RHB Asset Management

FUND FACTSHEET – APRIL 2020

All data expressed as at 31 March 2020 unless otherwise stated

3-year Fund Volatility 7.0 moderate Lipper Analytics 10 MAR 2020

RHB GLOBAL ALLOCATION FUND

This Fund aims to maximise total return expressed in Ringgit Malaysia by investing globally in equity, debt and short term securities, of both corporate and governmental issuers, with no prescribed limits.

INVESTOR PROFILE

This Fund is suitable for Investors who:

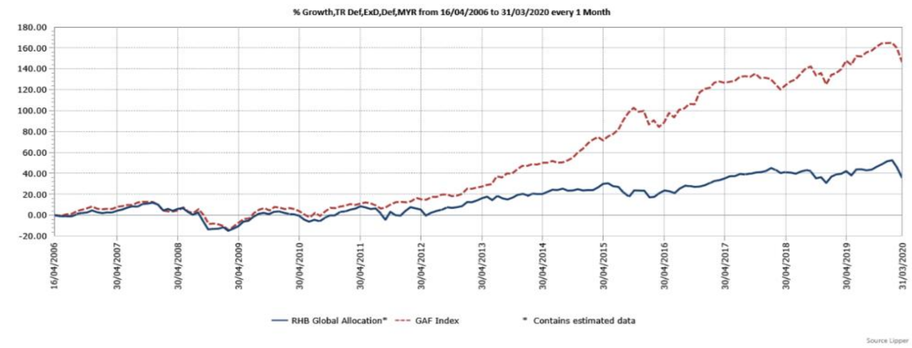
- a well-diversified investment across global markets;
- a flexible and dynamic asset allocation; and
- to invest in an established and proven foreign fund managed by a renowned international fund manager.

INVESTMENT STRATEGY

- At least 95% of NAV: Investments in Class A non-distributing shares of the BGF-GAF.
- 2% - 5% of NAV: Investments in liquid assets.

FUND PERFORMANCE ANALYSIS

Performance Chart Since Launch*



Cumulative Performance (%)*

	1 Month	3 Months	6 Months	YTD
Fund	**-6.86**	**-10.42**	**-5.53**	**-10.42**
Benchmark	-5.24	-6.93	-4.31	-6.93

	1 Year	3 Years	5 Years	Since Launch
Fund	**-2.81**	**1.68**	**7.41**	**35.92**
Benchmark	2.79	8.10	41.13	146.29

Calendar Year Performance (%)*

	2019	2018	2017	2016	2015
Fund	**15.71**	**-8.00**	**10.94**	**3.83**	**0.09**
Benchmark	17.59	-2.78	4.78	10.92	21.71

Source: Lipper IM

FUND DETAILS

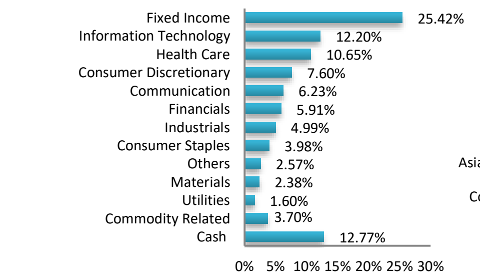
Manager	RHB Asset Management Sdn. Bhd.
Trustee	HSBC (Malaysia) Trustee Bhd
Fund Category	Feeder Fund
Fund Type	Growth Fund
Launch Date	27 March 2006
Unit NAV	RM0.6044
Fund Size (million)	RM19.72
Units In Circulation (million)	32.63
Financial Year End	31 August
MER (as at 31 Aug 2019)	0.43%
Min. Initial Investment	RM1,000.00
Min. Additional Investment	RM100.00
Benchmark	36% S&P 500(RM)+24% FTSE World(ex-US)(RM)+24% 5Yr US Treasury Note(RM)+16% Citigroup Non-USD World Govt Bond Index (RM)
Sales Charge	Up to 3.63% of investment amount*
Redemption Charge	None
Annual Management Fee	1.80% p.a. of NAV*
Annual Trustee Fee	Up to 0.07% 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.*

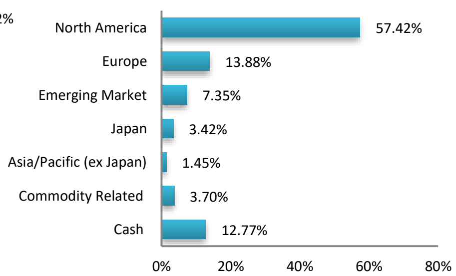
For the purpose of computing the annual management fee and annual trustee fee, the NAV of the Fund is exclusive of the management fee and trustee fee for the relevant day.

FUND PORTFOLIO ANALYSIS

Sector Allocation*



Region Allocation*



Top Holdings (%)*

TREASURY(CPI) NOTE 0.5 (15/04/2024)	4.63
TREASURY NOTE 1.75 (15/11/2029)	3.08
SPDR GOLD SHARES	2.00
MICROSOFT CORP	1.87
CHINA PEOPLES REPUBLIC OF GOVERNMENT 3.29 (23/05/2029)	1.73

**As percentage of NAV*

**Source: Black Rock, 31 March 2020. Exposure in BlackRock Global Allocation Fund - 97.61%*

FUND STATISTICS

Historical NAV (RM)

	1 Month	12 Months	Since Launch
High	0.6673	0.6988	0.6988
Low	0.5607	0.5607	0.3903

Source: Lipper IM

3-year Fund Volatility 7.0 moderate Lipper Analytics 10 MAR 2020

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MANAGER'S COMMENTS

TARGET FUND'S MAIN PORTFOLIO CHANGES

• The global equity market sell-off in March marked the most rapid decline to bear market territory since the onset of the Great Depression. Markets and investor sentiment fell sharply as the widespread impact of the coronavirus became a global pandemic and caused economic activity across most of Europe and the U.S. to temporarily halt across many industries as individuals were urged to stay home to slow the spread of the contagion. Monetary and fiscal response to combat this negative impact has been equally unprecedented, with a +$2 trillion stimulus package from the U.S. federal government and a willingness of the Fed to expand its balance sheet by an additional $4 trillion. The combined impact of the e U.S. fiscal and monetary response, if fully implemented, could approach nearly 30% of GDP.

