

RHB ASIA CONSUMER FUND

This Fund aims to achieve capital appreciation through investment in equities or equity-related securities of Asian (excluding Japanese) companies whose businesses are likely to benefit from or are related to growth in consumer spending in Asia.

INVESTOR PROFILE

This Fund is suitable for investors who:

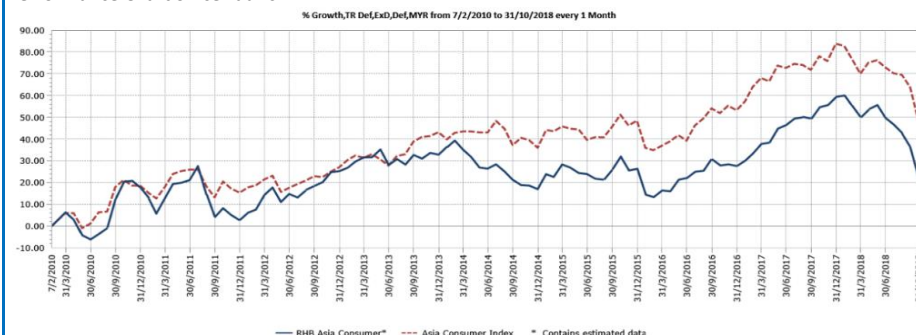
- seek investment opportunities in companies whose businesses are likely to benefit from or related to growth in consumer spending in Asia;
- seek capital appreciation rather than income; and
- are willing to accept a higher risk in their investments to obtain potentially higher returns in the long term.

INVESTMENT STRATEGY

- At least 95% of NAV: Investments in the units of United Asia Consumer 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 | -10.13 | -16.32 | -20.22 | -23.12 |
| Benchmark | -9.44 | -12.82 | -15.26 | -19.27 |

| | 1 Year | 3 Years | 5 Years | Since Launch |
|-----------|--------|---------|---------|--------------|
| Fund | -20.76 | -7.01 | -6.35 | 22.61 |
| Benchmark | -16.65 | -1.85 | 5.27 | 48.40 |

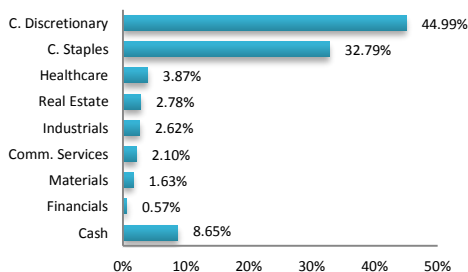
Calendar Year Performance (%)*

| | 2017 | 2016 | 2015 | 2014 | 2013 |
|-----------|-------|------|------|--------|-------|
| Fund | 24.89 | 1.15 | 7.86 | -11.83 | 6.05 |
| Benchmark | 19.95 | 3.21 | 9.17 | -4.99 | 12.66 |

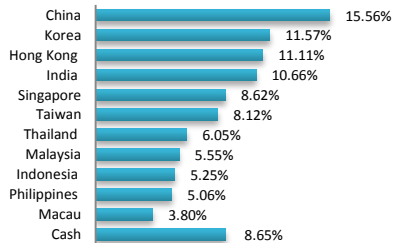
Source: Lipper IM

FUND PORTFOLIO ANALYSIS

Sector Allocation*



Country Allocation*



Top Holdings (%)*

| | |
|---------------------------|-------|
| ALIBABA GROUP HOLDING LTD | 10.05 |
| PRESIDENT CHAIN STORE | 8.12 |
| HINDUSTAN UNILEVER LTD | 4.89 |
| MARUTI SUZUKI INDIA LTD | 3.99 |
| THAI BEVERAGE PCL | 3.40 |

