

RHB GLOBAL ARTIFICIAL INTELLIGENCE FUND - USD CLASS

The Fund aims to achieve long-term[^] capital growth by investing in one (1) target fund.

Note: [^]“long-term” in this context refers to a period of between 5 – 7 years.

INVESTMENT STRATEGY

- At least 95% of NAV - Investments in the USD denominated class AT^{^^} units of the Target Fund;
- The balance of the NAV: Investments in liquid assets including money market instruments, deposits that are not embedded with or linked to financial derivative instruments (“Deposits”) and collective investment schemes investing in money market instruments and Deposits.

^{^^} Class “AT” refers to retail accumulation units of the Target Fund.

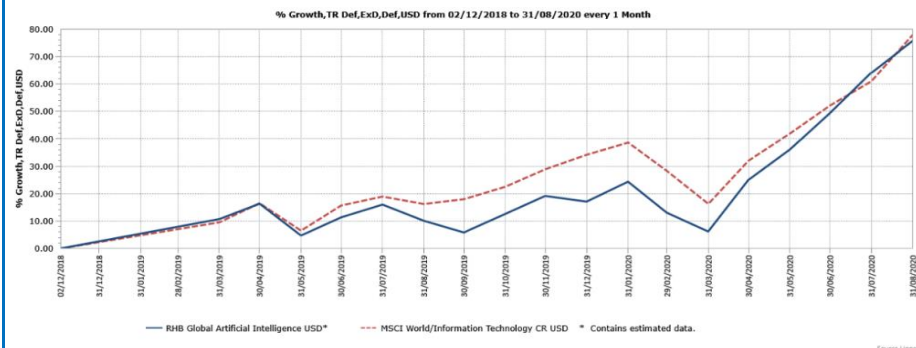
INVESTOR PROFILE

This Fund is suitable for:

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

FUND PERFORMANCE ANALYSIS

Performance Chart Since Launch*



Cumulative Performance (%)*

	1 Month	3 Months	6 Months	YTD
Fund	7.11	29.24	55.50	50.15
Benchmark	10.52	25.36	38.73	32.61

	1 Year	Since Launch
Fund	59.68	75.78
Benchmark	53.10	77.90

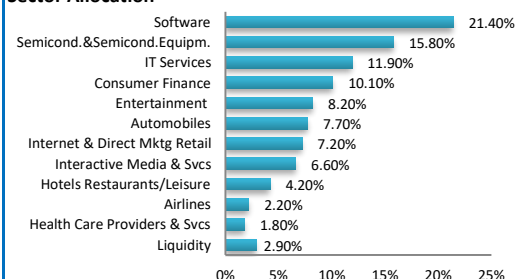
Calendar Year Performance (%)*

	2019
Fund	25.67
Benchmark	46.00

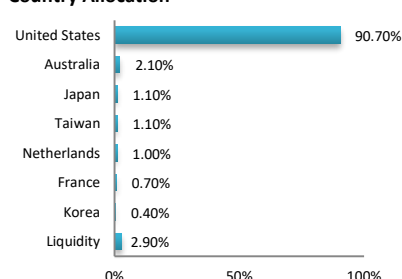
Source: Lipper IM

FUND PORTFOLIO ANALYSIS

Sector Allocation*



Country Allocation*



Top Holdings (%)*

TESLA MTRS INC	7.70
ROKU INC	5.00
AMAZON COM INC	4.50
SQUARE INC	4.00
CROWDSTRIKE HLDGS INC	4.00

*As percentage of NAV

*Source: Allianz Global Investors, 31 August 2020. Exposure in Allianz Global Investors Fund

- Allianz Global Artificial Intelligence - 92.75%

FUND DETAILS

Manager	RHB Asset Management Sdn. Bhd.
Trustee	SCBMB Trustee Berhad
Fund Category	Feeder Fund
Launch Date	12 November 2018
Base Currency	USD
Unit NAV	USD 1.7578
Fund Size (million)	USD 15.27
Units In Circulation (million)	8.58
Financial Year End	30 September
MER (as at 30 Sept 2019)	0.19%
Min. Initial Investment	USD 1,000.00
Min. Additional Investment	USD 500.00
Benchmark	MSCI World Information Technology Index
Sales Charge	Up to 5.00% of investment amount*
Redemption Charge	None
Annual Management Fee	Up to 1.80% p.a. of NAV*
Annual Trustee Fee	0.03% p.a. of NAV*
Switching Fee	USD10.00 per switch*
Distribution Policy	Incidental, 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	1.7592	1.7592	1.7592
Low	1.6361	0.8534	0.8534

Source: Lipper IM

RHB GLOBAL ARTIFICIAL INTELLIGENCE FUND - USD CLASS

The Fund aims to achieve long-term[^] capital growth by investing in one (1) target fund.

