

RHB ASEAN FUND

This Fund aims to achieve medium to long term capital appreciation through investments in securities of companies with high growth potential.

INVESTMENT STRATEGY

- 70% to 98% of NAV: Investments in equities and equity related securities (such as warrants).
- Up to 30% of NAV: Investments in fixed income securities such as government and semi-government bonds, corporate debt securities and money market instruments.
- 2% - 5% of NAV: Investments in liquid assets including money market instruments and deposits with financial institutions.

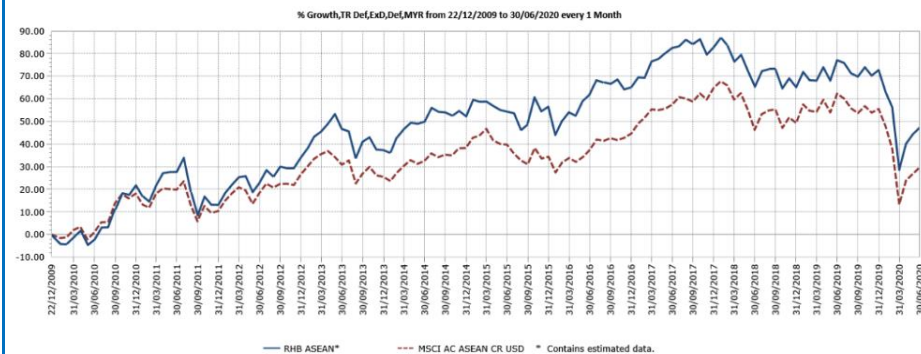
INVESTOR PROFILE

This Fund is suitable for investors who:

- wish to participate in the potential and investment opportunities of the fast growing ASEAN economies; and
- are willing to accept higher risk in their investments in order to achieve medium to long term capital growth.

FUND PERFORMANCE ANALYSIS

Performance Chart Since Launch*



Cumulative Performance (%)*

	1 Month	3 Months	6 Months	YTD
Fund	2.00	14.48	-14.73	-14.73
Benchmark	2.23	14.50	-16.60	-16.60

	1 Year	3 Years	5 Years	Since Launch
Fund	-16.83	-19.29	-4.61	47.25
Benchmark	-20.07	-17.63	-7.16	29.68

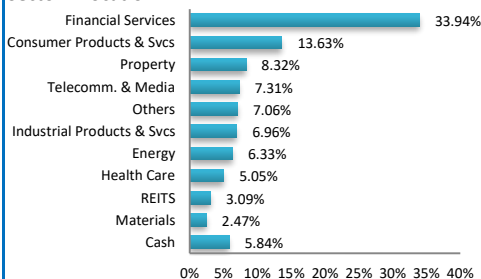
Calendar Year Performance (%)*

	2019	2018	2017	2016	2015
Fund	4.60	-9.74	10.85	5.55	2.67
Benchmark	4.17	-9.44	13.98	7.64	-2.79

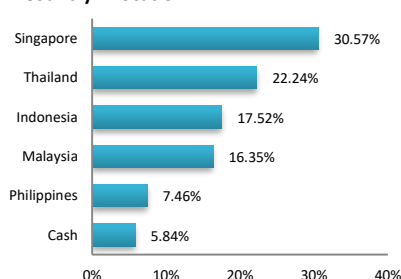
Source: Lipper IM

FUND PORTFOLIO ANALYSIS

Sector Allocation*



Country Allocation*



Top Holdings (%)*

OVERSEA-CHINESE BANKING CORP LTD	6.32
BANK CENTRAL ASIA TBK PT	6.28
DBS GROUP HOLDINGS LTD	5.77
UNITED OVERSEAS BANK LTD	3.72
CP ALL PCL	3.29

*As percentage of NAV

FUND DETAILS

Manager	RHB Asset Management Sdn. Bhd.
Trustee	HSBC (Malaysia) Trustee Bhd
Fund Category	Equity Fund
Fund Type	Growth Fund
Launch Date	02 December 2009
Unit NAV	RM0.3669
Fund Size (million)	RM8.84
Units In Circulation (million)	24.11
Financial Year End	30 April
MER (as at 30 April 2020)	2.16%
Min. Initial Investment	RM1,000.00
Min. Additional Investment	RM100.00
Benchmark	MSCI South East Asia Index (RM)
Sales Charge	Up to 5.50% of investment amount*
Redemption Charge	None
Annual Management Fee	1.80% p.a. of NAV*
Annual Trustee Fee	Up to 0.08% p.a. of NAV*
Switching Fee	RM25.00 per switch*
Redemption Period	Within 10 days after receipt the request to repurchase
Distribution Policy	Incidental

