

RHB GOLD AND GENERAL FUND

This Fund aims to achieve returns on investment mainly in securities of corporations (whether or not listed on any stock exchange, and in any part of the world) whose business (in any part of the world) is or is substantially in the mining or extraction of gold, silver or precious metals (e.g. platinum, palladium, rhodium etc.), bulk commodities (e.g. coal, iron ore, steel etc.), base metals of all kinds (e.g. copper, aluminium, nickel, zinc, lead tin etc.), and other commodities (e.g. industrial minerals, titanium dioxide, borates etc.) and it includes the mining or extraction of oil, gas, coal and alternative energy or other commodities or other minerals.

INVESTOR PROFILE

This Fund is suitable for investors who:

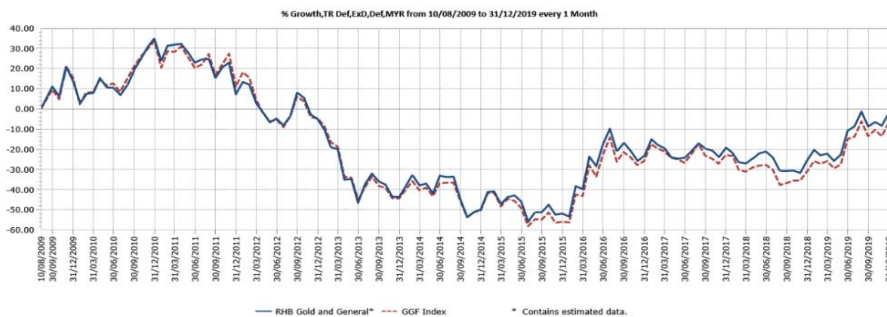
- wish to participate in the potential benefits derived from investment in companies involved in the mining and exploration of precious metals, energy or base metals;
- wish to diversify their investment portfolio from traditional asset classes; and
- are willing to accept a higher risk in their investments to obtain potentially higher returns in the long term.

INVESTMENT STRATEGY

- At least 95% of NAV: Investments in the units of United Gold and General 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	6.69	7.09	9.70	31.31
Benchmark	7.52	7.48	9.38	34.74

	1 Year	3 Years	5 Years	Since Launch
Fund	31.31	27.28	94.72	-2.17
Benchmark	34.74	25.53	87.10	-6.96

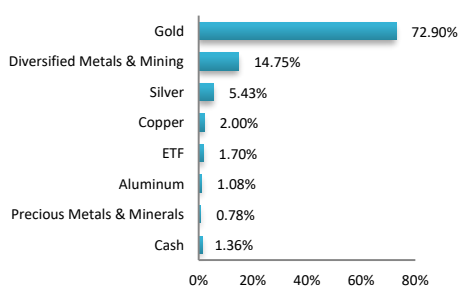
Calendar Year Performance (%)*

	2019	2018	2017	2016	2015
Fund	31.31	-7.97	5.32	59.38	-4.01
Benchmark	34.74	-10.48	4.07	68.12	-11.34

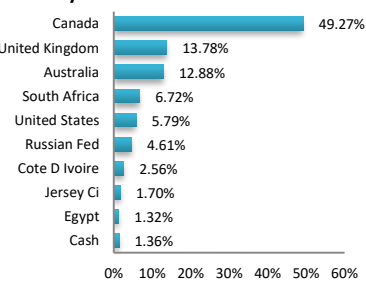
Source: Lipper IM

FUND PORTFOLIO ANALYSIS

Sector Allocation*



Country Allocation*



Top Holdings (%)*

AGNICO EAGLE MINES LTD	9.23
BHP GROUP PLC	8.71
BARRICK GOLD CORP	7.02
ANGLOGOLD ASHANTI LTD	6.72
NEWMONT GOLDCORP CORP	4.72

*As percentage of NAV

*Source: UOBAM, 31 December 2019. Exposure in United Gold & General Fund - 97.71%

FUND STATISTICS

Historical NAV (RM)

	1 Month	12 Months	Since Launch
High	0.3686	0.3811	0.6393
Low	0.3455	0.2736	0.1622

Source: Lipper IM

RHB GOLD AND GENERAL FUND

This Fund aims to achieve returns on investment mainly in securities of corporations (whether or not listed on any stock exchange, and in any part of the world) whose business (in any part of the world) is or is substantially in the mining or extraction of gold, silver or precious metals (e.g. platinum, palladium, rhodium etc.), bulk commodities (e.g. coal, iron ore, steel etc.), base metals of all kinds (e.g. copper, aluminium, nickel, zinc, lead tin etc.), and other commodities (e.g. industrial minerals, titanium dioxide, borates etc.) and it includes the mining or extraction of oil, gas, coal and alternative energy or other commodities or other minerals.

