

### RHB ASEAN FUND

This Fund aims to achieve medium to long term capital appreciation through investments in securities of companies with high growth potential.

#### INVESTMENT STRATEGY

- 70% to 98% of NAV: Investments in equities and equity related securities (such as warrants).
- Up to 30% of NAV: Investments in fixed income securities such as government and semi-government bonds, corporate debt securities and money market instruments.
- 2% - 5% of NAV: Investments in liquid assets including money market instruments and deposits with financial institutions.

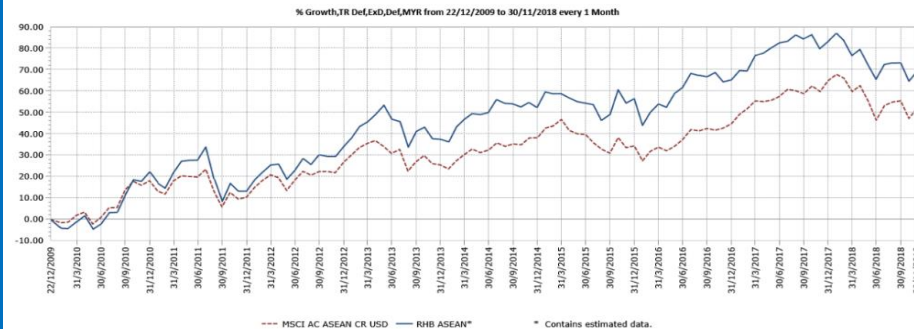
#### INVESTOR PROFILE

This Fund is suitable for investors who:

- wish to participate in the potential and investment opportunities of the fast growing ASEAN economies; and
- are willing to accept higher risk in their investments in order to achieve medium to long term capital growth.

#### FUND PERFORMANCE ANALYSIS

##### Performance Chart Since Launch\*



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

	1 Month	3 Months	6 Months	YTD
Fund	2.71	-2.34	-1.75	-7.61
Benchmark	3.16	-1.97	-2.14	-7.93

	1 Year	3 Years	5 Years	Since Launch
Fund	-5.90	9.53	22.81	69.02
Benchmark	-4.96	13.64	20.36	51.76

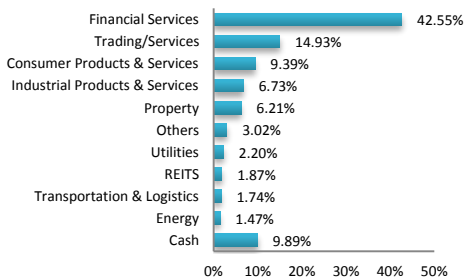
##### Calendar Year Performance (%)\*

	2017	2016	2015	2014	2013
Fund	10.85	5.55	2.67	10.86	2.48
Benchmark	13.98	7.64	-2.79	10.16	-0.92

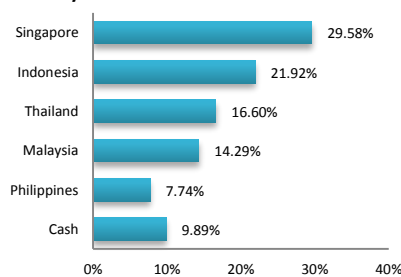
Source: Lipper IM

#### FUND PORTFOLIO ANALYSIS

##### Sector Allocation\*



##### Country Allocation\*



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

DBS GROUP HOLDINGS LTD	6.04
OVERSEA-CHINESE BANKING	5.89
UNITED OVERSEAS BANK LTD	5.52
SINGAPORE TELECOMMUNICATIONS	4.51
PUBLIC BANK BHD	4.24

\*As percentage of NAV

#### FUND STATISTICS

##### Historical NAV (RM)

	1 Month	12 Months	Since Launch
High	0.4905	0.5806	0.6743
Low	0.4747	0.4677	0.4562

Source: Lipper IM

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

	Distribution (sen)	Yield (%)
20 Apr 2018	3.4000	6.05
28 Apr 2017	-	-
28 Apr 2016	6.0000	11.24
28 Apr 2015	6.0000	10.12
28 Apr 2014	5.8000	9.54

Source: RHB Asset Management Sdn. Bhd.

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### MANAGER'S COMMENTS

#### MARKET REVIEW

Within Asia, the Indonesia, Philippines and Singapore markets rebounded, while Malaysia and Thailand fell further in November. Most ASEAN currencies appreciated against the US Dollar, except for the Malaysian Ringgit, which was flat. Oil price fell 22%, driven by OPEC increasing supply ahead of Iran's sanction which caused imbalance in the market. The weakness in the oil price partly caused oil importing markets such as Philippines and Indonesia to rally.

The Thailand market was dragged down by heavy weights in the commodities space. Bank of Thailand (BOT) also announced new property loan-to-value regulations in order to curb speculative demand ahead. The new measures include raising LTV for second mortgages and first mortgages for houses priced at THB10 million and above to 80% vs. 90%-95% previously. The BOT also turned more pessimistic stating that this year's economic growth of 4.4% is tilted to the downside due to weak exports and tourism.

Philippines GDP for 3Q18 slowed to 6.1% yoy, with Bangko Sentral ng Pilipinas (BSP) hiking policy rates by 25bps to 4.7%, bringing cumulative hikes to 175bps since May 2018. With the devastation of Typhoon Mangkhut on rice production, the removal of rice import quotas are up for President Duterte's approval. Foreigners turned net buyers in the month, as macro dynamics started to see a relief as oil prices heading downwards. In the Telco space, Dennis Uy, and China Telecom was awarded the third telco player which would change the industry competitive landscape in the medium term. Strong residential sales were up strongly +24% yoy with Mainland Chinese contributing 20% of total demand.

Indonesia had meaningful net inflows from foreigners as the Indonesia Rupiah appreciated close to 6% against the US dollar. The macro concerns in Indonesia are dissipating, with oil price receding and the Indonesian government being very vocal about how they intend to steer the economy next year. The government has proactively implemented measures, such as curbing imports and using raising benchmark interest rate to support the currency. In an unexpected move, the Central Bank increased its interest rate by 25bps to 6% to stabilise the Rupiah.

Singapore market's rebound was led by the consumer discretionary space where valuations were attractive.

Malaysia continues to reset expectations on fiscal consolidation and yet ensure growth. Budget 2019 was the key event to watch and the government imposed harsh gaming taxes of 35% on gross revenue. 2019 budget revealed that the deficit target will be revised up to 3.7% of 2018 GDP and back down to 3.4% in 2019.

#### MARKET OUTLOOK AND STRATEGY

We have moved our strategy towards a more offensive stance, as we see some recovery in the ASEAN markets due to stability in the emerging market currencies, temporary ceasefire on the trade war escalation and attractive valuations in the markets.

Over the next 5-10 years, Asia and especially ASEAN will emerge as the region with relatively stronger growth than the rest of the world. ASEAN with the structural advantage in demographics will emerge as the complimentary piece to China's evolution into a giant consumption economy. Adding on to the commitments by the governments in Asia/ASEAN towards infrastructure development, the region will feature prominently as the place for equity investments. We would look to buy stocks during periods where investors largely ignore these positive developments in the region.

#### DISCLAIMER:

Based on the fund's portfolio returns as at 15 November 2018, the Volatility Factor (VF) for this fund is 10.2 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 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.