

RHB ENTREPRENEUR FUND

The Fund aims to achieve long term capital appreciation through investments in securities of companies that possess entrepreneurial characteristics as determined by the Manager.

INVESTOR PROFILE

This Fund is suitable for Investors who:

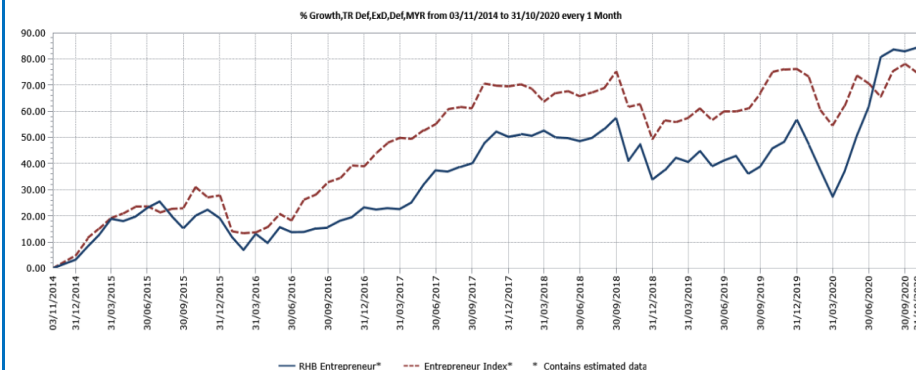
- wish to participate in the potential and investment opportunities of the Japan and Asian economies;
- wish to invest in companies which possess entrepreneurial characteristics; and
- are willing to accept high risk in their investments in order to achieve capital growth in the long term.

INVESTMENT STRATEGY

- 70% to 98% of NAV: Investments in securities of companies that are listed on the stock exchanges of Japan and other Asian markets.
- 2% to 5% of NAV: Investments in liquid assets including money market instruments and Deposits.

FUND PERFORMANCE ANALYSIS

Performance Chart Since Launch*



Cumulative Performance (%)*

	1 Month	3 Months	6 Months	YTD
Fund	0.77	1.88	34.52	17.59
Benchmark	-1.93	5.53	7.68	-0.91

	1 Year	3 Years	5 Years	Since Launch
Fund	26.35	24.63	53.56	84.33
Benchmark	-0.20	2.42	33.21	74.56

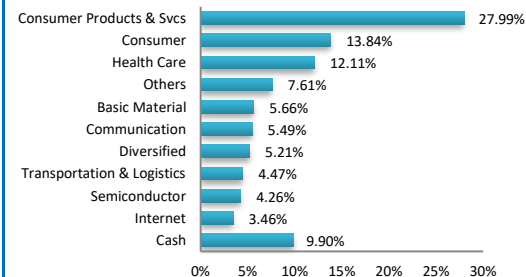
Calendar Year Performance (%)*

	2019	2018	2017	2016	2015
Fund	17.10	-10.93	22.08	3.41	15.25
Benchmark	18.04	-11.90	21.92	8.59	21.99

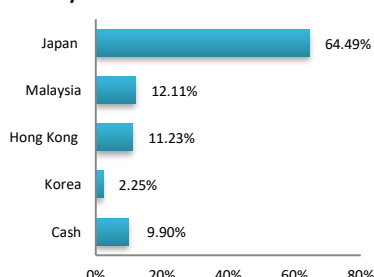
Source: Lipper IM

FUND PORTFOLIO ANALYSIS

Sector Allocation*



Country Allocation*



Top Holdings (%)*

TENCENT HOLDINGS LTD	8.57
NITORI HOLDINGS CO LTD	6.77
SUPERMAX CORP BHD	6.18
MCJ CO LTD	6.01
KOSSAN RUBBER INDUSTRIES	5.93

*As percentage of NAV

FUND STATISTICS

Historical NAV (RM)

	1 Month	12 Months	Since Launch
High	0.7021	0.7021	0.7345
Low	0.6205	0.4318	0.4318

Source: Lipper IM

Historical Distributions (Net)

	Distribution (sen)	Yield (%)
27 Oct 2020	5.0000	8.75
29 Oct 2019	4.5000	8.11
25 Oct 2018	7.0000	10.48
26 Oct 2017	8.0000	13.47
31 Oct 2016	-	-

Source: RHB Asset Management Sdn. Bhd.

