

RHB GOLDEN DRAGON FUND

This Fund aims to maximise total returns through a combination of long term growth of capital and current income.

INVESTOR PROFILE

This Fund is suitable for investors who:

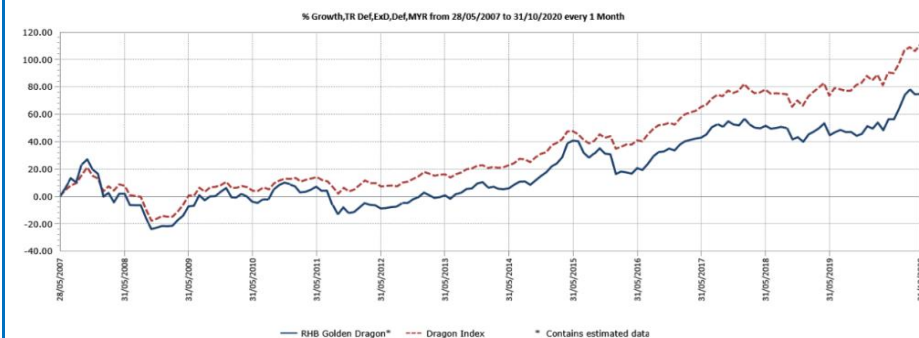
- are conservative and yet wish to participate opportunistically in the potential of the fast growing Greater China markets;
- seek a flexible investment mandate capable of capitalising and adapting to prevailing market conditions;
- are willing to accept moderate risk in their investments in order to achieve long term capital growth and income.

INVESTMENT STRATEGY

- 30% - 70% of NAV: Investments in securities of & securities relating to companies whose businesses are in the Greater China (i.e. the People's Republic of China, Hong Kong SAR and Taiwan) & are listed on the Greater China markets and/or other markets.
- 30% - 70% of NAV: Investments in Malaysian fixed income securities, money market instruments, cash and deposits with financial institutions.

FUND PERFORMANCE ANALYSIS

Performance Chart Since Launch*



Cumulative Performance (%)*

	1 Month	3 Months	6 Months	YTD
Fund	0.16	0.38	11.60	15.37
Benchmark	2.33	2.18	10.72	12.24

	1 Year	3 Years	5 Years	Since Launch
Fund	20.96	12.83	29.10	74.71
Benchmark	16.33	18.96	45.37	110.97

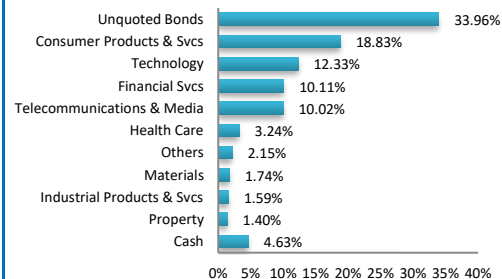
Calendar Year Performance (%)*

	2019	2018	2017	2016	2015
Fund	8.09	-7.74	13.68	2.02	11.36
Benchmark	13.01	-6.09	16.20	6.02	8.85

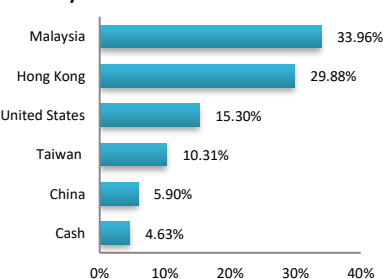
Source: Lipper IM

FUND PORTFOLIO ANALYSIS

Sector Allocation*



Country Allocation*



Top Holdings (%)*

MEX II SDN BHD	6.2% (29/04/2032)	11.97
ALPHA CIRCLE	5.6% (18/11/2022)	9.37
TENCENT HOLDINGS LTD		7.53
TAIWAN SEMICONDUCTOR MANUFACTURING		7.01
ALIBABA GROUP HOLDING LTD		6.65

*As percentage of NAV

FUND DETAILS

Manager	RHB Asset Management Sdn. Bhd.
Trustee	HSBC (Malaysia) Trustee Bhd
Fund Category	Equity / Bond Fund
Fund Type	Growth and Income Fund
Launch Date	08 May 2007
Unit NAV	RM0.6261
Fund Size (million)	RM27.73
Units In Circulation (million)	44.29
Financial Year End	31 December
MER (as at 31 Dec 2019)	2.06%
Min. Initial Investment	RM1,000.00
Min. Additional Investment	RM100.00
Benchmark	50% MSCI Golden Dragon Index (RM) + 50% RAM qs MGS 3-7 (medium)
Sales Charge	Up to 5.26% 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	Annually, 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 (RM)

	1 Month	12 Months	Since Launch
High	0.6483	0.6483	0.6483
Low	0.6242	0.5153	0.3026

Source: Lipper IM

Historical Distributions (Net)

	Distribution (sen)	Yield (%)
Dec 2019	-	-
Dec 2018	-	-
Dec 2017	-	-
28 Dec 2016	3.6000	7.51
16 Dec 2015	4.5750	8.24

Source: RHB Asset Management Sdn. Bhd.

