

### RHB GOLDEN DRAGON FUND

This Fund aims to maximise total returns through a combination of long term growth of capital and current income.

#### INVESTOR PROFILE

This Fund is suitable for investors who:

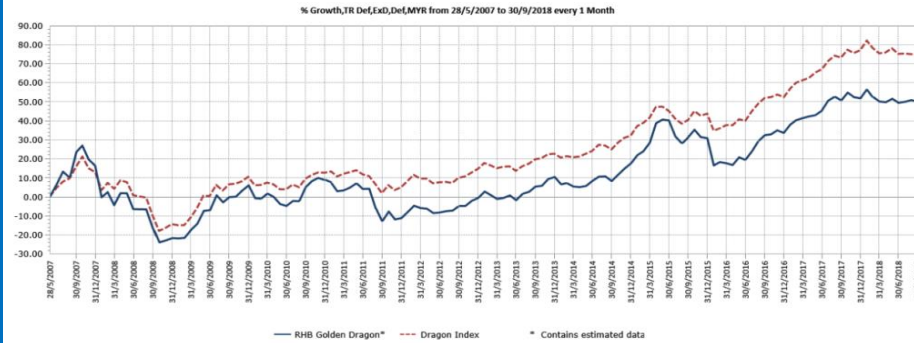
- are conservative and yet wish to participate opportunistically in the potential of the fast growing Greater China markets;
- seek a flexible investment mandate capable of capitalising and adapting to prevailing market conditions;
- are willing to accept moderate risk in their investments in order to achieve long term capital growth and income.

#### INVESTMENT STRATEGY

- 30% - 70% of NAV: Investments in securities of & securities relating to companies whose businesses are in the Greater China (i.e. the People's Republic of China, Hong Kong SAR and Taiwan) & are listed on the Greater China markets and/or other markets.
- 30% - 70% of NAV: Investments in Malaysian fixed income securities, money market instruments, cash and deposits with financial institutions.

#### FUND PERFORMANCE ANALYSIS

##### Performance Chart Since Launch\*



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

	1 Month	3 Months	6 Months	YTD
Fund	-0.52	0.45	-0.02	-1.14
Benchmark	-0.20	-0.28	-0.45	-1.38

	1 Year	3 Years	5 Years	Since Launch
Fund	-0.37	14.33	42.56	50.13
Benchmark	0.86	24.44	46.02	74.68

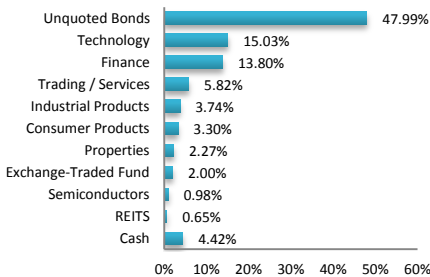
##### Calendar Year Performance (%)\*

	2017	2016	2015	2014	2013
Fund	13.68	2.02	11.36	6.55	11.05
Benchmark	16.20	6.02	8.85	7.76	7.00

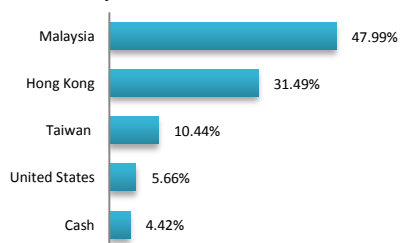
Source: Lipper IM

#### FUND PORTFOLIO ANALYSIS

##### Sector Allocation\*



##### Country Allocation\*



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

MEX II SDN BHD	6.2% (29/04/2032)	14.96
ALPHA CIRCLE	5.6% (18/11/2022)	8.07
ALPHA CIRCLE	5.30% (23/02/2021)	6.09
TENCENT HOLDINGS LTD		4.76
ALIBABA GROUP HOLDING SP ADR		4.14

\*As percentage of NAV

#### FUND STATISTICS

##### Historical NAV (RM)

	1 Month	12 Months	Since Launch
High	0.5408	0.5679	0.6106
Low	0.5240	0.5240	0.3026

Source: Lipper IM

##### Historical Distributions (Last 5 Years) (Net)

	Distribution (sen)	Yield (%)
31 Dec 2017	-	-
28 Dec 2016	3.6000	7.51
16 Dec 2015	4.5750	8.24
31 Dec 2014	-	-
31 Dec 2013	-	-

Source: RHB Asset Management Sdn. Bhd.

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### MANAGER'S COMMENTS

#### MARKET REVIEW

Market sentiment continued to remain weak in September (MSCI China -2.9%), mainly due to threats of full-blown trade war between the U.S. and China. Official manufacturing PMI stood at 50.8 in September, versus 51.3 in August and street consensus of 51.2; reflecting the early impacts of the trade war on the nation's economic activity. However, we saw a relief rally during mid-September after Trump delayed the effective launch date for its 25% tariff against USD200bn worth of Chinese imports until the start of 2019.

In terms of the financial market, the People's Bank of China continued to issue reverse repos during the month to ease market liquidity pressures. The Chinese government guided for further cut in value-added tax and to include a more comprehensive set of deduction items for individual households to boost consumption demand. Furthermore, we expect an increase in government's fiscal stimulus, including infrastructure investments in Central, Western and metropolitan areas to combat the impacts of the trade war.

Sector wise, we continue to see heavy selling pressure on Chinese property, internet technology, downstream gas players on upcoming policy overhang; autos and Macau gaming industry on slowing economic growth concerns. On the other hand, defensive sectors such as Hong Kong and China telecom, railway and infrastructure players fared better than the market. Upstream oil and gas players also outperformed on rising international oil price.

#### MARKET OUTLOOK AND STRATEGY

In China/Hong Kong market, we continue to expect a volatile market in near term due to the China-U.S. trade war. Market sentiment is likely to remain weak in both Chinese offshore and onshore markets. However, we are getting more excited to see further supportive policies put forward by the Chinese government to stabilise the overall economy. We have also noticed that the CNY showed signs of stabilization. Valuation-wise, although high growth stocks are not cheap enough yet and may see further downside, we expect some support for traditional sectors as they are trading around historical lows. Again, we think sector and stock performances will further diverge down the road.

For Taiwan, although Foundries continue to hold up well, we expect Apple supply chain to underperform. We think the pricing of the new iPhone is bit too high, and will hurt sales volume. On the non-tech side, we like financials (especially banks) as they are a clear beneficiary of the U.S. rate hike cycle.

In the short term, we skewed our portfolio towards companies and sectors with strong balance sheet, good cash flow and better policy outlook. This has proved to allow us to better weather through market volatility. We will also keep our overall position flexible so that we can catch any potential market opportunities.

#### DISCLAIMER:

Based on the fund's portfolio returns as at 15 September 2018, the Volatility Factor (VF) for this fund is 9.5 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 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 restrictive geographical market, interest rate risk, credit and default risk, foreign investment risks such as country risk and currency risk and equities investment risks such as market risk and particular security 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.