RHB ENTREPRENEUR FUND

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MANAGER'S COMMENTS

MARKET REVIEW

World equity markets started off strongly in the month of October 2020 on the back of continued improvement in economic data. However, the resurgence of new COVID-19 cases particularly in US and Europe resulted most equity markets ended the month on the red. So far, the second wave of COVID-19 has been more pronounced in Europe and the US, forcing some countries to re-enact partial to complete shutdowns in select regions. The spurt in new cases cast doubts over the growth momentum in the near term. For the month, US declining 2.7%, Europe 5.7%, Japan 1.6%. Asia ex-Japan (+2.8% in October 2020, YTD: 6.4%) was the stand-out performer in October 2020 as it was the only region in the world to register an advance. China (5.3%) rode on rising investor optimism, as it unveiled the 14th Five Year Plan to set out on becoming an advanced socialist country with leading global influence by 2049. ASEAN advanced 0.4% after two consecutive down months, driven by Indonesia (8.6%) and the Philippines (7.9%), while political uncertainties weighed on Thai stocks (-2.3%).

The TOPIX and Nikkei 225 fell 2.8% and 0.9%, respectively. Japanese equities put in a solid performance in the first half of October 2020. Share prices fell in the beginning of the month as investors were concerned that President Trump had tested positive for COVID-19. His rapid recovery appeared to reassure market participants and Japanese equities ticked upwards on expectations for additional stimulus in the US. In the second half of the month, Japanese equities took a beating when stimulus talks got bogged down and on reports of major US pharmaceutical companies halting development of COVID-19 vaccines and treatments. Concerns over the economic outlook in Europe rose on a sharp rise in the number of COVID-19 infections. As fresh lockdowns came into effect across Europe's major economies through the end of the month, US equities fell sharply in the last week of October. Japanese share prices also fell in reaction to this decline.

Meanwhile, the cloud and digital transformation related companies will be favored by the policies proposed by the new Suga government. Investors will likely continue to be attracted by the mid-small caps benefited from the business opportunities arising from the pandemic. On the other hand, the ETF purchased by Bank of Japan has reached around ¥6.3 trillion. Individual investors has been net buying about ¥1.2 trillion. The sentiment of individual investors is good as reflected in the active trading of mid-small caps and the strong dip buying sentiment of domestic investors is the major upside factor in terms of supply-demand.

MARKET OUTLOOK AND STRATEGY

In November 2020 Japan market will likely be solid. The biggest highlight of the month will be the results of US presidential election and the US market trend afterwards. As more time will be necessary for the presidential results to be out, the investors will stay sideline in case the uncertain situations prolonged. Meanwhile, the ETF purchase by Bank of Japan and the dip-buying by retail investors are expected in market fall, and the supply-demand environment of Japan market is satisfactory. Although attention has to be paid to the development of COVID-19 infection as winter is coming, we do not think the market sentiment will be overly pessimistic.

DISCLAIMER:

Based on the fund's portfolio returns as at 10 October 2020, the Volatility Factor (VF) for this fund is 17.3 and is classified as "Very High". (source: Lipper) "Very High" includes funds with VF that are more than 15.4 (source: Lipper). The VF means there is a possibility for the fund in generating an upside return or downside return under 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 30 June 2020 which is calculated once every six months and is valid until its next calculation date, i.e. 31 December 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 contents of the PHS and Master Prospectus dated 6 October 2017 and its supplementary(ies) (if any) ("collectively known as the Master Prospectus") before investing. The Master Prospectus 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 Master Prospectus 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 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. 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 particular security risk, regional risk, currency risk and country risk. These risks and other general risks are elaborated in the Master Prospectus.

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.

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