

RHB EUROPEAN SELECT FUND

The Fund aims to achieve capital growth over the long-term* by investing in one target fund, i.e. the Threadneedle (Lux) - European Select Fund.

*Note: "long term" in this context refers to a period of between 5 - 7 years.

INVESTOR PROFILE

This Fund is suitable for investors who:

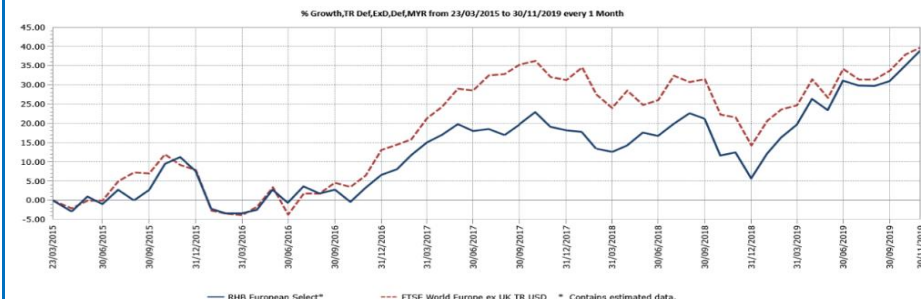
- are 'qualified investors' as defined in the Information Memorandum.

INVESTMENT STRATEGY

- At least 95% of NAV: Investments in units of Threadneedle European Select Fund.
- 2% to 5% of NAV: Investments in liquid assets including money market instruments and placements of cash.

FUND PERFORMANCE ANALYSIS

Performance Chart Since Launch*



Cumulative Performance (%)*

	1 Month	3 Months	6 Months	YTD
Fund	2.93	7.14	12.61	31.52
Benchmark	1.34	6.38	10.37	22.32

	1 Year	3 Years	Since Launch
Fund	23.61	34.60	38.96
Benchmark	15.00	31.32	39.75

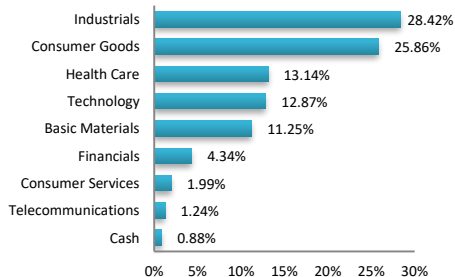
Calendar Year Performance (%)*

	2018	2017	2016
Fund	-10.56	10.85	-0.97
Benchmark	-12.95	16.07	4.85

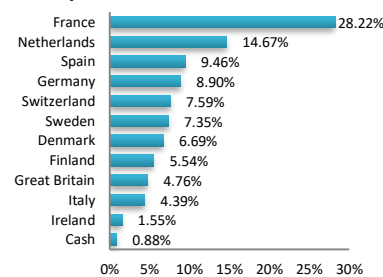
Source: Lipper IM

FUND PORTFOLIO ANALYSIS

Sector Allocation*



Country Allocation*



Top Holdings (%)*

RELX PLC	4.76
PERNOD RICARD SA	4.68
L OREAL SA	4.20
AMADEUS IT GROUP SA CLASS A	4.17
DASSAULT SYSTEMES SA	3.99

*As percentage of NAV

*Source: Threadneedle, 30 November 2019. Exposure in Threadneedle European Select Fund - 97.34%

FUND STATISTICS

Historical NAV (RM)

	1 Month	12 Months	Since Launch
High	0.6983	0.6983	0.6983
Low	0.6750	0.5192	0.4517

Source: Lipper IM

FUND DETAILS

Investment Manager	RHB Asset Management Sdn. Bhd.
Trustee	TMF Trustee Malaysia Bhd
Fund Category	Feeder Fund
Fund Type	Growth (Wholesales Fund)
Launch Date	03 March 2015
Unit NAV	RM0.6948
Fund Size (million)	RM40.04
Units In Circulation (million)	57.63
Financial Year End	28 or 29 February
MER (as at 28 Feb 2019)	0.45%
Min. Initial Investment	RM20,000.00
Min. Additional Investment	RM10,000.00
Benchmark	FTSE World Europe ex UK (RM)
Sales Charge	Up to 5.50% of investment amount*
Redemption Charge	None
Annual Management Fee	Up to 1.80% p.a. of NAV*
Annual Trustee Fee	Up to 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	Incidental

*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.

