RHB Asset Management

FUND FACTSHEET – DECEMBER 2018

All data expressed as at 30 November 2018 unless otherwise stated

3-year Fund Volatility 15.0 very high
Lipper Analytics 15 NOV 2018

RHB CHINA-INDIA DYNAMIC GROWTH FUND

This Fund aims to achieve medium to long term* capital appreciation through investing mainly in the securities of corporations in, or corporations listed or to be listed on stock exchanges in, or corporations (wherever located) which, in the opinion of the managers, derive significant revenue or profits from or have significant assets or business interests in, the People's Republic of China ("China") or the Republic of India ("India").

Note: "medium to long term" in this context refers to a period of between 3 - 7 years.

INVESTOR PROFILE

This Fund is suitable for investors who:

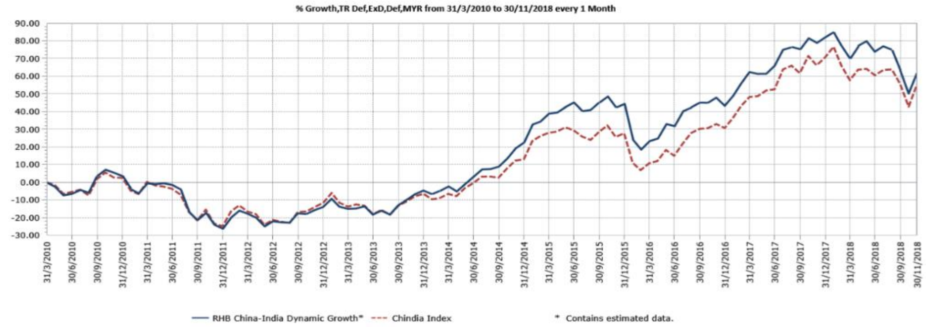
- wish to tap the growth prospects of two emerging growth engines of the world i.e. China and India;
- are willing to accept a higher risk in their investments to obtain potentially higher returns in the medium to long term; and
- seek capital appreciation.

INVESTMENT STRATEGY

- At least 95% of NAV: Investments in the units of United China-India Dynamic Growth 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	**7.64**	**-7.62**	**-10.12**	**-11.29**
Benchmark	8.77	-5.22	-5.41	-9.01

	1 Year	3 Years	5 Years	Since Launch
Fund	**-9.69**	**13.38**	**73.02**	**61.50**
Benchmark	-6.54	23.61	68.60	55.24

Calendar Year Performance (%)*

	2017	2016	2015	2014	2013
Fund	**27.15**	**-0.90**	**17.79**	**28.49**	**10.79**
Benchmark	30.57	2.34	13.06	20.88	5.73

Source: Lipper IM

FUND DETAILS

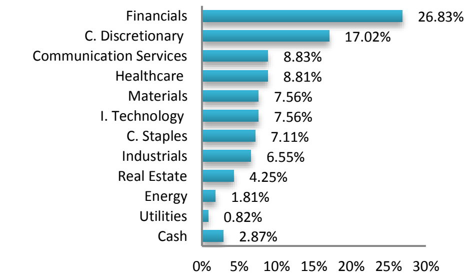
Manager	RHB Asset Management Sdn. Bhd.
Trustee	TMF Trustees Malaysia Bhd
Fund Category	Feeder Fund
Fund Type	Growth Fund
Launch Date	11 March 2010
Unit NAV	RM0.8075
Fund Size (million)	RM33.78
Units In Circulation (million)	41.83
Financial Year End	31 July
MER (as at 31 July 2018)	0.54%
Min. Initial Investment	RM1,000.00
Min. Additional Investment	RM100.00
Benchmark	50% MSCI China Index (RM) + 50% MSCI India 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	0.08% p.a. of NAV, subject to a min. of RM18,000 p.a.*
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.*

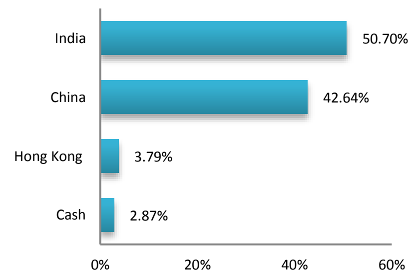
For the purpose of computing the annual management fee and annual trustee fee, the NAV of the Fund is exclusive of the management fee and trustee fee for the relevant day.

