

### RHB RETIREMENT SERIES - CONSERVATIVE FUND

The Fund seeks to provide capital preservation for the Members' investment.

#### INVESTMENT STRATEGY

- At least 80% of NAV: Investments in fixed income instruments and/or money market instruments, of which a minimum of 20% of the Fund's NAV must be in money market instruments.
- Up to 20% of NAV: Investments in equities.
- Up to 5% of NAV: Investments in cash or cash equivalents.

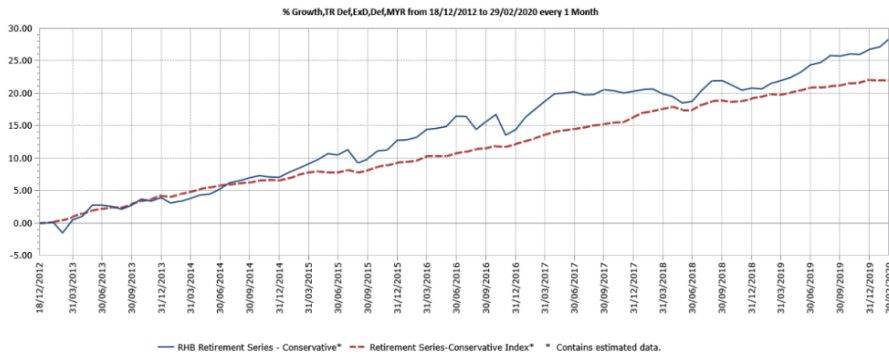
#### MEMBER'S PROFILE

This Fund is suitable for Members who:

- have low risk profile; and
- are in the age group of 50 years old and above.

#### FUND PERFORMANCE ANALYSIS

##### Performance Chart Since Launch\*



##### Cumulative Performance (%)\*

	1 Month	3 Months	6 Months	YTD
Fund	0.97	1.89	2.04	1.27
Benchmark	-0.03	0.29	0.74	-0.08

	1 Year	3 Years	5 Years	Since Launch
Fund	5.67	9.25	18.39	28.33
Benchmark	1.73	7.89	13.50	21.90

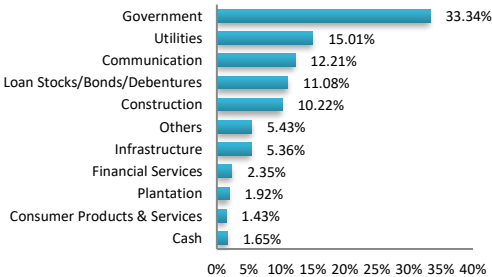
##### Calendar Year Performance (%)\*

	2019	2018	2017	2016	2015
Fund	4.97	0.37	5.16	1.51	5.26
Benchmark	2.41	2.51	3.69	2.67	2.61

Source: Lipper IM

#### FUND PORTFOLIO ANALYSIS

##### Asset Allocation\*



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

MALAYSIAN GOVERNMENT SECURITIES 2/2019 (15/08/2029)	16.91
MALAYSIAN GOVERNMENT SECURITIES 4.893% (08/06/2038)	16.43
BGSM MANAGEMENT SDN BHD 7.100% (28/12/2022)	12.21
AEON ICP 29D (20/03/2020)	11.08
KONSORTIUM PROHAWK SDN BHD 5.310% (28/06/2032)	10.22

\*As percentage of NAV

#### FUND DETAILS

Provider	RHB Asset Management Sdn. Bhd.
Trustee	Deutsche Trustees Malaysia Bhd
Fund Category	Core (Conservative)
Launch Date	18 December 2012
Unit NAV	RM22.52
Fund Size (million)	RM22.52
Units In Circulation (million)	40.98
Financial Year End	31 May
MER (as at 31 May 2019)	1.21%
Min. Initial Investment	RM100.00
Min. Additional Investment	RM100.00
Benchmark	10% FBM KLCI + 90% Maybank's 12 mths FD Rate Up to 0.50% of NAV per unit*
Sales Charge	Up to 0.50% of NAV per unit*
Redemption Charge	None
Annual Management Fee	Up to 1.00% p.a. of NAV*
Annual Trustee Fee	Up to 0.04% p.a. of NAV*
Switching Fee	None
PPA (Private Pension Administrator) Annual Fee	RM8.00*
PPA Pre-retirement Withdrawal Fee	RM25.00 per withdrawal*
PPA Transfer Fee	RM25.00 per transfer*
Annual PPA Administration Fee	0.04% p.a. of NAV*
Distribution Policy	Annually, if any