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MANAGER'S COMMENTS

MARKET REVIEW

MSCI China rose 5.3% in October, outperforming EM and World by 3.4% and 8.5%. Onshore indexes largely plateaued, with SHCOMP and SZCOMP rising 0.2% and 2.3%, respectively. The outperformance could be attributable to 1) supportive 3Q20 earnings results. Of the 355 MSCI China constituents with consensus forecasts, 161 beat (45%), 71 were in line (20%), and 123 missed (35%). Earnings surprise coming in 9% above forecast; 2) robust performance of internet giants, mainly from Tencent and Alibaba which accounted for ~57% of MSCI China's October gain, driven by on-track consumption recovery and earnings resiliency; 3) strong September retail sales continues to signal recovery momentum, rising 3.3% yoy, and October PMI came in solid at 51.4; 4) The rising consensus of a Biden victory appeared positive for China equities, given a less disruptive foreign policy as proposed by Biden compared to Trump.

The Hang Seng Index rose 2.8% m/m in October, driven by a recovery in China shares against the improving macro backdrop, strengthening CNY and better-than-expected 3Q corporate earnings results. Hong Kong SAR domestic shares continued to underperform. Macau gaming (-5.8%) led the decline on subdued GGR data, -73% yoy in the month of October, which continue to weigh on the sector outlook. Local properties (-3%) retreated on the back of flattish property prices, while banks (+4.2%) saw some recovery attributed to robust IPO activities. Locally transmitted Covid-19 cases were maintained at low single-digits for the month and the government has further relaxed some social distancing measures, which include extending dine-in service hours and increasing the number of seating per table from four to six. The government also announced measures on reviving tourism by establishing a travel bubble with Singapore and allowing travel agents to organize local group tours of not more than 30 people.

The Chinese Communist Party (CCP) held the Fifth Plenum of the 19th Party Congress on October 26-29 to discuss the proposals for the 14th Five-Year Plan that runs from 2021 through 2025. The Fifth Plenum of the 19th Party Congress's key summary reiterated direction towards Quality Growth, and laid out non-numerical goals over long term (GDP per capita reaching level of mid income developed economies and expansion in mid income population), with a focus on innovation and market reform. Over next few months, NDRC will prepare more detailed draft of the 14th Five Year Plan to be submitted for final approval during the "Two Sessions" in March 2021. China's 3Q GDP growth came in below expectations, at 4.9% yoy (vs 3.2% in 2Q). That said, the 3Q activity data show encouraging signs of continued recovery, and a gradual rotation of the driving force behind the expansion from investment and exports to consumption.

MARKET OUTLOOK AND STRATEGY

As we enter into the last quarter of the year, we continue to expect China EPS growth to accelerate. Sector-wise, we expect to see positive growth in 2H for most of the sectors. While the major COVID-19 beneficiaries are expected to stay resilient despite some fading effects, some laggards in 1H are likely to undergo a strong recovery on the back of the release of pent-up demand and policy support, which may include real estate, industrials and materials. Further, positive vaccines announcement will help drive the laggards and value play, for example the banks and energy space. And a Biden win would pose a less disruptive foreign policy environment, which is positive for China.

We continue our focus on domestic-oriented sectors as external headwinds and geopolitical tensions remains in discussion. We also expect consumer staples and healthcare to be more resilient to potential second wave risks. Additionally, we are positioned in sectors that could benefit from a more permanent change in consumer behavior due to the outbreak include healthcare/grocery retailers/ online gaming/e-commerce. We are also mindful of policy tailwinds in consumer real estate and infrastructure FAI.

DISCLAIMER:

Based on the fund's portfolio returns as at 10 October 2020, the Volatility Factor (VF) for this fund is 9.6 and is classified as "Low". (source: Lipper) "Low" includes funds with VF that are above 3.3 but not more than 9.6 (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 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 3 September 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 restrictive geographical market, interest rate risk, credit and default risk, foreign investment risks such as country risk and currency risk and equities investment risks such as market risk and particular security 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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