

RHB ENTREPRENEUR FUND

The Fund aims to achieve long term capital appreciation through investments in securities of companies that possess entrepreneurial characteristics as determined by the Manager.

INVESTOR PROFILE

This Fund is suitable for Investors who:

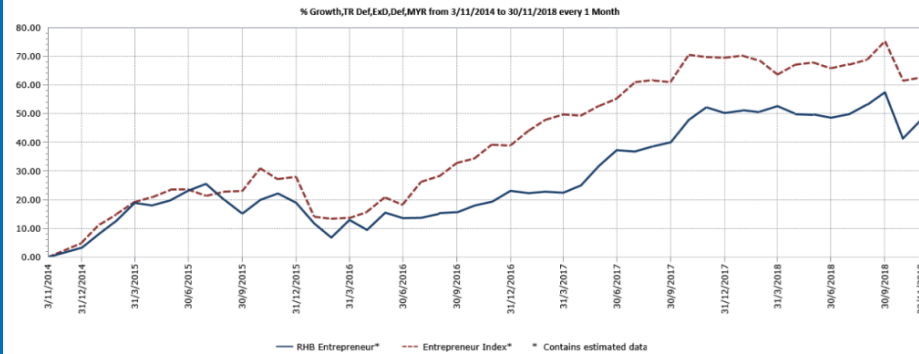
- wish to participate in the potential and investment opportunities of the Japan and Asian economies;
- wish to invest in companies which possess entrepreneurial characteristics; and
- are willing to accept high risk in their investments in order to achieve capital growth in the long term.

INVESTMENT STRATEGY

- 70% to 98% of NAV: Investments in securities of companies that are listed on the stock exchanges of Japan and other Asian markets.
- 2% to 5% of NAV: Investments in liquid assets including money market instruments and Deposits.

FUND PERFORMANCE ANALYSIS

Performance Chart Since Launch*



Cumulative Performance (%)*

| | 1 Month | 3 Months | 6 Months | YTD |
|-----------|---------|----------|----------|-------|
| Fund | 4.44 | -3.72 | -1.45 | -1.89 |
| Benchmark | 0.68 | -3.69 | -3.02 | -4.01 |

| | 1 Year | 3 Years | Since Launch |
|-----------|--------|---------|--------------|
| Fund | -3.18 | 20.60 | 47.46 |
| Benchmark | -4.15 | 27.86 | 62.62 |

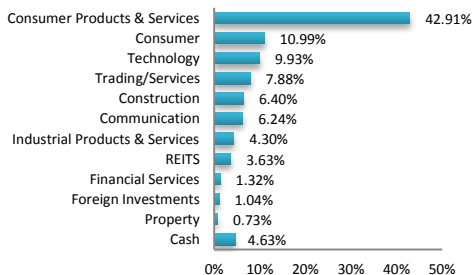
Calendar Year Performance (%)*

| | 2017 | 2016 | 2015 |
|-----------|-------|------|-------|
| Fund | 22.08 | 3.41 | 15.25 |
| Benchmark | 21.92 | 8.59 | 21.99 |

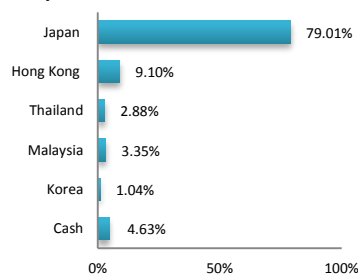
Source: Lipper IM

FUND PORTFOLIO ANALYSIS

Sector Allocation*



Country Allocation*



Top Holdings (%)*

| | |
|-----------------------------|------|
| RIDE ON EXPRESS HOLDINGS CO | 6.57 |
| MAEDA KOSEN CO LTD | 6.40 |
| SOFTBANK GROUP | 6.24 |
| TOSHO CO LTD | 5.89 |
| YAOKO CO LTD | 5.56 |

*As percentage of NAV

FUND STATISTICS

Historical NAV (RM)

| | 1 Month | 12 Months | Since Launch |
|------|---------|-----------|--------------|
| High | 0.5816 | 0.7073 | 0.7345 |
| Low | 0.5495 | 0.5264 | 0.4942 |

Source: Lipper IM

Historical Distributions (Last 4 Years) (Net)

| | Distribution (sen) | Yield (%) |
|-------------|--------------------|-----------|
| 25 Oct 2018 | 7.0000 | 10.48 |
| 26 Oct 2017 | 8.0000 | 13.47 |
| 31 Oct 2016 | - | - |
| 31 Oct 2015 | - | - |

Source: RHB Asset Management Sdn. Bhd.

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MANAGER'S COMMENTS

MARKET REVIEW

Global equity markets rose 3.3% in the last week of November 2018 to advance 1.3% during the month, curtailing year-to-date (YTD) losses to 4.3% as Federal Reserve Chairman Jerome Powell hinted at the possibility of approaching the end of the hiking cycle. Asia Ex Japan equities rose 5.2% in November 2018, reducing, YTD losses to -13.9%. The promise of an accommodative stance from the government especially towards the private sector at the end of October 2018 and optimism around a temporary truce in the United States-China trade war provided impetus to China (+7.3%) and Hong Kong (+7.0%) equities. Korea (+3.4%) underperformed relatively, given 3Q18 weak earning seasons and gloomy earnings outlook for the technology sector in the region. Weak guidance from Apple led to the downward revision on technology countries like Korea and Taiwan.

Over in Japan, Topix closed up 1.3% at 1,667 points for November 2018 while Nikkei Average closed up 2.0% at 22,351 points. Concerns over sluggish global economy, trade friction between United States and China and weaknesses in technology stocks continued to weigh on market. Drop in crude oil prices saw domestic funds focus on defensive and beneficiaries of lower oil prices. On a positive note, Japan's industrial production index grew 2.9% in October 2018, exceeding market consensus of 1.2%.

MARKET OUTLOOK AND STRATEGY

In Asia Pacific market, we continued to favour Japan in the near term. Japan earnings momentum is currently less bad. We forecast the economy to accelerate in 2019 and the potential for policy adjustment could provide a boost to the equity market. There is more certainty around Japan in the near term than other North Asian cyclical. Japan and China are our preferred plays on any re-rating. We like China on valuation grounds. Stock prices in China has priced in a lot of bad news.

DISCLAIMER:

Based on the fund's portfolio returns as at 15 November 2018, the Volatility Factor (VF) for this fund is 11.3 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 of the Fund are particular security risk, regional risk, currency risk and country 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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