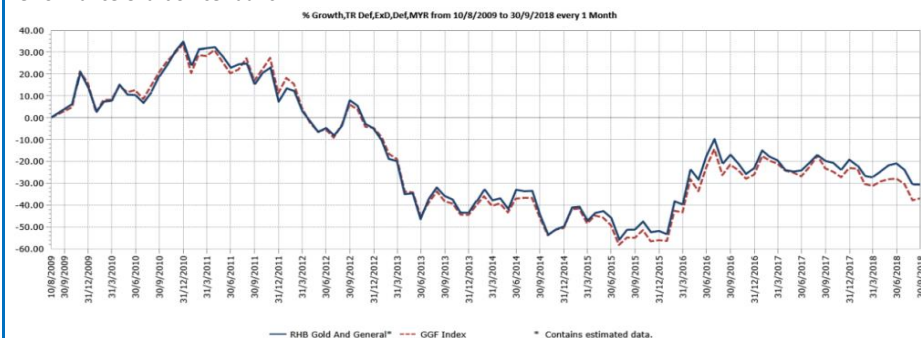
- wish to participate in the potential benefits derived from investment in companies involved in the mining and exploration of precious metals, energy or base metals;
- wish to diversify their investment portfolio from traditional asset classes; and
- are willing to accept a higher risk in their investments to obtain potentially higher returns in the long term.

#### INVESTMENT STRATEGY

- At least 95% of NAV: Investments in the units of United Gold and General Fund.
- 2% - 5% of NAV: Investments in liquid assets including 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      | -0.15   | -12.32   | -4.88    | -14.39 |
| Benchmark | 1.41    | -12.45   | -8.23    | -17.98 |

|           | 1 Year | 3 Years | 5 Years | Since Launch |
|-----------|--------|---------|---------|--------------|
| Fund      | -13.80 | 41.75   | 8.03    | -30.70       |
| Benchmark | -17.77 | 39.91   | 2.16    | -36.73       |

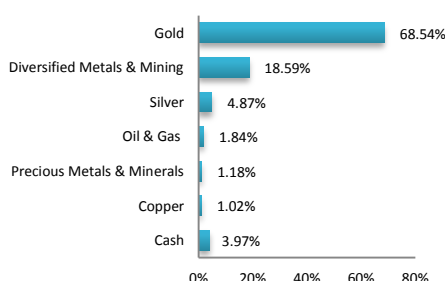
##### Calendar Year Performance (%)\*

|           | 2017 | 2016  | 2015   | 2014   | 2013   |
|-----------|------|-------|--------|--------|--------|
| Fund      | 5.32 | 59.38 | -4.01  | -10.92 | -40.59 |
| Benchmark | 4.07 | 68.12 | -11.34 | -10.72 | -41.64 |

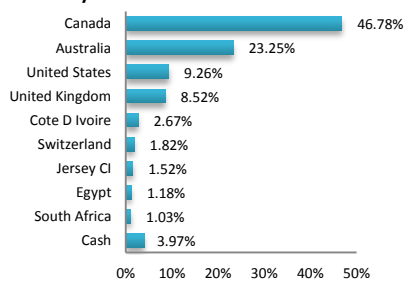
Source: Lipper IM

#### FUND PORTFOLIO ANALYSIS

##### Sector Allocation\*



##### Country Allocation\*



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

|                    |      |
|--------------------|------|
| NEWMONT MINING     | 6.59 |
| TECK RESOURCES LTD | 5.15 |
| RIO TINTO PLC      | 4.54 |
| OCEANAGOLD         | 4.00 |
| GOLDCORP           | 3.92 |

\*As percentage of NAV

\*Source: UOBAM, 30 September 2018. Exposure in United Gold & General Fund - 95.83%

#### FUND STATISTICS

##### Historical NAV (RM)

|      | 1 Month | 12 Months | Since Launch |
|------|---------|-----------|--------------|
| High | 0.2691  | 0.3169    | 0.6393       |
| Low  | 0.2513  | 0.2513    | 0.1622       |

Source: Lipper IM

#### FUND DETAILS

|                                |  |
|--------------------------------|--|
| Manager                        | RHB Asset Management Sdn. Bhd.                                     |
| Trustee                        | HSBC (Malaysia) Trustee Bhd  |
| Fund Category                  | Feeder Fund  |
| Fund Type                      | Growth Fund  |
| Launch Date                    | 21 July 2009   |
| Unit NAV                       | RM0.2611   |
| Fund Size (million)            | RM178.11   |
| Units In Circulation (million) | 682.32   |
| Financial Year End             | 30 June  |
| MER (as at 30 June 2018)       | 0.55%  |
| Min. Initial Investment        | RM1,000.00   |
| Min. Additional Investment     | RM100.00   |
| Benchmark                      | 70% FTSE Gold Mines Index (RM) + 30% HSBC Global Mining Index (RM) |
| Sales Charge                   | Up to 5.50% of investment amount*                                  |
| Redemption Charge              | None   |
| Annual Management Fee          | 1.80% p.a. of NAV*   |
| Annual Trustee Fee             | Up to 0.08% p.a. of NAV*   |
| Switching Fee                  | RM25.00 per switch*  |
| Redemption Period              | Within 10 days after receipt the request to repurchase             |
| Distribution Policy            | None   |

\*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

Physical gold started September 2018 at US\$1,202/oz and spent the majority of the month trading sideways ahead of the Federal Open Market Committee (FOMC) statement on 26 September 2018. As expected, the FOMC raised policy rates to 2.25%, the third rate increase in 2018 and the eighth rate increase since the current interest tightening cycle started in December 2015. Widespread expectation of the US rate increase meant that the US Dollar Index (DXY) actually weakened into the announcement. The gold price finished the month slightly lower at US\$1,193/oz.

