

RHB EMERGING INCOME FUND - USD CLASS

The Fund aims to provide income[^] and capital growth by investing in one (1) target fund i.e. Schroder International Selection Fund Emerging Multi-Asset Income.
 Note: [^]The income is in the form of units of the Fund.

INVESTOR PROFILE

This Fund is suitable for:

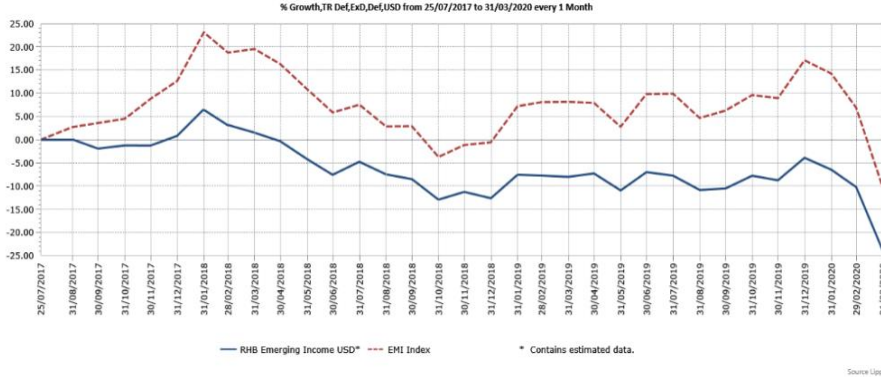
- ‘Sophisticated Investor(s)’ as defined in the Information Memorandum.

INVESTMENT STRATEGY

- At least 95% of NAV: Investments in the USD AX distribution share class of the Target Fund;
- 2% - 5% of NAV: Investments in liquid assets including money market instruments and placements of cash.

FUND PERFORMANCE ANALYSIS

Performance Chart Since Launch*



Cumulative Performance (%)*

	1 Month	3 Months	6 Months	YTD
Fund	-15.24	-20.80	-14.95	-20.80
Benchmark	-16.02	-23.32	-15.53	-23.32

	1 Year	Since Launch
Fund	-17.27	-23.94
Benchmark	-16.97	-10.21

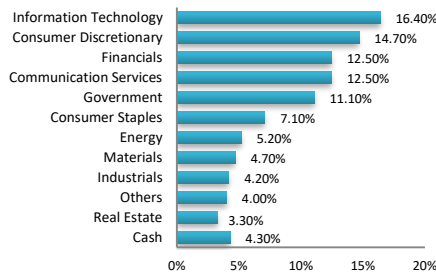
Calendar Year Performance (%)*

	2019	2018
Fund	9.98	-13.31
Benchmark	17.74	-11.72

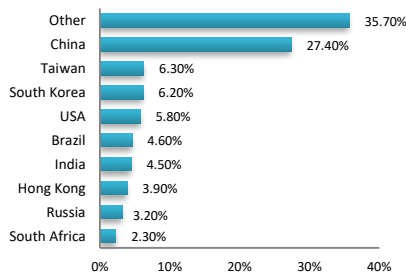
Source: Lipper IM

FUND PORTFOLIO ANALYSIS

Sector Allocation*



Country Allocation*



Top Holdings (%)*

TAIWAN SEMICONDUCTOR MANUFACTURING	2.40
TENCENT HOLDINGS LTD	2.30
ALIBABA GROUP HOLDING LTD	2.20
BROADCOM INC 8.0 (30/09/2022)	2.10
BUNGE LTD PERP 4.875 (31/12/2049)	2.00

*As percentage of NAV

*Source: Schroder, 31 March 2020. Exposure in Schroder International Selection Fund Emerging Multi-Asset Income - 97.08%

FUND DETAILS

Manager	RHB Asset Management Sdn. Bhd.
Trustee	HSBC (Malaysia) Trustee Bhd
Fund Category	Feeder Fund
Fund Type	Income & Growth Fund
Launch Date	04 July 2017
Base Currency	USD
Unit NAV	USD 0.7413
Fund Size (million)	USD 2.52
Units In Circulation (million)	3.41
Financial Year End	31 August
MER (as at 31 August 2019)	0.66%
Min. Initial Investment	USD 1,000.00
Min. Additional Investment	USD 500.00
Benchmark	50% MSCI Emerging Markets Index (USD) + 25% EMBI Global Diversified (USD) + 25% GBI-EM Global Diversified (USD)