MANAGER'S COMMENTS

MARKET BACKGROUND

The gold price rose in December to close at US\$1,517 per troy ounce, an increase of 3.6% for the month. Some weakness in the US dollar saw a small increase in gold ETF holdings and, with gold technicals improving, prices rose to levels last seen in September 2019.

That left gold ahead for the fifth quarter in a row, up 3% from the end of the third quarter and up 18.3% over 2019 overall. Despite the progress in the US-China trade talks, persistent concern over the health of the world economy and political tensions in the Middle East continued to support gold buying. The NYSE Arca Gold Miners Index of gold companies rose in December, leaving it up 10.2% in the fourth quarter and up 41.3% for the year. M&A activity picked up strongly, with nine deals agreed or proposed from October to the end of December.

The platinum group metals (PGMs; platinum, palladium and rhodium) closed the year strongly, leaving them up 21.5%, 54% and 146%, respectively, over the 12 months. Supply fears have combined with tighter vehicle emissions regulations to outweigh a decline in internal-combustion-engine car sales (catalytic converters are a key source of demand for PGMs).

The price of iron ore was little changed over the quarter overall, with worries about slowing demand due to weak steel markets largely offset by seasonal Chinese restocking. Copper – usually regarded as a bellwether of the global economy – finished 2019 on a brighter note, 3.4% higher than at the end of 2018 at just under US\$6,150/tonne. The metal was buoyed by the cheerier news from the trade talks and some encouraging manufacturing data from China, a major source of copper demand. Declining inventories supported the rally.

MARKET OUTLOOK AND STRATEGY

With central banks committing (again) to supporting the world economy through relaxing monetary policy, gold's attractiveness remains high. If the world economy slows, gold should provide diversification to portfolios as equity markets would likely fall. If the easing works, then rising asset prices are likely to lift gold prices as

investors and central banks look to deploy cash. Added to this are rising Middle East tension and political uncertainty, given the US election later in 2020, which the Target Fund Manager expects to further support gold prices and potentially drive them higher. A strong economic recovery would most likely undermine gold prices, but with trade tensions ongoing, the Target Fund Manager believes this is less likely. The Target Fund Manager is optimistic on gold equities as sector consolidation and strong cashflows should be positive for them, even if gold prices merely hold at current levels.

Global industrial metal inventories remain low, limiting any concern of oversupply in early 2020. The lack of investment in metal production continues, with global capital expenditure expected to be similar or lower than in 2019, which will limit supply growth. However, demand remains relatively weak, and the Target Fund Manager believes it would need to recover for metal prices to sustain current levels for the rest of the year. Should there be a US-China trade agreement, metal prices will lift immediately. Within mining equities, the Target Fund Manager remains selective, holding high-quality companies with long-life assets and the ability to deliver sustainable returns and cash flows.

DISCLAIMER:

Based on the fund's portfolio returns as at 10 December 2019, the Volatility Factor (VF) for this fund is 18.3 and is classified as "Very High". (source: Lipper) "Very High" includes funds with VF that are 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 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 management risk and foreign investment risks such as currency risk and country risk and the specific risks of the Target Fund are market risk in the global markets, foreign exchange/currency risk, political risk, derivatives risk, liquidity risk, small capitalisation companies risk, single sector risk, commodities risk, broker risk, counterparty risk, equity risk and investment management 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.

RHB Asset Management Sdn Bhd (174588-X)

Head Office: Level 8, Tower 2 & 3, RHB Centre, 50400 Kuala Lumpur

General Line: 603-9205 8000

www.rhbgroup.com


RHB Asset Management Sdn Bhd (174588-X)

