

RHB ASEAN FUND

This Fund aims to achieve medium to long term capital appreciation through investments in securities of companies with high growth potential.

INVESTMENT STRATEGY

- 70% to 98% of NAV: Investments in equities and equity related securities (such as warrants).
- Up to 30% of NAV: Investments in fixed income securities such as government and semi-government bonds, corporate debt securities and money market instruments.
- 2% - 5% of NAV: Investments in liquid assets including money market instruments and deposits with financial institutions.

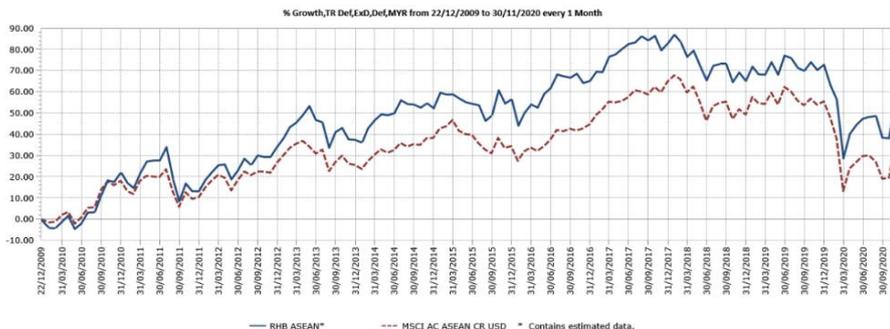
INVESTOR PROFILE

This Fund is suitable for investors who:

- wish to participate in the potential and investment opportunities of the fast growing ASEAN economies; and
- are willing to accept higher risk in their investments in order to achieve medium to long term capital growth.

FUND PERFORMANCE ANALYSIS

Performance Chart Since Launch*



Cumulative Performance (%)*

	1 Month	3 Months	6 Months	YTD
Fund	11.45	3.48	6.59	-10.90
Benchmark	13.42	6.83	6.77	-12.90

	1 Year	3 Years	5 Years	Since Launch
Fund	-9.61	-14.33	-0.28	53.87
Benchmark	-11.98	-15.18	1.42	35.43

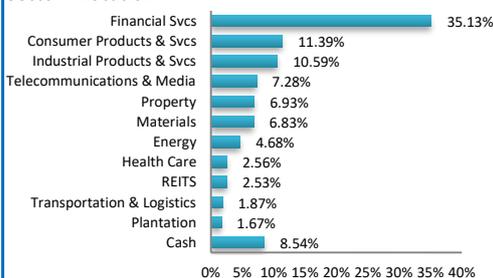
Calendar Year Performance (%)*

	2019	2018	2017	2016	2015
Fund	4.60	-9.74	10.85	5.55	2.67
Benchmark	4.17	-9.44	13.98	7.64	-2.79

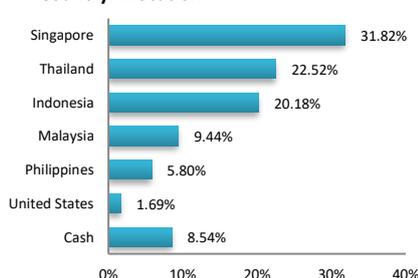
Source: Lipper IM

FUND PORTFOLIO ANALYSIS

Sector Allocation*



Country Allocation*



Top Holdings (%)*

DBS GROUP HOLDINGS LTD	6.10
BANK RAKYAT INDONESIA PERSERO	4.81
UNITED OVERSEAS BANK LTD	4.56
OVERSEA-CHINESE BANKING CORP LTD	4.13
TELEKOMUNIKASI INDONESIA PERSERO	3.81

*As percentage of NAV

FUND STATISTICS

Historical NAV (RM)

	1 Month	12 Months	Since Launch
High	0.3934	0.4713	0.6743
Low	0.3440	0.3192	0.3192

Source: Lipper IM

Historical Distributions (Net)

	Distribution (sen)	Yield (%)
24 Apr 2020	3.0000	6.67
25 Apr 2019	3.0000	6.13
20 Apr 2018	3.4000	6.05
28 Apr 2017	-	-
28 Apr 2016	6.0000	11.24

Source: RHB Asset Management Sdn. Bhd.

