RHB Asset Management

FUND FACTSHEET – DECEMBER 2018

All data expressed as at 30 November 2018 unless otherwise stated

3-year Fund Volatility 12.1 very high Lipper Analytics 15 NOV 2018

RHB DIVIDEND VALUED EQUITY FUND

This Fund aims to provide investors with total returns primarily through investment in equity and equity related securities of companies which offer attractive yields and sustainable dividend payments.

INVESTOR PROFILE

This Fund is suitable for investors who:

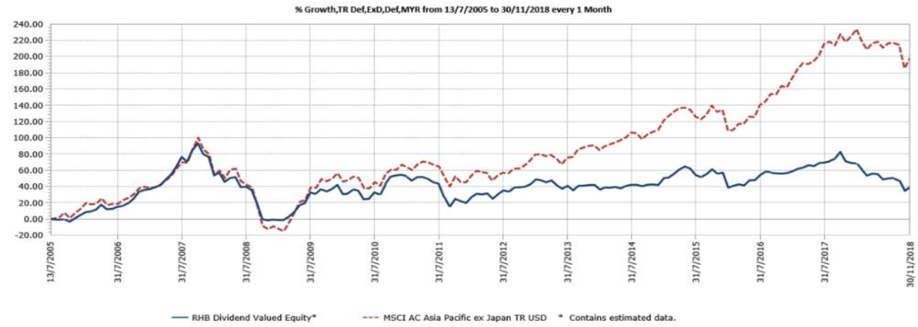
- want capital growth as well as income; and
- willing to accept short term fluctuations in capital values.

INVESTMENT STRATEGY

- Minimum of 70% and up to 98% of NAV: Investments in equities.
- Minimum of 2% and up to 30% of NAV: Investments in fixed income securities and/or liquid assets.

FUND PERFORMANCE ANALYSIS

Performance Chart Since Launch*



Cumulative Performance (%)*

	1 Month	3 Months	6 Months	YTD
Fund	**3.56**	**-7.42**	**-10.27**	**-17.61**
Benchmark	4.46	-5.84	-6.34	-8.23

	1 Year	3 Years	5 Years	Since Launch
Fund	**-18.64**	**-10.57**	**-1.86**	**38.94**
Benchmark	-6.35	28.49	56.73	197.88

Calendar Year Performance (%)*

	2017	2016	2015	2014	2013
Fund	**7.51**	**0.15**	**10.57**	**0.00**	**-0.57**
Benchmark	23.88	11.86	11.60	10.05	11.02

Source: Lipper IM

FUND DETAILS

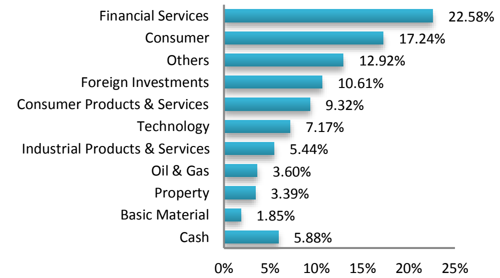
Manager	RHB Asset Management Sdn. Bhd.
Trustee	HSBC (Malaysia) Trustee Bhd
Fund Category	Equity Fund
Fund Type	Capital Growth and Income Fund
Launch Date	13 July 2005
Unit NAV	RM0.3145
Fund Size (million)	RM5.56
Units In Circulation (million)	17.69
Financial Year End	31 May
MER (as at 31 May 2018)	2.52%
Min. Initial Investment	RM1,000.00
Min. Additional Investment	RM100.00
Benchmark	MSCI Asia Pacific Free ex Japan Index
Sales Charge	Up to 5.00% of NAV per unit*
Redemption Charge	None
Annual Management Fee	Up to 1.80% p.a. of NAV*
Annual Trustee Fee	0.06% p.a. of NAV*
Switching Fee	RM25.00 per switch*
Redemption Period	Within 10 days after receipt the request to repurchase
Distribution Policy	Annually, if any

**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.*

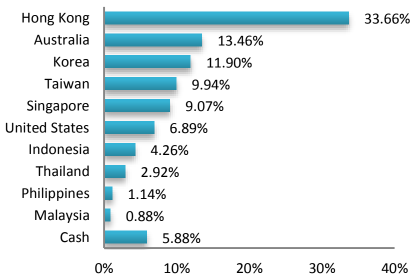
For the purpose of computing the annual management fee and annual trustee fee, the NAV of the Fund is exclusive of the management fee and trustee fee for the relevant day.

