RHB Asset Management

FUND FACTSHEET – FEBRUARY 2020

All data expressed as at 31 January 2020 unless otherwise stated

3-year Fund Volatility 12.4 very high Lipper Analytics 10 JAN 2020

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:

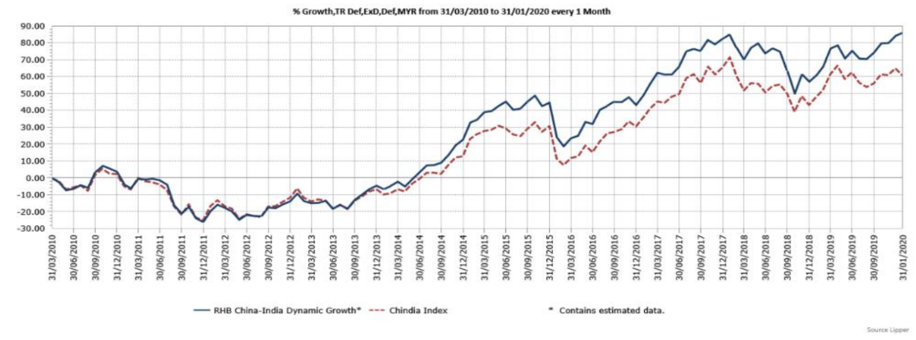
- wish to tap the growth prospects of two emerging growth engines of the world i.e. China and India;
- are willing to accept a higher risk in their investments to obtain potentially higher returns in the medium to long term; and
- seek capital appreciation.

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	**1.04**	**3.58**	**9.07**	**1.04**
Benchmark	-2.70	-0.56	2.55	-2.70

	1 Year	3 Years	5 Years	Since Launch
Fund	**15.57**	**24.92**	**40.06**	**86.00**
Benchmark	8.39	18.14	30.07	60.36

Calendar Year Performance (%)*

	2019	2018	2017	2016	2015
Fund	**17.20**	**-13.73**	**27.15**	**-0.90**	**17.79**
Benchmark	15.13	-12.72	30.57	2.34	13.06

Source: Lipper IM

FUND DETAILS

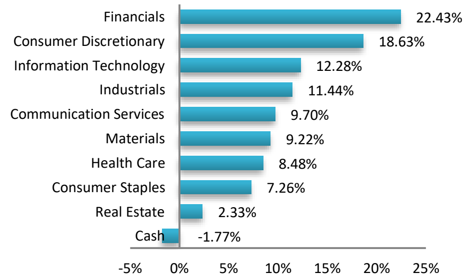
Manager	RHB Asset Management Sdn. Bhd.
Trustee	TMF Trustees Malaysia Bhd
Fund Category	Feeder Fund
Fund Type	Growth Fund
Launch Date	11 March 2010
Unit NAV	RM0.9300
Fund Size (million)	RM22.12
Units In Circulation (million)	23.78
Financial Year End	31 July
MER (as at 31 July 2019)	0.47%
Min. Initial Investment	RM1,000.00
Min. Additional Investment	RM100.00
Benchmark	25% MSCI China (RM), 25% SSE50 A Share (RM) and 50% MSCI India (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*
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.*

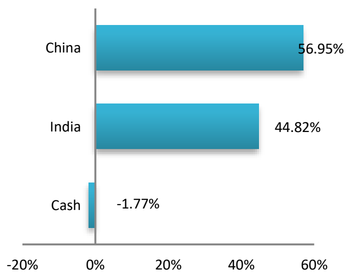
For the purpose of computing the annual management fee and annual trustee fee, the NAV of the Fund is exclusive of the management fee and trustee fee for the relevant day.

