

RHB CASH MANAGEMENT FUND 1

This Fund aims to provide liquidity and regular income for investors through investments primarily in the money market.

INVESTOR PROFILE

This Fund is suitable for Investors who:

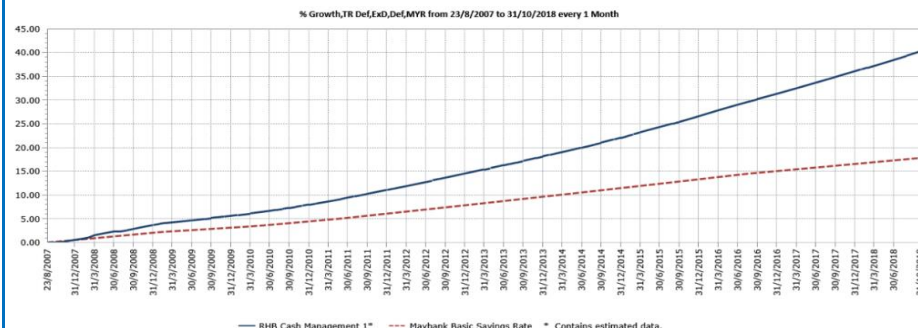
- want to earn returns higher than savings deposits while maintaining a high degree of liquidity.

INVESTMENT STRATEGY

- Up to 100% of NAV: Investments in money market instruments and/or liquid assets.

FUND PERFORMANCE ANALYSIS

Performance Chart Since Launch*



Cumulative Performance (%)*

	1 Month	3 Months	6 Months	YTD
Fund	0.31	0.93	1.86	3.07
Benchmark	0.11	0.33	0.65	1.08

	1 Year	3 Years	5 Years	Since Launch
Fund	3.70	11.44	19.31	40.17
Benchmark	1.30	4.25	7.74	17.79

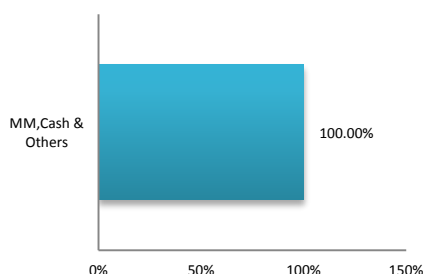
Calendar Year Performance (%)*

	2017	2016	2015	2014	2013
Fund	3.61	3.68	3.72	3.32	3.18
Benchmark	1.30	1.53	1.66	1.51	1.66

Source: Lipper IM

FUND PORTFOLIO ANALYSIS

Asset Allocation*



*As percentage of NAV

FUND STATISTICS

Historical NAV (RM)

	1 Month	12 Months	Since Launch
High	1.0000	1.0000	1.0031
Low	1.0000	1.0000	0.9999

Source: Lipper IM

Historical Distributions (Last 6 Months) (Net)

	Distribution (sen)	Yield (%)
31 Oct 2018	0.3100	3.69
30 Sep 2018	0.3000	3.68
31 Aug 2018	0.3100	3.68
31 Jul 2018	0.3100	3.66
30 Jun 2018	0.3000	3.65
31 May 2018	0.3100	3.63

Source: RHB Asset Management Sdn. Bhd.



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MANAGER'S COMMENTS

MARKET REVIEW

Malaysian Ringgit (“MYR”) continued to depreciate against the United States Dollar (“USD”) in October 2018, the 6th consecutive month since April. USDMYR climbed from 4.1405 at the start of the month and closed the end of the month above the 4.1842, representing a -1.10% total return, although this was in line with the overall depreciation in EM currencies and the 5th best performing Asian currency after the Japanese Yen (“JPY”), Singapore Dollar (“SGD”), Hong Kong Dollar (“HKD”) and Philippine Peso (“PHP”). On the local rates, Malaysia Government Securities (“MGS”) started the month on a stable ground despite risk-off sentiments surrounding the external front. Nevertheless, the yield has inched higher towards the end of the month as investors stayed sideline in anticipating further details of Budget 2019 with some concerns on wider fiscal deficit and the impact on sovereign Malaysia rating. The benchmark 10-year MGS has shoot up to as high as 4.20%, only to see it closed the month pretty unchanged at 4.09% level. Apart from the index rebalancing activities, this is again showing that the local government bond yields appeared to be holding up well as levels continue to be supported during the month and remain resilient, anchored by strong domestic support. We believe onshore real money accounts have remained supportive in recent months, reflected by strong bid to cover (“BTC”) trends from concluded government bond tenders. Overall, the curve has bear-steepened during the month with long-tenor MGS adjusted higher on thin liquidity. At month-end closed, MGS yields 3-, 5-, 7-, 10-, 15-, 20- and 30-year MGS were reported at 3.66% (Sept-2018: 3.60%), 3.79% (3.75%), 4.01% (3.95%), 4.09% (4.07%), 4.60% (4.49%), 4.78% (4.68%) and 4.95% (4.91%) respectively. The Government Investment Issues (“GII”) – Shariah compliant version of MGS mirrored the same pattern with its MGS counterpart as the short-tenor yield ended higher while the backend of the curve flattened. At month end close, the 3-, 5-, 7-, 10-, 15-, 20- and 30-year GII were reported at 3.74% (Sept-2018: 3.70%), 3.91% (3.87%), 4.11% (4.02%), 4.25% (4.14%), 4.59% (4.56%), 4.78% (4.75%) and 4.94% (4.93%) respectively.

On the local economic front, Malaysia’s Consumer Prices Index (“CPI”) for September 2018 remains soft despite the implementation of Sales and Services Tax (“SST”) which started at the start of the month. The CPI recorded an increase of 0.3%, lower than consensus of 0.6%, however slightly higher compared to August’s reading of 0.2%. According to Department of Statistics of Malaysia, the impact of SST were reflected in only four sectors (communications, recreational, household equipment as well as hotels and restaurants) while the impact on the rest of the sectors were muted. On the other note, Malaysia’s August 2018 trade surplus narrowed to a lowest level since October 2014 as exports surprisingly fell 0.3% while import rose more than expected by 11.2%. The trade surplus recorded MYR1.6 billion compared to consensus estimate of MYR9 billion and previous month’s figure of MYR8.3 billion. Sequential rose in import were partly due to a surged in importing capital goods (+20.1%) and the impact of weaker Malaysian Ringgit (“MYR”). Going forward, expectation is for the trade balance to remain supported through year-end as we anticipate consumption and capital goods import may soften after the SST implementation and the deferment of infrastructure projects.

DISCLAIMER:

Based on the fund’s portfolio returns as at 15 October 2018, the Volatility Factor (VF) for this fund is 0.1 and is classified as “Very Low”. (source: Lipper) “Very Low” includes funds with VF that are above 0.0 but not more than 1.9 (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 15 July 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 interest rate risk and inflation 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.