Sales Charge Up to 5.50% of investment amount*

Redemption Charge None

Annual Management Fee 1.80% p.a. of NAV*

Annual Trustee Fee 0.06% p.a. of NAV*

Switching Fee USD 10.00 per switch*

Redemption Period Within 10 days after receipt of the request to repurchase

Distribution Policy Quarterly, 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 (USD)

	1 Month	12 Months	Since Launch
High	0.8942	0.9541	1.0762
Low	0.6806	0.6806	0.6806

Source: Lipper IM

Historical Distributions (Net)

	Distribution (sen)	Yield (%)
28 Aug 2018	1.1600	1.25
24 May 2018	1.2600	1.25

Source: RHB Asset Management Sdn. Bhd.

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MANAGER'S COMMENTS

MARKET REVIEW

The Target Fund Manager entered March of 2020 with accelerating fears surrounding Covid-19's impact on global growth before steep falls in crude prices, triggered by the breakdown of talks between Russia and OPEC, exacerbated investor nervousness, sending markets firmly into the red.

As borders closed and the severity of Covid-19 became more apparent, policy makers scrambled with a swathe of stimulus measures. Emerging market (EM) equities were firmly down, with US dollar strength a further headwind to both equity and local currency debt returns.

EMs most susceptible to external pressure underperformed, notably Argentina, Brazil, South Africa and India. Brazilian equities were particularly hard hit, with currency weakness and crude oil prices exacerbating falls. By contrast, Chinese equities were resilient as the number of active Covid-19 cases fell and the country began to get back to work. Other Asian markets also held up well in relative terms, as the epicentre of the outbreak moved to Europe. South Korea, where the response to Covid-19 has been deemed as more successful, and Taiwan, which has seen fewer cases, both outperformed.

Whilst March 2020 will go down as one of the most dramatic on record, the speed and size of the policy response so far has helped to provide a buffer from the worst of the effects of these unprecedented circumstances.

MARKET OUTLOOK

Looking forward, EM policymakers have responded swiftly and strongly with monetary and fiscal measures to the virus outbreak and the Target Fund Manager sees space for more policy easing on the horizon. This accommodative stance has been mirrored by their developed market counterparts.

While the Target Fund Manager don't believe, however, that low interest rates alone will re-ignite an EM economic recovery, the focus on liquidity provision is important for credit and signalling effect is important for risk assets. In addition, the ongoing gradual opening up of China, and the effectiveness of healthcare policies in Korea, provide grounds for cautious optimism.

The Target Fund Manager continues to expect substantial divergence across emerging market regions, asset classes and securities as the year progresses, and the Target Fund Manager believes the Target Fund Manager is well positioned to capitalise on these idiosyncratic opportunities.

Overall, the Target Fund Manager continues to believe the Target Fund is well positioned to capture the considerable EM growth and income opportunities, with a smoother path of returns than equities.

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 Information Memorandum dated 4 July 2017 and its supplementary(ies) (if any) ("the Information Memorandum") before investing. The Information Memorandum has been registered with the Securities Commission Malaysia who takes no responsibility for its contents. This update does not amount to indicate that the SC has recommended or endorsed the Fund. 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 Information Memorandum relates will only be made on receipt of a form of application referred to in the Information Memorandum. The Fund are only offered to "sophisticated investors" as defined in the Information Memorandum. For more details, please call 1-800-88-3175 for a copy of the PHS and the Information Memorandum 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, liquidity risk, country risk and currency risk and the specific risks of the Target Fund are capital risk due to distribution policy of Target Fund, capital risk due to negative yields, China country risk, counterparty risk for derivatives, counterparty risk for money market and deposit, credit risk, currency risk, derivatives risk, emerging markets and frontier risk, equity risk, high yield bond risk, interest rate risk, leverage risk, liquidity risk, operational risk. These risks and other general risks are elaborated in the Information Memorandum.

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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