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MANAGER'S COMMENTS

MARKET REVIEW

ASEAN markets picked up during the month of November. Thailand and Singapore were standouts, each of these markets gained 17.1% and 14.5% respectively, for month of November. Indonesia also gained 9.4% over the same period. Heightened optimism surrounding the introduction of vaccines from Pfizer-BioNTech, Moderna and AstraZeneca-Oxford University research efforts buoyed ASEAN markets.

Philippines' President Rodrigo Duterte has extended the implementation of general community quarantine (GCQ) in Metro Manila for the entire upcoming month of December. Apart from Metro Manila, Batagas, Iloilo City, Tacloban City, Lanao del Sur, Iligan and Davao City will also see GCQ extended for the rest of 2020. This will be a dampener on consumption during the holiday period in December. Philippines' Senate approved the third and final reading of the PHP4.5trillion national budget for 2021, progressing the country's plans to open its fiscal pumps to drive economy recovery in 2021.

As of end November-2020, the Indonesian govt. announced that it expects to complete the ratification of the comprehensive economic partnership agreement with Iceland, Lichtenstein, Norway and Switzerland by early-2021. Since the agreement was signed in December-2018, only Iceland and Norway have ratified the agreement. Finishing the ratification process will help Indonesia benefit from increase investment and trade between Indonesia and member European countries.

Singapore reported lower headline CPI inflation, as it was reported in late-November 2020 that CPI inflation declined 0.2% YoY in October 2020. Inflation came in lower than consensus expectations and MAS core inflation also edged down 0.2% in the same period. It was also reported in late-November 2020 that Singapore's system loan growth contracted again during month of October 2020. Overall bank lending were dragged down by a continued slump in business loans, even as consumer loans have been rising steadily, as per data from MAS.

Malaysia's govt. announced in November-2020 that it implemented an automatic moratorium on loan repayment, specifically for the bottom 40% income group and micro as well as SMEs. At the same time, the govt. signalled its intention to enforce the Conditional Movement Control Order (CMCO) strictly, warning that companies which fail to comply with stipulated standard operating procedures during the CMCO phase will face immediate revocation of their operating permits as well as legal action.

Thailand recorded a current account surplus of USD0.99billion in October-2020, following a surplus of USD1.31bn in September-2020, according to Bank of Thailand. At the same time, the Bank of Thailand will also hold an official briefing on 9th December 2020 to unveil additional measures to contain the strength of the Thai Baht. Finance Minister of Thailand has revealed that it expects Bank of Thailand to take "further strict" steps to restrain the Thai Baht but policy makers are unlikely to impose outright capital controls.

The Regional Comprehensive Economic Partnership (RCEP) was officially signed on 15 November 2020 and it represents the world's largest trade agreement. With 15 members in the RCEP, it covers a market of 2.2bn billion and USD26.2 trillion worth of global output. This translates to 30% of global population and counts China, Japan Korea and ASEAN as the largest economies involved as members. Japan and Korea are expected to be major beneficiaries in terms of incremental % change in real income, followed by ASEAN members Malaysia, Vietnam and Thailand. Overall, the RCEP platform should present opportunities for ASEAN to pursue more intra-Asia growth opportunities, and points to somewhat reduced reliance overall on EU and US.

MARKET OUTLOOK AND STRATEGY

We have moved our strategy more value names and reopening plays as more news of positive progress of vaccine efficacy emerges. We have also increased our exposure to high yield dividend stocks alongside increased our increased exposure to value plays.

In the next 5-10 years, Asia, especially ASEAN, will emerge as the region with relatively stronger growth than the rest of the world. ASEAN, with its structural advantage in demographics, will emerge as the complimentary piece to China's evolution into a giant consumption economy. Adding on to the commitments by the governments in Asia/ASEAN towards infrastructure development, the region will feature prominently as the place for equity investments. We would look to buy stocks during periods where investors largely ignore these positive developments in the region.

DISCLAIMER:

Based on the fund's portfolio returns as at 10 November 2020, the Volatility Factor (VF) for this fund is 15.6 and is classified as "High". (source: Lipper) "High" includes funds with VF that are above 12.8 but not more than 15.4 (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 country risk and currency 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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