*As percentage of NAV

*Source: UOBAM, 31 October 2018. Exposure in United Asia Consumer Fund - 96.90%

FUND STATISTICS

Historical NAV (RM)

| | 1 Month | 12 Months | Since Launch |
|------|---------|-----------|--------------|
| High | 0.5066 | 0.6015 | 0.6451 |
| Low | 0.4476 | 0.4476 | 0.4476 |

Source: Lipper IM

Historical Distributions (Last 5 Years) (Net)

| | Distribution (sen) | Yield (%) |
|-------------|--------------------|-----------|
| 20 Jul 2017 | 5.2000 | 9.56 |
| 31 Jul 2016 | - | - |
| 31 Jul 2015 | - | - |
| 31 Jul 2014 | 6.5000 | 10.78 |
| 31 Jul 2013 | - | - |

Source: RHB Asset Management Sdn. Bhd.

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MANAGER'S COMMENTS

MARKET REVIEW

Markets in Asia ex-Japan significantly underperformed their global peers in October as global equity markets succumbed to a selloff on concerns over global weakness. Poor earnings season, a subdued China economic data, a spike in US Treasury yields and the stronger US Dollar amid the persistent overhangs from US-China trade tensions led to a heightened risk aversion.

Defensives outperformed, led by China utilities, telecommunication services and India financials against losses in each sector. Technology and consumer discretionary bore the brunt of the market correction. Large-cap technology stocks in Taiwan and Korea were hammered due to lacklustre earnings results and a muted outlook, exacerbated by passive selling, while Consumer discretionary was mainly weighed by intensified concerns over broad-based slowdown in consumption. Energy sector was also weak as oil prices nosedived following an agreement between Russia and Saudi Arabia to address supply concerns in conjunction with a lower demand outlook.

Manufacturing activity worldwide continued to show signs of slowdown as trade activity dipped. Purchasing managers' index (PMI) in US, Eurozone and the UK ticked down in October. China also disappointed as the official manufacturing gauge dropped to 50.2, and the Caixin at 50.1. Meanwhile, Japan rose slightly largely due to pick-up in activities post natural disasters while India nudged up.

Markets in Greater China slumped as government policy measures (RRR cuts, increasing tax export rebates, tax deductions on household income etc) aimed at reducing the negative impact from the trade war were insufficient to sustainably arrest the risk-off investor sentiment. Consumer staples sector was battered as Chinese spirit producers' reduced outlook triggered fears of a greater consumption slowdown. In Hong Kong, performance was largely dragged by disappointing Macau gaming earnings result and reduced outlook by technology stocks.

The KOSPI was the worst underperformer this month, dragged by earnings miss, weak 3Q GDP growth and won depreciation against the US Dollar amid the heightened risk-off sentiment. Similarly, Taiwan's performance was weighed by weak macro prints and its tech-heavy benchmark. Over in India, Financials was the best sector on back of improving liquidity backdrop, while the retreat in energy prices provided some relief to trade deficit concerns.

ASEAN was relatively immune to the carnage and outperformed its Asian peers. Philippines was the sole market with a positive gain this month, driven by a stronger peso on expectation of an interest rate hike in November, and a mild boost from foreign inflows. Indonesia was the second best market performer despite a lowered growth forecast by Bank Indonesia, with telecommunications and consumer discretionary sectors posting solid gains. Malaysia market continues to decline along with regional weakness on global growth concerns and the release of mid-term review of the austere 11th Malaysia Plan. Thailand was dragged by disappointing export outlook and dissipating hype around elections, while Singapore was mainly weighed by financials and consumer discretionary sectors.

DISCLAIMER:

Based on the fund's portfolio returns as at 15 October 2018, the Volatility Factor (VF) for this fund is 10.7 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 for the Fund are management risk and foreign investment risks such as country risk and currency risk and the specific risks of the Target Fund are market risk in Asian (excluding Japan) markets, foreign exchange risk, political risk, derivatives risk, liquidity risk, small capitalisation companies risk, single sector and regional risk, counterparty risk, financial institution risk, equity risk, broker 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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