

RHB EMERGING INCOME FUND - RM 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:

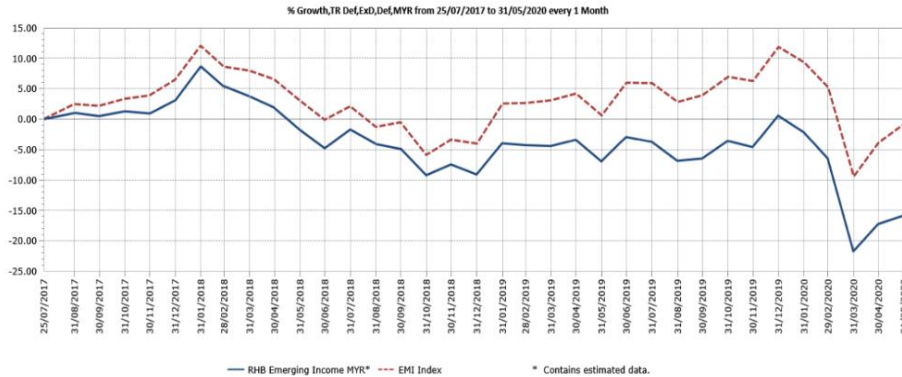
- 'Sophisticated Investor(s)' as defined in the Information Memorandum.

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	1.70	-10.01	-11.78	-16.35
Benchmark	3.20	-5.74	-6.65	-11.32

	1 Year	Since Launch
Fund	-9.55	-15.87
Benchmark	-1.40	-0.80

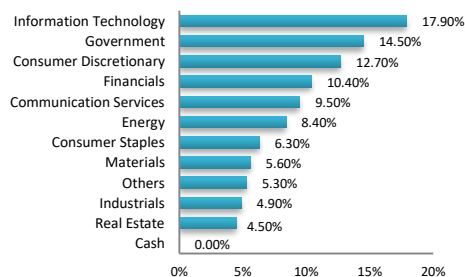
Calendar Year Performance (%)*

	2019	2018
Fund	10.68	-11.85
Benchmark	16.54	-9.85

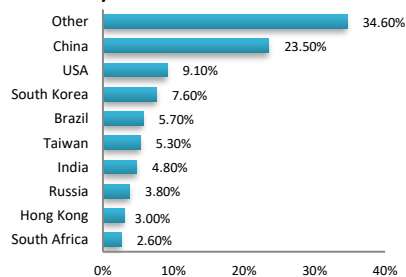
Source: Lipper IM

FUND PORTFOLIO ANALYSIS

Sector Allocation*



Country Allocation*



Top Holdings (%)*

ALIBABA GROUP HOLDING LTD	2.60
TENCENT HOLDINGS LTD	2.40
BROADCOM INC 8.0 30-SEP-2022	2.30
TAIWAN SEMICONDUCTOR MANUFACTURING	2.10
BUNGE LTD PERP 4.875 (31/12/2049)	2.00

*As percentage of NAV

*Source: Schroder, 31 May 2020. Exposure in Schroder International Selection Fund Emerging Multi-Asset Income - 97.24%

FUND STATISTICS

Historical NAV (RM)

	1 Month	12 Months	Since Launch
High	0.8199	0.9992	1.0968
Low	0.7805	0.6873	0.6873

Source: Lipper IM

Historical Distributions (Net)

	Distribution (sen)	Yield (%)
28 Aug 2018	1.2000	1.26
24 May 2018	1.3000	1.27

Source: RHB Asset Management Sdn. Bhd.

RHB EMERGING INCOME FUND - RM 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.

MANAGER'S COMMENTS
MARKET REVIEW

A mixed but ultimately positive month for emerging markets in May. The gradual reopening of economies in Asia as a result of declining infection rates was welcomed by investors, as was the fall in the US dollar and a recovery in crude prices, which combined, thrust index heavyweights Russia, Brazil and Mexico higher.

Increasing tensions between the US and China soured the mood late in the period, as did the sharp increase in Covid-19 cases in Brazil and India. The MSCI Emerging Market Index finished the month flat, where emerging local and hard currency bonds both posted gains in excess of 5%.

MARKET OUTLOOK

Whilst the Target Fund Manager may see a short term bounce in economic data as lockdowns are eased, the Target Fund Manager remains cautious over the medium term. Absent a medical breakthrough, the virus can only be contained via reduced economic activity and, the longer this drags on, the more likely the Target Fund Manager is to see second order impacts on businesses and employment. Adding to the uncertainty are increasing trade barbs between China and the US and, as the US election draws closer, the incentive to increase rhetoric rises. The path of the US dollar remains key for emerging markets, and recently it has started to weaken, supporting both emerging market local debt and equities. That said, volatile geopolitics and ongoing uncertainty surrounding coronavirus remain a challenge.

Overall the Target Fund Manager is comfortable with their current positioning, retaining a bias for quality which is well placed to continue to capture any rebound, whilst providing some comfort should the situation deteriorate. Dispersion between countries and regions is likely to remain high, requiring a selective and active approach to capitalise on evolving opportunities, and navigate the risks.

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.

RHB Asset Management Sdn Bhd (174588-x)
Head Office: Level 8, Tower 2 & 3, RHB Centre, 50400 Kuala Lumpur
General Line: 603-9205 8000
www.rhbgroup.com


RHB Asset Management Sdn Bhd (174588-X)