• The Target Fund Manager added to select names across the consumer discretionary space including companies in the restaurant industry that they believe have become oversold. In addition, the Target Fund Manager has continued to add to companies in the homebuilding and home improvement space which the Target Fund Manager believes stand to benefit over the intermediate term from low interest rates and an eventual resumption in spending from U.S. consumers.

• The Target Fund Manager continued to add to names in the healthcare sector and increased exposure to companies in the managed care sector as the Target Fund Manager believes that risks associated with a single payer model in the U.S. have subsided materially. Additionally, the Target Fund Manager added to areas within the healthcare equipment sector that are involved in medical testing and virus detection. The Target Fund Manager also added to the biopharmaceutical industry given their belief it is attractively valued relative to other defensive sectors that have similar levels of sustainable growth characteristics. Within biopharma, the Target Fund Manager has an emphasis on companies that the Target Fund Manager believes to be well positioned from an R&D efficiency standpoint to drive incremental levels of free cash flow growth over a multi-year holding period.

• The Target Fund Manager added to select information technology companies that stand to benefit from the transition to cloud computing and select semiconductor exposure which the Target Fund Manager believes have limited business risk despite the economic downturn.

• Within financials the Target Fund Manager reduced positions with exposure to broader Asia. These reductions were made on a company-specific basis and were not prompted by any kind of broad-based concern about Financials generally. Financials represented the Target Fund's most significant underweight relative to its benchmark as of March month-end as the Target Fund Manager remains broadly underweight banks in the UK, Canada, and Australia.

• Portfolio duration was unchanged at 2.1 years as of March month-end, with the majority in U.S. duration as a hedge against equity volatility.

• Despite the unchanged total duration, the Target Fund Manager continues to manage their yield curve exposure to maximize the hedging properties of the book. As such, the Target Fund Manager rotated positions into the 30-year while further reducing their exposure to the short end. As the Federal reserve has reduced policy rates as far as they can, the Target Fund Manager feels that opportunities at the extreme long end of the curve have more potential to provide portfolio diversification than the other parts of the yield curve.

• Recent dislocations in the credit markets, coupled with historic efforts by the Federal Reserve to provide liquidity to various asset classes, have caused us to re-evaluate the risk/return potential of investment grade bonds. The Target Fund Manager selectively added to U.S. investment grade credit over the month, with the healthy new issue calendar giving us the opportunity to add a variety of names across industry sectors and the maturity spectrum.

• The Target Fund Manager managed their Agency MBS exposure over the course of the month, adding to existing positioning earlier in March amid market dislocation and then partially reducing exposure as liquidity improved from Fed purchases later in the month.

• The Target Fund Manager maintained their exposure to gold and gold-related securities. The Target Fund Manager believes gold can provide resiliency in the portfolio and prove to be an effective hedge against equity risk, particularly in environment where massive central bank bond purchases are likely to keep real-interest rates negative for the intermediate term.

• The Target Fund Manager holds exposure to cash in the Target Fund as a diversifying asset class to help manage risk in the portfolio. In addition to U.S. Treasury bills, the Target Fund Manager has exposure to short-term bills in Japan which are hedged from Japanese yen back to dollars and provide 125bps of excess yield relative to US treasury bills.

• Increased overweight positions to the U.S. Dollar (USD) and Japanese yen (JPY), as these currencies have historically proven to be reliable hedges during periods of market volatility. The Target Fund's USD and JPY increases were largely funded at the expense of the Euro, Australian dollar, Chinese yuan, and Indian rupee.

TARGET FUND'S POSITIONING

• Asset allocation (as % of net assets*): Equity: 58%, fixed income: 25%, precious metals: 4%, cash equivalents: 13%

• In his recent blog, Russ Koesterich discusses the magnitude and negative impact the economic restrictions enacted in response to COVID-19 will likely have on GDP growth in Q2. The rebound from there will be a function of 3 factors: the future path of the virus, the timing of lifting of business and personal restrictions and the efficacy of the stimulus. Within the portfolio, the Target Fund Manager remains a near-neutral equity posture, on the view that equity markets have already discounted a significant economic contraction, and the magnitude of the stimulus to be unleashed is unparalleled. Exposure to equities is focused on high quality companies that exhibit earnings consistency and are positioned as beneficiaries of secular themes within the healthcare, U.S. consumer discretionary, communication services, and technology sectors. Outside of equities, the Target Fund Manager holds a meaningful exposure to portfolio hedges, notably duration, gold-related securities, cash, as well as an overweight to the U.S. Dollar and Japanese Yen, to mitigate risk in the portfolio.

* All exposures are based on the economic value of securities and is adjusted for futures, options, and swaps (except with respect to fixed income securities) and convertible bonds. Numbers may not sum to 100% due to rounding.