

RHB CHINA BOND FUND - RMB CLASS

The Fund aims to maximise total return by investing in one (1) target fund.

INVESTMENT STRATEGY

- At least 95% of NAV: Investments in the RMB denominated class I6 units of the Target Fund.
- The balance of the NAV: Investments in liquid assets including money market instruments, Deposits and collective investment schemes investing in money market instruments and Deposits.

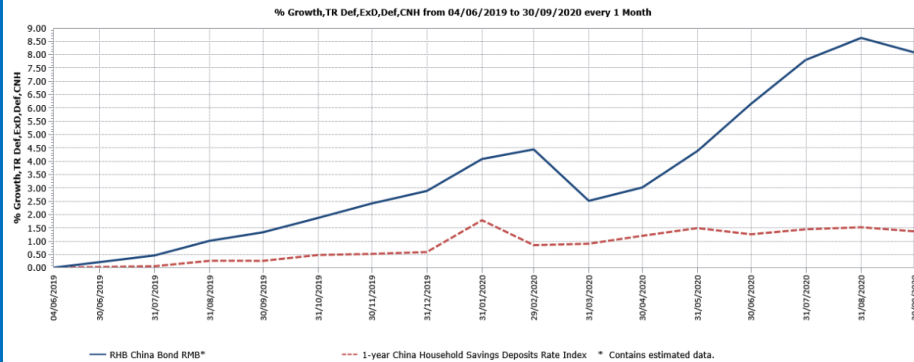
INVESTOR PROFILE

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	-0.51	1.82	5.43	5.06
Benchmark	-0.15	0.11	0.46	0.77

	1 Year	Since Launch
Fund	6.66	8.08
Benchmark	1.10	1.36

Source: Lipper IM

FUND DETAILS

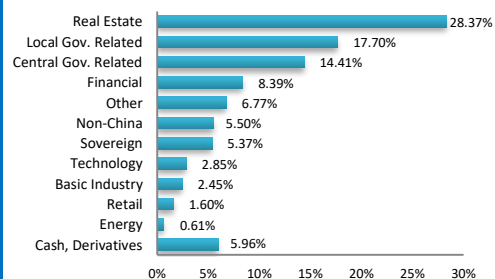
Manager	RHB Asset Management Sdn. Bhd.
Trustee	CIMB Commerce Trustee Bhd
Fund Category	Wholesale Feeder
Fund Type	Growth Fund
Launch Date	15 May 2019
Base Currency	RMB
Unit NAV	RMB1.0605
Fund Size (million)	RMB142.46
Units In Circulation (million)	134.33
Financial Year End	31 August
MER	Not available
Min. Initial Investment	RMB1,000.00
Min. Additional Investment	RMB500.00
Benchmark	1-year China Household Savings Deposits Rate Index
Sales Charge	Up to 3.00% of investment amount*
Redemption Charge	None
Annual Management Fee	Up to 1.20% p.a. of NAV*
Annual Trustee Fee	Up to 0.04% p.a. of NAV*
Switching Fee	RMB 50.00 per switch*
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.

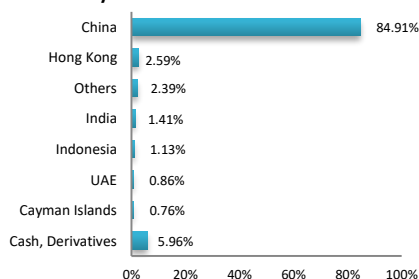
For the purpose of computing the annual management fee and annual trustee fee, the NAV of the Fund is exclusive of the management fee and trustee fee for the relevant day.

FUND PORTFOLIO ANALYSIS

Sector Allocation*



Country Allocation*



Top Holdings (%)*

YINCHUAN TONGLIAN CAPITAL INVESTME RegS 4.45 (10/06/2023)	1.59
COASTAL EMERALD LTD RegS 4.3 (31/12/2049)	1.39
CCCI TREASURE LTD RegS 3.425 (31/12/2049)	1.29
OVERSEAS CHINESE TOWN (ASIA) HOLDI RegS 4.5 (31/12/2049)	1.20
GUANGXI FINANCIAL INVESTMENT GROUP RegS 5.75 (23/01/2021)	1.16

*As percentage of NAV

*Source: Black Rock, 30 September 2020. Exposure in BlackRock Global Funds - China Bond Fund - 93.14%

FUND STATISTICS

Historical NAV (RMB)

	1 Month	12 Months	Since Launch
High	1.0699	1.0754	1.0754
Low	1.0588	0.9828	0.9828

Source: Lipper IM

Historical Distributions (Net)

	Distribution (sen)	Yield (%)
26 Aug 2020	1.0000	0.95
28 May 2020	1.0000	0.98

Source: RHB Asset Management Sdn. Bhd.