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MANAGER'S COMMENTS

SUMMARY

- ~ European markets rose in November.
- ~ The fund outperformed its benchmark index on a gross basis.
- ~ Key relative contributors included DSV and Amadeus.
- ~ We opened a new position in Lonza.

MARKET BACKGROUND

European stocks extended their advance in November. The portfolio's benchmark index climbed by 2.6% in euro terms, bringing the gain since the start of 2019 to 25.5%. Turkey, Ireland and Denmark led November's gains. In sector terms, technology and industrials found favour, while laggards included utilities, energy and communication services.

Economic data was generally positive, notably in the US, while continued optimism about a Sino-American trade agreement also bolstered markets as the US and China discussed a potential gradual removal of tariffs on each other's goods.

Germany's economy only narrowly avoided recession in the third quarter, growing just 0.1%, according to preliminary data. More positively, eurozone inflation rose more than expected in November, a sign that the region's economy may be stabilising after a downturn, and the widely watched ZEW index of economic sentiment for Germany came in much higher than predicted.

The UK economy expanded by an estimated 0.3% in the third quarter of 2019, rebounding from a contraction in the second quarter. A general election is to be held in December; the results will have significant ramifications for Brexit.

ACTIVITY

The Target Fund Manager opened a new position in Lonza, which sells high added value ingredients and is a key provider to the pharmaceutical and biotech industries. The Target Fund Manager was able to buy the shares at a good price following the CEO's departure.

The Target Fund Manager sold Kingspan; shares in the building-insulation firm had rallied strongly – this is a cyclical business with some Brexit risk. Interxion was another sale following a takeover bid.

MARKET OUTLOOK

Loose monetary policy aims to stimulate economic growth and, if effective, this should revive corporate profitability. The evidence of a weaker economy in Europe comes mainly from the manufacturing sector; the consumer sector remains reasonably buoyant.

The outcome of Brexit remains unclear, although political developments in Italy have reached some stability, and the new government is likely to reduce friction with Brussels over the budget and other issues. Tensions with Iran and over global trade are unhelpful but any positive resolution is likely to boost market sentiment. While global growth has been downgraded, fiscal stimulus in China is expected to help, and the US is likely to ensure recession is avoided in the run up to the 2020 elections.

The Target Fund Manager's main focus in managing this high-conviction portfolio is on stock selection. The Target Fund Manager seeks to identify high-quality companies with the pricing power to sustain strong returns.

DISCLAIMER:

Based on the fund's portfolio returns as at 10 November 2019, the Volatility Factor (VF) for this fund is 10.8 and is classified as "High". (source: Lipper) "High" includes funds with VF that are above 8.8 but not more than 11.2 (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 2019 which is calculated once every six months and is valid until its next calculation date, i.e. 31 December 2019.

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 Information Memorandum dated 3 March 2015 and its supplementary(ies) (if any) ("the Information Memorandum") before investing. The Information Memorandum 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 Information Memorandum relates will only be made on receipt of a form of application referred to in the Information Memorandum. The Fund are only offered to "qualified investors" as defined in the Information Memorandum. For more details, please call 1-800-88-3175 for a copy of the PHS and the Information Memorandum or collect one from any of our branches or authorised distributors.

The Manager wishes to highlight the specific risks for the Fund are market risk, currency risk, hedged share classes, effect of portfolio concentration and restrictive geographical market.

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.

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