FUND PORTFOLIO ANALYSIS

Sector Allocation*



Country Allocation*



Top Holdings (%)*

TENCENT HOLDINGS LTD	4.92
BAJAJ FINANCE LTD	3.80
ALIBABA GROUP HOLDING LTD	3.34
HDFC BANK LTD	2.93
CHINA CONSTRUCTION BANK CORP	2.80

**As percentage of NAV*

**Source: UOBAM, 30 November 2018. Exposure in United China India Dynamic Growth Fund - 95.78%*

FUND STATISTICS

Historical NAV (RM)

	1 Month	12 Months	Since Launch
High	0.8075	0.9472	0.9472
Low	0.7502	0.7343	0.3648

Source: Lipper IM

RHB CHINA-INDIA DYNAMIC GROWTH FUND

This Fund aims to achieve medium to long term* capital appreciation through investing mainly in the securities of corporations in, or corporations listed or to be listed on stock exchanges in, or corporations (wherever located) which, in the opinion of the managers, derive significant revenue or profits from or have significant assets or business interests in, the People's Republic of China ("China") or the Republic of India ("India").

**Note: "medium to long term" in this context refers to a period of between 3 - 7 years.*

MANAGER'S COMMENTS

CHINA MARKET COMMENTARY

SSE 50 China A Share fell 0.19% and MSCI China rose 7.92% (JPY terms) in the month of Nov 2018.

China equities rebounded in November, particularly 'H" shares The recovery was driven by a confirmation of the G20 meeting between Trump and Xi, and positive comments from the Trump administration leading up to the meeting. Indeed, the outcome of the G20 meeting was positive, with the US holding off on the previously announced tariff hikes from 10% to 25% on $200bn of Chinese imports on Jan 1, 2019.

October activity indicators point to a moderate growth outlook. On the positive side, FAI growth came in better than expected, as infrastructure investment resumed positive growth following 3 months of contraction. On the negative side, retail sales continued to be dragged down by auto sales. Industrial profits further slowed amid broad declines in commodity prices. Financing activity came in lower than expected as official TSF further
decelerated. The slowing corporate borrowing adds concerns over cautious business sentiment. NBS manufacturing PMI slipped 0.2pt to 50.0 in November, the lowest reading since July 2016.

Policymakers continue to signal support for struggling SMEs and private enterprises, unveiling more financial measures including government-led investment fund, equity/bond financing and bank loan allocation. Further tax cuts on VAT and corporate income are also under consideration.

The Target Fund Manager sees broad based recovery across most of the sectors, led by property and Technology. The outperformance in real estate is mainly driven by: 1) rising expectation on regulatory relaxation, and 2) mean reversion trading backed by previous trough valuation. In addition, some hardware technology names (ZTE: +29%), which were previously suppressed by trade tension, have seen some recovery ahead of temporal easing between US and China. Utilities also did well, being favoured for its defensive nature amid volatility. Energy was the worst performing sector, as commodity prices tumbled in November on fears of domestic slowdown (esp. FAI) and weaker winter suspension. Consumer discretionary and staples also underperformed, as some stocks fell on deceleration of consumption growth, heightened competition and margin concerns.

INDIA MARKET COMMENTARY

MSCI India rose 10.92% (JPY terms), Sensex rose 11.48% (MYR terms) and Nifty rose 11.08% (MYR terms) in Nov 2018.

After a sharp fall seen over the past couple of month, equity markets stabilized and turned positive during November. A sharp fall in crude oil prices, INR appreciation and stability post panic around liquidity in the financial system created a positive sentiment. Sensex started the month at 34442.05 and closed at 36194.30, ~5.1% higher over the month. Nifty started at 10386.60 and closed at 10876.75, higher by ~4.72% over the month. As per latest data, FIIs were net buyers in Equity with inflow of USD 0.89 Bn and in Fixed Income with inflow of USD 0.87 Bn. Domestic Institutions were net buyers in equities with net buying of USD 0.51 Bn in the month.

MARKET OUTLOOK

Post the sharp fall seen over September and October, markets showed some revival over November driven by a significant reversal in crude oil prices and consequent strengthening of the Rupee. With crude oil prices receding and the currency stabilizing, the pressure on the macro variables should reduce. Post the correction, the over-valuation in the equity market has been corrected to a large extent and valuations are now close to the long term average levels. Corporate results for the July-September quarter indicate that growth momentum is picking up. A faster pace of earnings growth compared to previous couple of years is expected to be the key driver for the market going forward. The Target Fund Manager remains positive on India's growth potential and see this correction as an opportunity to increase exposure in select high quality sectors and companies.

RHB Asset Management Sdn Bhd (174588-x) **Head Office: Level 8, Tower 2 & 3, RHB Centre, 50400 Kuala Lumpur** **General Line: 603-9205 8000**