The FOMC statement was generally bullish on US growth prospects. The “dot plot” of the views of individual FOMC members outlined a further rate increase in 2018 and three potential increases in 2019. The FOMC statement also removed “accommodative” as a description of its policy stance, suggesting that monetary policy had now moved to a neutral positioning. Some financial commentators noted this could allow the Federal Reserve (“Fed”) to pause on future rate increases, since monetary policy was now neither accommodative nor restrictive.

As previously noted, the outlook for gold-related assets depends less on headline policy rates than on real rates (policy rates adjusted for inflation). Real US interest rates have not increased sharply, and could remain subdued if a buoyant US economy and stronger dollar results in higher import prices and a pick-up in inflation. In addition, any sign that the Fed has over-tightened and will stop raising interest rates will be bullish for gold.

The Target Fund believes gold-related assets are now attractively valued with the gold price at the lower end of its multi-year trading range. September 2018 saw COMEX gold positioning remain in extremely oversold territory, as net long positioning fell to 725 tonnes (-4.0% mom) and net short positioning increased to 790 tonnes (+3.9% mom). This resulted in an overall net positioning of -65 tonnes, but with commercial participants (companies involved in the production, processing and selling of gold) now net long in the futures market for the first time in seventeen years. Historically, such positioning has been the precursor of a strong rally in the gold price.

Bloomberg data showed total aggregate Gold ETF holdings decreased slightly to 2,125 tonnes (-0.7% mom). IMF data on central bank purchases showed that the Russian Central Bank added another 30 tonnes in July 2018. This increases Russia's official gold reserves to 2,000 tonnes and means Russia has added 700 tonnes of gold to its reserves since June 2015. The official gold holdings of the People's Bank of China (PBoC) remained unchanged at 1,842 tonnes. The PBoC last announced an increase in its gold reserves in October 2016 and there are suspicions China may be acquiring gold without reporting these purchases to the IMF.

Gold equities outperformed physical gold in September 2018, with sentiment helped by strong attendances at the two main North American gold conferences - the Denver Gold Forum and the Beaver Creek Precious Metal Summit. The sector also attracted generalist interest following the announced merger of Barrick Gold and Randgold Resources that will create the world's largest gold company (subject to regulatory and shareholder approval). The Target Fund is overweight gold equities relative to benchmark, with a preference for companies operating in safe political jurisdictions such as Australia and Canada.

The EMIX Global Mining Index increased in September 2018, recovering from the prior month's decline. Concerns over global trade, Chinese economic growth and a stronger US Dollar were offset by progress made on the NAFTA renegotiation (now referred to as the United States, Mexico and Canada Agreement, USMCA) and rumours that the Chinese government would announce aggressive policies to stimulate its economy. The Target Fund holds an underweight position relative to benchmark, and remains invested in low-cost producers with strong balance sheets.

West Texas Intermediate crude oil price started September 2018 at US\$69.80/bbl and closed the month higher at US\$73.25/bbl (+4.9% mom). The outlook remained split between the effects of steadily tightening US sanctions on Iran and the potential negative demand impact of a US-China trade war. Overall, crude prices increased following a Bloomberg report that Saudi Arabia will allow crude prices to rise above US\$80/barrel as the US increases sanction pressure on Iran.

#### MARKET OUTLOOK AND STRATEGY

Financial markets expect further monetary tightening from the US Federal Reserve. However, US monetary policy contrasts with the Bank of Japan and the ECB, both of which continue with easy monetary policies. This divergence may cause volatility in global currency markets and has uncertain implications for global inflation. Unconventional monetary policy could result in higher inflation, which would be positive for gold and potentially positive for general commodity prices. Conversely, a tariff-related downturn in economic growth could result in deflation and renewed risks to the global banking system. The Target Fund expects to hold a neutral to overweight position in gold equities relative to the benchmark, with a preference for mid-tier and junior producers with growing volume output and low production costs. The Target Fund's preference for gold is based on the Target Fund Manager's belief that gold-related assets can perform well in both inflationary and deflationary environments.

#### DISCLAIMER:

Based on the fund's portfolio returns as at 15 September 2018, the Volatility Factor (VF) for this fund is 31.5 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 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 management risk and foreign investment risks such as currency risk and country risk and the specific risks of the Target Fund are market risk in the global markets, foreign exchange/currency risk, political risk, derivatives risk, liquidity risk, small capitalisation companies risk, single sector risk, commodities risk, broker risk, counterparty risk, equity risk and investment management 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.

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