FUND PORTFOLIO ANALYSIS

Sector Allocation*



Country Allocation*



Top Holdings (%)*

ALIBABA GROUP HOLDING SP ADR	4.83
ISHARES MSCI INDIA INDEX ETF	4.65
TENCENT HOLDINGS LTD	4.50
TAIWAN SEMICONDUCTOR MANUFACTURING	4.40
PING AN INSURANCE GROUP CO H	3.27

**As percentage of NAV*

FUND STATISTICS

Historical NAV (RM)

	1 Month	12 Months	Since Launch
High	0.3162	0.4125	0.6866
Low	0.3037	0.2960	0.2762

Source: Lipper IM

Historical Distributions (Last 5 Years) (Net)

	Distribution (sen)	Yield (%)
24 May 2018	2.0500	5.11
23 May 2017	4.2000	10.04
26 May 2016	2.6000	6.06
31 May 2015	-	-
31 May 2014	-	-

Source: RHB Asset Management Sdn. Bhd.

3-year Fund Volatility
12.1
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MANAGER'S COMMENTS

MARKET REVIEW

The month of November welcomed a recovery of 1.3%, reducing the year to date negative return to 4.3%. President Donald Trump's tweets on his positive conversation with President Xi Jingping and dovish Fed talks boosted the global equity markets, even as Brent oil fell by more than 20%.

Within markets, Emerging Markets outperformed Developed Markets, with the United States (+1.7%) underperforming against Asia ex-Japan (+5.2%). Meanwhile, Japan eked out a small gain of +0.4% but Europe (-1.0%) underperformed in November. Within sectors, health care (+5.4%), real estate (+4.4%) and telecommunications (+3.9%) outperformed, while energy (-3.9%) and information technology (-2.0%) suffered in November.

The Australia market, as measured by the ASX 200 (-2.8%), was the worst performing major market, even as the AUD appreciated 3.3% against the USD. Information technology was the only sector that ended the month higher, partly due to the large sell-off in October. Energy was the largest underperformer, as oil prices corrected on surging supplies and fears of weaker demand due to the economic slowdown. Materials also underperformed as iron ore prices declined by 13.4%. Banks managed to outperform despite continued overhang from the royal commission inquiry into misconduct at banks.

RBA kept cash rate unchanged at 1.5% in November as expected. However, signaled forecast revisions to employment and inflation indicates that there is a more optimistic economic outlook. On the economic front, unemployment rate was held stable at 5.0% and wages increased 0.6% in 3Q18. However, both consumer and business confidence declined.

In 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 supplies ahead of Iran's sanction which caused unbalance in the market. The weaknesses in oil price was resulted in oil importing markets such as Philippines and Indonesia to rally.

Overall, the portfolio fared well during this risk on November month. However, one of our key deflector was Genting Malaysia (GENM). GENM is suing Fox for USD1 billion after Fox decided to terminate the Memorandum of Agreement signed between them for the rights to the 21st Century Fox outdoor theme park. From GENM's court filings, we understand that they have laid out ~USD 750m in expenses for the theme park to date. Due to material changes to the company's fundamentals, we have since exited this position.

MARKET OUTLOOK AND STRATEGY

The fund outperformed the index as we turned defensive, raising our cash levels quickly in October. We expect a volatile market in near term, but do see China's supportive policies as an important game changer in stabilizing sentiments and the economy. Furthermore, with the trade tension showing budding signs of revalidation, we are cautiously optimistic on the market for the rest of the year. Markets are trading close to historical trough, which adds to the attractiveness of using some cash to nibble on stocks that display solid fundamentals, despite the headwinds from macro factors.

Like what we have highlighted in our previous newsletters, we remain positive on oil prices and the E&P sector. We believe capex spending is starting to show sign of recovery. "Higher for longer" oil prices will be beneficial for E&P companies. The capex related sector recovery is expected to be broader in 2019 than 2017-18. We would keep our overweight position in gas-related companies as well.

We remain selective on the hardware technology sector and have equal-weighted high beta exposures in Taiwan and Korea, preferring companies with defensives earnings growth drivers. We continue to favour TSMC as the dominant leader in cutting edge chips.

ASEAN is looking attractive and seems to be bottoming out as suggested by its relative outperformance during October's meltdown. We will be adding some weight to the region, especially into the financials and consumer sectors based on our bottom up analysis. Over the next 5-10 years, Asia, especially ASEAN, will emerge as the region with relatively stronger growth compared to the rest of the world. ASEAN, with its 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 12.1 and is classified as "Very High". (source: Lipper) "Very High" includes funds with VF that are 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 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 stock market risk, currency risk, liquidity risk, country risk, sector risk, interest rate risk, credit/default risk, issuer risk, inflation/purchasing power risk and regulatory 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.