

RHB DEPOSITS FUND

The Fund aims to provide investors with a high level of liquidity while providing reasonable returns by predominantly investing its assets in Malaysian Ringgit deposits placed with financial institutions in Malaysia.

INVESTOR PROFILE

This Fund is suitable for investors who:

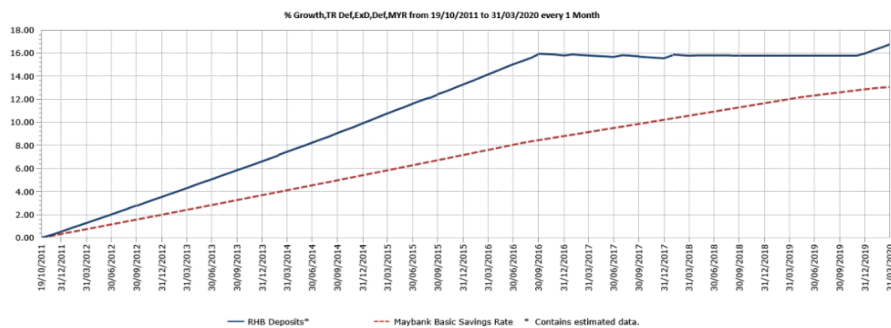
- require a high level of liquidity;
- are conservative and seek capital preservation;
- seek reasonable returns that commensurate with the low risks investments; and
- prefer a short term investment horizon.

INVESTMENT STRATEGY

- At least 98% of NAV: Investments in deposits with financial institutions which have a remaining maturity period of not more than 365 days.
- Up to 2% of NAV: Maintained in cash.

FUND PERFORMANCE ANALYSIS

Performance Chart Since Launch*



Cumulative Performance (%)*

	1 Month	3 Months	6 Months	YTD
Fund	0.24	0.69	0.86	0.69
Benchmark	0.04	0.17	0.41	0.17

	1 Year	3 Years	5 Years	Since Launch
Fund	0.86	0.87	5.44	16.77
Benchmark	0.93	3.57	6.81	13.05

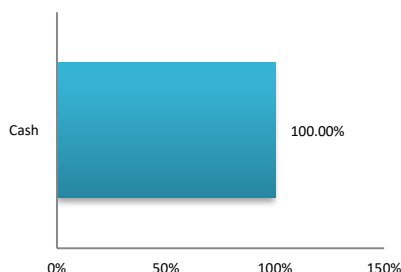
Calendar Year Performance (%)*

	2019	2018	2017	2016	2015
Fund	0.17	0.18	-0.17	2.21	3.07
Benchmark	1.08	1.30	1.30	1.53	1.66

Source: Lipper IM

FUND PORTFOLIO ANALYSIS

Asset Allocation*



*As percentage of NAV

FUND STATISTICS

Historical NAV (RM)

	1 Month	12 Months	Since Launch
High	1.0055	1.0055	1.0093
Low	1.0040	1.0021	1.0000

Source: Lipper IM

FUND DETAILS

Manager	RHB Asset Management Sdn. Bhd.
Trustee	HSBC (Malaysia) Trustee Bhd
Fund Category	Money Market Fund
Fund Type	Income Fund
Launch Date	19 October 2011
Unit NAV	RM1.0053
Fund Size (million)	RM44.26
Units In Circulation (million)	44.02
Financial Year End	31 October
MER (as at 31 Oct 2019)	Not available**
Min. Initial Investment	RM50,000.00
Min. Additional Investment	RM10,000.00
Benchmark	Maybank Berhad – Savings Account Rate
Sales Charge	None
Repurchase Charge	None
Annual Management Fee	0.40% p.a. of NAV*
Annual Trustee Fee	None
Switching Fee	RM25.00
Redemption Period	Redemption monies to be paid the next business day after receipt the request to repurchase
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.

**The MER is not comparable as the Fund being dormant.

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MANAGER'S COMMENTS

MARKET REVIEW

On the local rates, both Malaysia's sovereign papers ie; Malaysia Government Securities ("MGS") and Government Investment Issues ("GII") extended rally at the start of the month as an off-cycle rate cut by the Fed supported global bond rally. However, the local yields were sold-off from the middle of the month onward following the plunge in oil prices, weaker Ringgit and a broad-based selling in regional rates. The plunged in oil prices as a result of price war and supply pressure has influenced investors to re-adjust their positioning on local assets due to concern on higher revision in fiscal deficit amid thin market liquidity. Risk sentiments remains fragile, with USDMYR pair rising to 4.44 level before it stabilized towards month-end and settled at around 4.34 level. Despite the efforts by central banks easing and government packages around the globe, markets think it wasn't enough to contain the impact from Covid-19 outbreak. As such, risk off sentiments continued to persist and saw global investors dumping assets, especially in the emerging market space and repatriate funds; which resulted in shortage of USD liquidity globally. UST10y and gold were also not spared although US Fed cut the fed fund rate to zero.

Overall, the MGS and GII yield were sold-off with a higher magnitude during the month as risk-off sentiments at this juncture forcing investors to exit amid redemption and foreign selling pressure. Nevertheless, as investors shoring up expectations on more global central banking easing, we saw levels has been stabilizing especially on the front-end of the curve as recent cut on Statutory Reserve Requirement ("SRR") by BNM expected to lend further support on enhance liquidity in to the capital market. Month-on-month, MGS space bear-steepened with yields collapsing roughly about 40 bps to 60 bps across the tenors after some stabilizing towards the month end. The 3-, 5-, 7-, 10-, 15-, 20- and 30-year MGS closed the month at 2.74% (February-2020: 2.60%), 3.07% (2.63%), 3.22% (2.77%), 3.37% (2.81%), 3.62% (3.05%), 3.71% (3.22%) and 4.00% (3.58%) respectively. On the other hand, action on the GII – the Shariah compliant version of MGS, mirroring the same pattern with yield sold-off before stabilizing towards the end of the month. At month end, the 3-, 5-, 7-, 10-, 15-, 20- and 30-year GII were reported at 2.88% February-2020: 2.65%), 2.99% (2.67%), 3.31% (2.76%), 3.37% (2.86%), 3.72% (3.06%), 3.77% (3.27%) and 4.07% (3.61%) respectively.

On the local economic front, Malaysia's Consumer Prices Index ("CPI") report for February 2020 was below expectation at 1.3%, compared to a reading of 1.6% in the prior month, consensus at 1.4%. Sequentially, CPI was flat with quarterly adjustments in housing rentals offsetting lower retail fuel prices. In a statement on March 25, the Department of Statistics Malaysia ("DoSM") said the increase in the overall index was driven by the index of miscellaneous goods and services (2.5%), transport (2.4%), housing, water, electricity, gas and other fuels (1.6%) and communication (1.5%). With current low of global oil prices, most economists are expected to slash their 2020 inflation forecast. Taking into account the 25% collapsed in RON95 prices to MYR1.44/litre and with assumption of prices to stay around current levels through year-end of 2020, inflation is expected to stay low at around 0.2% to 0.5% for 2020, comparing to 0.7% in 2019. The risks are tilted to the downside on lower oil prices, softer domestic demand-pull pressures and further disinflationary administered measures.

DISCLAIMER:

Based on the fund's portfolio returns as at 10 March 2020, the Volatility Factor (VF) for this fund is 0.3 and is classified as "Very Low". (source: Lipper) "Very Low" includes funds with VF that are above 0.0 but not more than 1.8 (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 3 August 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 credit/default risk, inflation/purchasing power risk and interest rate 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.