

### 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:

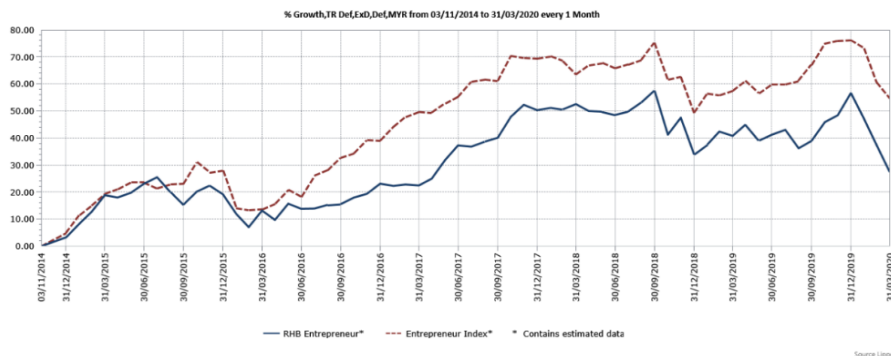
- wish to participate in the potential and investment opportunities of the Japan and Asian economies;
- wish to invest in companies which possess entrepreneurial characteristics; and
- are willing to accept high risk in their investments in order to achieve capital growth in the long term.

#### 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      | -7.34   | -18.73   | -8.31    | -18.73 |
| Benchmark | -3.73   | -12.24   | -7.42    | -12.24 |

|           | 1 Year | 3 Years | 5 Years | Since Launch |
|-----------|--------|---------|---------|--------------|
| Fund      | -9.45  | 4.03    | 7.15    | 27.40        |
| Benchmark | -1.82  | 3.27    | 29.65   | 54.60        |

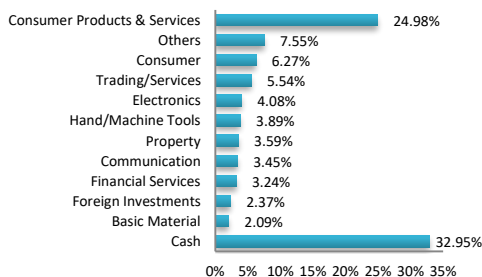
##### Calendar Year Performance (%)\*

|           | 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 |

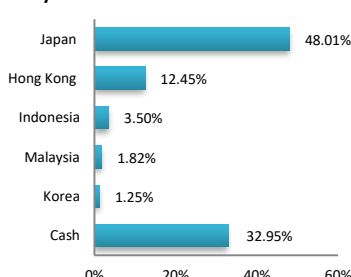
Source: Lipper IM

#### FUND PORTFOLIO ANALYSIS

##### Sector Allocation\*



##### Country Allocation\*



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

|                             |      |
|-----------------------------|------|
| NITORI HOLDINGS CO LTD      | 6.63 |
| TENCENT HOLDINGS LTD        | 4.19 |
| NIDEC CORP                  | 4.08 |
| DISCO CORP                  | 3.89 |
| FUJI SEAL INTERNATIONAL INC | 3.83 |

\*As percentage of NAV

#### FUND STATISTICS

##### Historical NAV (RM)

|      | 1 Month | 12 Months | Since Launch |
|------|---------|-----------|--------------|
| High | 0.5086  | 0.5841    | 0.7345       |
| Low  | 0.4318  | 0.4318    | 0.4318       |

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

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### MANAGER'S COMMENTS

#### MARKET REVIEW

The year started with some optimism on global growth after US and China reached an agreement to end the trade disputes. However, the positive sentiment was quickly turned into negative when Chinese government announced a lock down on Wuhan's residents when the Covid 19 outbreak was detected and spread rapidly in Wuhan. The lock down has impacted the supply chain to the manufacturing activities across the world. Risk assets plunged into a bear market in March 2020 in anticipation of an acute recession triggered by the dual onslaught of the COVID-19 pandemic and the oil price war.

Global equities slumped 13.7% in March 2020, capping off the quarter at -21.7%, the worst monthly as well as quarterly performance since the Global Financial Crisis, with all 49 countries in the MSCI All Country World Index ending in red. Commodities collapsed, led by the 55% nosedive by Brent Crude following the breakdown of the OPEC+ alliance.

Asia ex-Japan (-12.2% in March 2020; YTD: -18.6%) fared relatively better than its peers this month, thanks to the resolute outperformance of index heavyweight China (-6.6% in March 2020) as it witnessed a gradual restoration of economic activity following the easing of the prior lockdown.

The TOPIX and the Nikkei Stock Average lost 7.14% and 10.53% respectively over March 2020. Among March 2020's best performing sectors were electric power & gas, pulp & paper, and other products; worst performers, meanwhile, included mining, iron & steel, and marine transportation, all suffering as commodities were hit by coronavirus fears.

#### MARKET OUTLOOK AND STRATEGY

Covid-19 continues to spread across Europe, the US and beyond, and large scale restrictions on movement look set to cause a major downturn in economic activity, at least in the short term. The spread of the virus within Japan is also beginning to accelerate, and there remains a possibility of Tokyo going into lockdown. Corporate earnings are increasingly uncertain, in the face of the coronavirus pandemic and the collapse in oil.

We are of the opinion that the financial market is still unsettled for now due to the uncertainty of when the COVID 19 pandemic will end and for how long it will drag further. The supply disruptions caused by the lock down globally will result in the slowdown in the global productions and demand. In addition, the hoarding of essential items especially agriculture products by the producing countries to protect internal supply and consumption would have an impact on food inflation. The global lock down will have a negative impact on corporate profitability and cash flow if the lock down continues for long period of time. The world's economy is likely to go into recession.

Equity markets are likely to continue with volatility as new cases are still on the rise globally with US seeing the largest jump in numbers. Corporate earnings would also be downgraded further and the index might not reach its bottom yet.

The turning point would be where the number of reported cases globally recedes and countries start to lift the lock down globally.

#### DISCLAIMER:

Based on the fund's portfolio returns as at 10 March 2020, the Volatility Factor (VF) for this fund is 13.6 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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