

### 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:

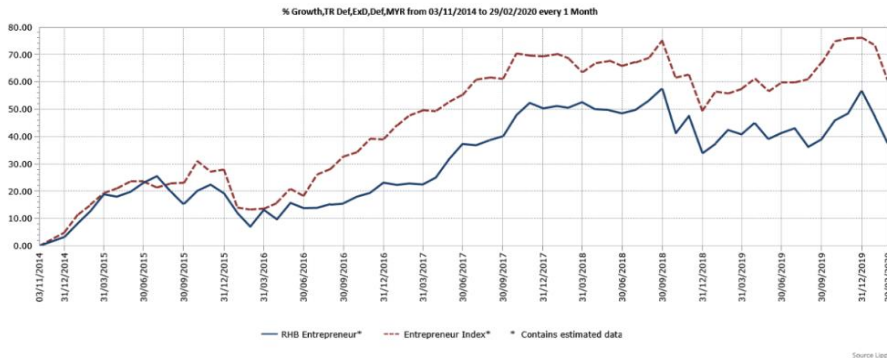
- wish to participate in the potential and investment opportunities of the Japan and Asian economies;
- wish to invest in companies which possess entrepreneurial characteristics; and
- are willing to accept high risk in their investments in order to achieve capital growth in the long term.

#### 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	-6.53	-7.36	0.95	-12.29
Benchmark	-7.27	-8.73	-0.28	-8.84

	1 Year	3 Years	5 Years	Since Launch
Fund	-3.37	11.95	22.00	37.50
Benchmark	3.07	8.64	39.70	60.59

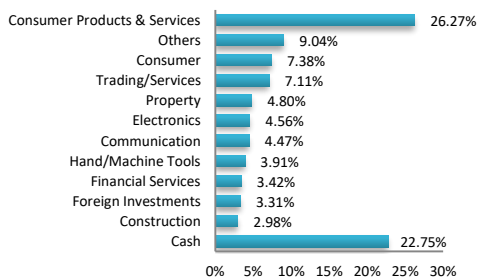
##### Calendar Year Performance (%)\*

	2019	2018	2017	2016	2015
Fund	17.10	-10.93	22.08	3.41	15.25
Benchmark	18.04	-11.90	21.92	8.59	21.99

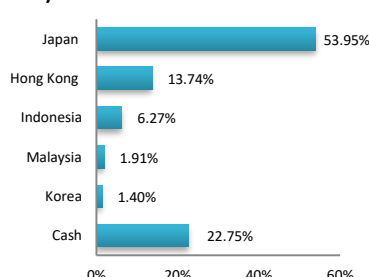
Source: Lipper IM

#### FUND PORTFOLIO ANALYSIS

##### Sector Allocation\*



##### Country Allocation\*



##### Top Holdings (%)\*

FUJI SEAL INTERNATIONAL	5.49
LIFULL CO LTD	4.80
NIDEC	4.56
SOFTBANK GROUP	4.47
TENCENT HOLDINGS LTD	4.15

\*As percentage of NAV

#### FUND STATISTICS

##### Historical NAV (RM)

	1 Month	12 Months	Since Launch
High	0.5652	0.5841	0.7345
Low	0.4997	0.4997	0.4942

Source: Lipper IM

##### Historical Distributions (Net)

	Distribution (sen)	Yield (%)
29 Oct 2019	4.5000	8.11
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.

## 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.

### MANAGER'S COMMENTS

#### MARKET REVIEW

Investor euphoria on global equities in January 2020 was punctured by concerns of global growth slowdown, triggered by the spread of the Coronavirus epidemic. Risk assets plunged with global equities declining 10.5% in the last week of February 2020. As the pandemic rippled across the world, investors sought safety in bonds, bringing down the 10-year US Treasury yield to 1.15%, with the futures market pricing in three potential rate cuts during the year. Developed Markets equities corrected 8.6% in February 2020 (YTD: -9.2%), led by the US (-8.3%) as it succumbed to the perils of elevated valuations. Emerging Markets equities (-5.3% in February 2020, YTD: -9.8%), which had already taken a hit last month, relatively outperformed Developed Markets in February 2020. As for Asia Ex-Japan, China (+1.0%) was the only country (out of 49) in the MSCI All Country World Index to advance in February 2020, as the virus outbreak peaked in the mainland early on in the month, while Korea (-7.3%) reported a spurt of new virus cases. India (-7.4%) relented from announcing any major fiscal stimulus in the Annual Budget, while political uncertainty weighed on Thailand (-12.6%) and Malaysia (-6.4%).

The TOPIX and Nikkei 225 fell 10.3% and 8.9%, respectively, in February 2020, the largest declines since December 2018. The increase in the number of people with COVID-19 globally gave rise to concerns about the negative impact on production and consumer activity in Japan. In the second half of the month, there were major corrections in the US and other major global equity markets, and in Japan, results for October-December 2019 at major companies and GDP data both indicated harsh business conditions, and these also appear to have been factors behind the decline in Japanese equities.

Over in China, MSCI China rose 1.3% in February 2020, outpacing MSCI EM by 6.7%pts. China equities started the month with a sharp sell-off and quickly recovered the losses as policy support began rolling out. While it appears COVID-19 is being contained in China, the virus spread outside of China has accelerated, triggering fresh fears on global growth.

#### MARKET OUTLOOK AND STRATEGY

The past several days have seen a sharp sell-off in risk assets after a spate of new cases outside of China, including outbreaks in Italy and South Korea, dashed investor hopes that the epidemic was close to being contained. The current economic environment are prompting a lot of listed companies to review spending commitments. We believe many corporates will consider actions that result in preserving capital until the impact of the current COVID-19 pandemic become clearer.

Both the spread and economic impact of the coronavirus have been more severe than what the market anticipated a few weeks ago. Consequently, we believe that global growth forecasts for 2020 will be cut further. The spread of the outbreak to Japan, South Korea, Italy and other economies means quarantines and restrictions on activity in economies outside of China. There's a high risk others are to follow.

The disruption to Chinese trade appears greater than a few weeks ago. That implies a deeper shock to global trade. Both of those will serve to further disrupt manufacturing supply chains. Flash PMI surveys for February 2020 showed weakening exports and disrupted supply chains. Those are likely to worsen, pointing to sharp falls in global industrial production in the weeks ahead.

We are cautious on the market going forward and will only look to accumulate at lower levels.

#### DISCLAIMER:

Based on the fund's portfolio returns as at 11 February 2020, the Volatility Factor (VF) for this fund is 13.0 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 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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