*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	0.3924	0.4854	0.6743
Low	0.3597	0.3192	0.3192

Source: Lipper IM

Historical Distributions (Net)

	Distribution (sen)	Yield (%)
24 Apr 2020	3.0000	6.67
25 Apr 2019	3.0000	6.13
20 Apr 2018	3.4000	6.05
28 Apr 2017	-	-
28 Apr 2016	6.0000	11.24

Source: RHB Asset Management Sdn. Bhd.

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MANAGER'S COMMENTS

MARKET REVIEW

ASEAN countries rallied strongly, with Philippines leading the charge at 6.2%, followed by Indonesia and Singapore, both at 3.2% in local currency returns. Philippines Peso was the only ASEAN currency that appreciated against the greenback at 1.5%.

Singapore Q1 2020 GDP contracted 0.7% YoY. CPI declined 0.8% YoY and NODX -4.5% YoY in May. Overall unemployment rate increased to 2.4% for the first quarter of 2020, compared to 2.3% in 4Q19. Employment contractions were observed across manufacturing, construction and service sectors. On the property front, 486 new private homes were sold in May, marking a rebound of 75.5% sequentially from the 277 sold in April, as virtual viewings replaced show galleries shut down due to Covid-19 measures. Separately, the government has kept the 2H20 GLS supply at the lowest level since the GFC. Singapore will be heading to the polls on 10 July.

The Philippines market rallied on the lifting of the lockdown in Metro Manila and the transition into the more relaxed General Community Quarantine (GCQ) as of June 1. On the national front, President Duterte has opted to extend the general community quarantine (GCQ) over Metro Manila and several areas in Luzon, Visayas and Mindanao until July 15. Meanwhile, Cebu City will still be under the most stringent enhanced community quarantine (ECQ) until July 15. This month saw the BSP cut its overnight rates by 50bps to 2.25%, with the objective of boosting the economy and improving market confidence. So far, the BSP has already cut 175 bps for the year.

The Bank of Thailand (BoT) cut its 2020 GDP forecasts significantly to -8.1% (down from -5.3%) as the impact from Covid-19 was more severe than its last assessment in March. BoT's latest GDP forecast implies that the current recession will be as deep as the Asian Financial Crisis (-7.6% in 1998) and much worse than the Global Financial Crisis (-0.7% in 2009). Exports plunged by -23% (vs. +2.1% in Apr) to record the sharpest decline since July 2009, weighed down by industrial exports (-27%).

Malaysia's headline inflation rate in May remained at -2.9% YoY, as a decline in housing and utility prices was offset by a slower pace of contraction in transport costs. Core inflation, which excludes food and energy costs, declined to 0.9% YoY from 1.3% YoY in April. Malaysia's manufacturing PMI shot up sharply to 51 in June, up from 45.6 in May. In capital market activities, retail participation continued to climb to 35.9% in June, while foreigners' participation dwindled to just 15.5% of market activity. Indonesia's headline inflation fell to 2.0% YoY in June, down from 2.2% YoY in May as food prices continued to decline.

MARKET OUTLOOK AND STRATEGY

We have moved our strategy towards a more neutral stance. The portfolio has tilted towards beneficiaries of an economy opening up. We have also increased our exposure to high yield dividend stocks but also increased our exposure to value plays.

Over the next 5-10 years, Asia and especially ASEAN will emerge as the region with relatively stronger growth compared to the rest of the world. ASEAN, with its structural advantage in demographics, will emerge as the complimentary piece to China's evolution into a giant consumption economy. Adding on to the commitments by the governments in Asia and ASEAN towards infrastructure development, the region will feature prominently as the place for equity investments. We would look to buy stocks during periods where investors largely ignore these positive developments in the region.

DISCLAIMER:

Based on the fund's portfolio returns as at 10 June 2020, the Volatility Factor (VF) for this fund is 15.2 and is classified as "High". (source: Lipper) "High" includes funds with VF that are above 12.8 but not more than 15.2 (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 September 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. 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 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 country risk and currency 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.