\*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 STATISTICS

##### Historical NAV (RM)

	1 Month	12 Months	Since Launch
High	0.5515	0.5515	0.5515
Low	0.5437	0.5195	0.4925

Source: Lipper IM

##### Historical Distributions (Net)

	Distribution (sen)	Yield (%)
May 2019	-	-
May 2018	-	-
23 May 2017	2.5000	4.78
26 May 2016	2.3500	4.47
29 May 2015	2.0000	3.82

Source: RHB Asset Management Sdn. Bhd.

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**PROVIDER'S COMMENTS****EQUITY 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.

Amidst the political uncertainty, interim Prime Minister Tun Mahathir announced an economic stimulus package with a headline impact of RM20 billion, mainly having three thrusts: 1) mitigating the impact of COVID-19; 2) spurring rakyat centric economic growth; and 3) promoting quality investments. Sectors which could see the most direct impact, in our view include transport and logistics, utilities and consumer.

In a twist of events in Malaysia's political arena over the past week we saw a new Prime Minister sworn in on 1 March 2020, with the King's blessing, believed to be backed by a majority comprised of the BN, PAS and Bersatu parties and a group of independent MPs. There is no clarity on the new cabinet at the time of writing, neither is there a clear agenda for the new coalition. FBM KLCI faced selling pressure on Monday morning (2 March) due to inherent domestic uncertainty in addition to the global economic slowdown and Covid-19 concern. FBM KLCI was down 3.16% for the month of February 2020 and 6.68% YTD to close at 1,482 points.

**EQUITY MARKET OUTLOOK AND STRATEGY**

The FBM KLCI is expected to remain volatile, with eyes on the next Parliament seating where Muhyiddin government could face a vote of no confidence. We expect the stock market and currency to face selling pressure. Brewers, gaming and contractors could be most vulnerable.

Low interest rate environment will be here to stay while economy will be weak for the quarter. Will focus on company with good dividend yield with reasonable valuation. At the same time, to bottom fish for companies with relatively good earnings visibility when the Coronavirus cases start to stabilize.

**FIXED INCOME MARKET REVIEW***US Treasuries*

10-year US Treasury (UST) yields rallied further in February 2020, from 1.50% at the start of the month to eventually end up at 1.15%, as the initial news of COVID-19 seemingly stabilising in China post the lockdown of major affected cities, risk took a big reversal as the Covid-19 outbreak continues to spread outside of China, fuelling fears of a global epidemic.

*Malaysian Ringgit Sovereign Bond*

On the local rates, both Malaysia's sovereign papers ie; Malaysia Government Securities (MGS) and Government Investment Issues (GII) extended rally during the month as anxiety over the spread of coronavirus deepened. Governor Nor Shamsiah was quoted to have indicated that there is ample room to adjust Overnight Policy Rate (OPR) as low inflation shall provide policy space for the action.

*Malaysian Ringgit Corporate Bond*

In the Malaysian Ringgit corporate bond/sukuk space, overall monthly trading volumes were a tad higher as compared to previous month amid supportive domestic bond market as headline risks dominated and as local investors pricing in another rate cut by BNM. With further rally seen in government securities space, demand for corporate bonds emerged especially in government guaranteed bonds category as investor selectively buying for yield enhancement and preservation of portfolios.

**FIXED INCOME MARKET OUTLOOK AND STRATEGY**

In the local fixed income market, we will maintain our active management strategy where we will be deploying cash into undervalued government bonds and selective credits where we are comfortable at with higher secondary trading prospect and liquidity potential for the flexibility of the portfolios.

**DISCLAIMER:**

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 Disclosure Document in relation to the RHB Retirement Series dated 2 December 2015 and its supplementary(ies)(if any) ("Disclosure Document"), before investing. The Disclosure Document 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 Disclosure Document relates will only be made on receipt of a form of application referred to in the Disclosure Document. For more details, please call 1-800-88-3175 for a copy of the PHS and the Disclosure Document or collect one from any of our branches or authorised distributors. The Provider wishes to highlight the specific risks of the Fund are equity risk, credit risk, interest rate risk, liquidity risk and income distribution risk. These risks and other general risks are elaborated in the Disclosure Document. 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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