Note: [^]“long-term” in this context refers to a period of between 5 – 7 years.

MANAGER'S COMMENTS
WHAT HAPPENED

Global equities mounted a formidable rally over August, with US stocks hitting fresh record highs. Markets found support from hopes on COVID-19 vaccines and treatments along with expectations for prolonged ultra-low interest rates and highly accommodative monetary policy. Nevertheless, US-China tensions increased as the Trump administration issued executive orders on national security grounds against the social media apps TikTok and WeChat given their China links. In terms of sectors, Information Technology, Industrials, Communication Services and Consumer Discretionary led while Utilities, Energy and Real Estate underperformed.

Information Technology and related stocks outperformed the broader market during the period. Big US technology stocks continued their strong run, with Apple surpassing USD 2 trillion in market value for the first time in its history, supported by robust Q3 earnings and its plans to mount a stock split. Sentiment on various other US technology heavyweights continued to benefit from increased home working and online shopping. Software was mixed with several high-growth companies missing elevated expectations on their earnings calls while a handful of larger companies showed resilient results. Semis were also mixed with mobile handset levered names outperforming those linked to softening memory prices.

PORTFOLIO STRATEGY AND ACTIVITY

During the period, the Target Fund Manager exited a company that provides identity related solutions for targeted advertising. The Target Fund Manager is concerned about the rapid change that is happening in online advertising regarding targeting technologies.

The Target Fund Manager redeployed the proceeds to a specialty semiconductor company that designs and manufactures radio frequency integrated circuits and complete sub-system solutions for mobile communication applications. The Target Fund Manager believes the company is a key beneficiary of the build-out and adoption of 5G infrastructure and mobile devices. In the Target Fund Manager's view, as the 5G upgrade cycle unfolds over the next few years, the company is well positioned to deliver strong growth in revenues, expanding margins, and robust earnings and free cash flow.

The Target Fund Manager also purchased a company which operates a cloud-based platform for sales and marketing teams in the United States and internationally. The company's platform helps sales and marketing professionals identify target customers and pinpoint the right decision makers. The company leverages AI in multiple aspects of its product line from data collection to analytics to surface timely opportunities. While shares command a premium valuation, the Target Fund Manager believes this is justified given the combination of high growth and high profitability. However, due to this premium valuation, the Target Fund Manager would be patient in building out the position, looking for attractive entry points that provide compelling reward to risk ratios.

MARKET OUTLOOK

Looking into the remainder of 2020, the Target Fund Manager sees economies opening to varied degrees and timelines. While flare-ups in the virus are persisting and expected, the Target Fund Manager believes the strictest mitigation efforts were implemented during Q2 and a gradual recovery is underway. Company management teams sound optimistic that demand is returning but remain cautious on the magnitude of the recovery and the trajectory (ie, V-shaped versus W-shaped etc). In the Target Fund Manager's view, it is the former point on demand stabilisation and recovery that has driven US equity markets back to their highs. However, with the remaining uncertainties around the shape of the recovery, the Target Fund Manager has seen a relatively narrow recovery led by smaller secular growth companies along with mega-cap technology shares that have demonstrated resilient business models through this period.

The Artificial Intelligence strategy has performed well through this period with exposures to many of the secular growth companies finding strong markets for their solutions as new modes of work and consumption take shape. Over the past months, the Target Fund Manager has selectively added new opportunities in different industries where they noted dislocations and attractive valuations. Some of these positions face headwinds to the extent there is more uncertainty regarding the path of recovery. Nonetheless, the Target Fund Manager believes that through a combination of improved health care system preparedness, better individual education of social distancing, and progress towards therapies and vaccines, the trend toward normalcy is inevitable. Over time, the Target Fund Manager expects equity market performance to broaden and benefit some of the newer positions in the portfolio. This speaks to the Target Fund Manager's constructiveness on the overall equity market as significant segments carry attractive long-term risk-rewards for patient investors. In times of elevated volatility, risk management and staying active is critical to take advantage of opportunities as the market recovers.

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 contents of the PHS and Information Memorandum dated 12 November 2018 and its supplementary(ies) (if any) (“collectively known as the Information Memorandum”) before investing. The Information Memorandum has been registered with the Securities Commission Malaysia (“SC”) who takes no responsibility for its contents. The SC’s approval or authorization, or the registration of the Information Memorandum should not be taken to indicate that the SC has recommended 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. If in any doubt, consult your banker, lawyer, stockbroker or an independent financial adviser.

The Manager wishes to highlight the specific risks of the Fund are general market risk, currency risk, emerging markets risk, liquidity risk, company-specific risk, concentration risk, volatility risk and derivatives risk. These risks and other general risks are elaborated in the Information Memorandum.

This Fund 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.

This Fund Factsheet has not been reviewed by the SC.