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)



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MANAGER'S COMMENTS
TARGET FUND'S PORTFOLIO ACTIVITY

Over the month, the Target Fund Manager has increased their onshore exposure from 20% to 30% mainly through onshore longer dated rates bond and high quality IG credit as part of the hedging strategy (against offshore vol around US elections). The Target Fund Manager has cut down their HY exposure from 36% to 31% over the month (mainly in the offshore space). The Target Fund Manager has trimmed down their offshore property exposure from 28% to 23% over the month ahead of market volatilities. The Target Fund Manager is looking to add back if there is any further correction in the offshore market to take advantage of the dislocated price given the Target Fund Manager is fundamentally constructive on the sector.

The portfolio remains income-focused with a yield of 7.5% with an average investment grade rating. The Target Fund Manager sees portfolio resilience and credit quality increasing in importance for investments in the coming months. The Target Fund Manager's portfolio has been resilient, exhibiting low drawdowns amidst the volatility associated with the coronavirus given the diversification between the onshore and offshore Chinese bond markets.

TARGET FUND'S POSITIONING

The Target Fund Manager continues to remain constructive on the offshore China USD credit market in general on back of solid fundamentals, positive technicals and attractive valuations given offshore still offers yield pickup compared to onshore after FX hedging. However, the Target Fund Manager does expect to see pickup in volatilities around US elections in the offshore market and therefore remain cautious in the near term.

Looking forward, the Target Fund Manager thinks US election noise will pick up with US/China tensions getting more attention as they go through the presidential debates starting Sep 29th. The risk of contested election will pick up further lead to high risk premia in the offshore market in late Oct/November, which could create dislocation opportunities across risk assets. The Target Fund Manager is looking to further increase portfolio resilience by increasing onshore allocation (to approximately 35%) focusing on IG names (mainly through central SOEs) and increase their cash level to high single digit over the next 1 month. The Target Fund Manager sees pick up in volatility and dislocation as an opportunity to add risk in the offshore USD credit space, and they might increase their offshore exposure to 70-75% post sell-off to take advantage of the dislocation opportunities in November.

Within HY:

The Target Fund Manager is positive on China HY property. Demand nationwide has improved since the start of March and they expect credit profiles to be stable due to lower debt requirements over the next 12 months. Most companies under the Target Fund Manager's coverage have pre-funded their USD debt obligations in Jan-Feb 2020 and have received new NDRC quota for refinancing up to 1H21. The onshore bond market is functioning for these companies to refinance onshore bonds and the Target Fund Manager has seen yields of new issuances onshore at fair levels. Thus, the Target Fund Manager sees refinancing risk being low. Within the China HY Property sector, the Target Fund Manager is mainly positive on larger issuers with more manageable leverage and more diversified funding channels.

The Target Fund Manager is selective on onshore short-dated industrial names with strong fundamentals for diversification. Valuations also become more attractive compared to offshore space.

Within IG:

The Target Fund Manager is positive on China state owned enterprises (SOEs). The ramping up of fiscal stimulus onshore means infrastructure spending to boost the economy, which should be beneficial for these companies. The Target Fund Manager is selective on central SOEs across both onshore and offshore given valuations are comparable at the moment. The Target Fund Manager prefers offshore LGFV offshore names given valuations still look attractive at the moment. Besides, the NDRC quota control means the supply pressure is limited. As the Target Fund Manager goes into local SOEs, LGFVs, they have to assess both the systematic importance of the entity and also the fundamentals of the corporate.

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 15 May 2019 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 cumulative 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 investor" 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 management risk, liquidity risk, country risk and currency risk and the specific risks of the target fund are fixed income transferable securities risk, emerging market risk, restrictions on foreign investments risk, portfolio concentration risk, bond downgrade risk, sovereign debt risk, distressed securities risk, contingent convertible bond risk, credit risk of issuers, liquidity risk, currency risk, derivatives risk and securities lending 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.