FUND PORTFOLIO ANALYSIS

Sector Allocation*



Country Allocation*



Top Holdings (%)*

ALIBABA GROUP HOLDING LTD	6.73
TENCENT HOLDINGS LTD	5.69
PING AN INSURANCE GROUP CO OF CHINA	3.64
BAJAJ FINANCE LTD	3.43
HDFC BANK LTD	2.69

**As percentage of NAV*

**Source: UOBAM, 31 January 2020. Exposure in United China India Dynamic Growth Fund - 97.09%*

FUND STATISTICS

Historical NAV (RM)

	1 Month	12 Months	Since Launch
High	0.9536	0.9536	0.9536
Low	0.9155	0.8020	0.3648

Source: Lipper IM

3-year Fund Volatility
12.4
very high
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RHB CHINA-INDIA DYNAMIC GROWTH FUND

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MANAGER'S COMMENTS

MARKET REVIEW

The U.S. economy expanded by 2.1% in the fourth quarter of 2019, leading to GDP growth of 2.3% for the full year 2019, the slowest such pace in three years. The full year growth is lower than 2.9% in 2018 and 2.4% in 2017. The growth target of 3% has remained elusive despite the USD 1.5 trillion tax cut package, which President Donald Trump had predicted would lift growth persistently above that threshold. Federal Reserve officials left interest rates unchanged within 1.5% to 1.75% range at their first meeting of 2020 after cutting the policy rates thrice in the latter half of the previous year as trade tensions and slowing global growth weighed on the economic outlook. The central bank repeated its prior view that the U.S. is growing at a "moderate rate" while inflation remains subdued.

SSE 50 China A Share fell 3.82% and MSCI China fell 4.73% (MYR terms) in the month of January 2020.

The China markets rose strongly in the beginning of the month as the US and China agreed to a phase 1 deal, leading economic indicators and activity started improving. MSCI China gained over 5% and SSE50 China gained 2%. The December official PMI improved to 50.2 from 50.1 the previous month, while the Caixin PMI remained steady at 51.5. December 2019 trade also rebounded with exports up 9% and imports up 17.7% the previous month. Industrial production also accelerated to 6.9% from 5.9% the previous month, and retail sales held steady at 8%.

However, sentiment turned negative in the last week of the month as fears of a virus pandemic gripped the markets. A few cases of the Novel Coronavirus in the city of Wuhan soon turned into thousands and spread across the whole of China and some overseas countries too. The Chinese government took strong action and ordered a lockdown/ quarantine of Wuhan city and the neighbouring Hubei province. Many countries also imposed travel bans to China and quarantines. Many factories and offices in China were also ordered to remain closed for at least another week after the Chinese New Year holiday. The Chinese government has injected lots of liquidity to help companies tied over the disruption.

With huge economic disruption caused by fear of the virus, the China markets corrected heavily in the last 2 weeks of January and ended the month negative.

China's economy grew 6.0% in the fourth quarter of 2019, the weakest growth rate in nearly three decades. The world's second-largest economy grew an annual 6.1% in 2019, lower than 6.6% in 2018 and the slowest in 29 years, but still within the government's target of 6-6.5%. The growth rate has been impacted by a prolonged trade conflict between China and US. While the recent truce and phase 1 of the deal between the two countries provides some relief that things may not worsen, any sharp pick-up is ruled out given the fragile nature of the deal and the threat from the rapidly spreading Coronavirus. Uncertainties lie in the medium term with core issues to be resolved with the US in phase two negotiations. At the same time, large chunk of the tariffs remains in place.

MSCI India fell 1.17% (MYR terms), Sensex fell 1.62% (MYR terms) and Nifty fell 2.03% (MYR terms) in January 2020.

MARKET OUTLOOK

Given the limited fiscal space available to the Government due to lower than expected tax collections in FY20 and measures already taken to provide stimulus for growth, the Finance Minister has refrained from providing significantly large budget allocations to any specific sector or any big-bang tax breaks. The steps taken in the budget are likely to provide support to the agriculture community, small scale businesses, and low-income groups to induce them to spend more on consumption. Given that these sections of the society have also been the most impacted by the recent slowdown in GDP growth, the Target Fund Manager believes Government has carefully chalked out the measures needed to provide support to them. The Target Fund Manager expects that growth shall rebound gradually as these benefits start to play out over the coming year.

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DISCLAIMER:

Based on the fund's portfolio returns as at 10 January 2020, the Volatility Factor (VF) for this fund is 12.4 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 31 December 2019 which is calculated once every six months and is valid until its next calculation date, i.e. 30 June 2020.

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 equity risk, single country, sector and regional risk, small and medium capitalisation companies risk, repatriation risk, regulatory risk, taxation risk and political 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.