

**RHB-OSK ABSOLUTE RETURN FUND (formerly known as OSK-UOB ABSOLUTE RETURN FUND)**

The Fund aims to achieve medium to long term capital appreciation through investments in equity and equity related securities of companies, and exchange traded funds with the potential to deliver total return in excess of the Fund's benchmark return.

**INVESTMENT STRATEGY**

- Up to 98% of NAV: Investments in equity, equity related securities of companies, and ETFs listed in Asia Pacific excluding Japan stock exchange;
- 2% to 100% of NAV: Investments in deposits with financial institutions, money market instruments, and fixed income securities.

**INVESTOR PROFILE**
**This Fund Is Suitable For Investors Who:**

- are "Qualified Investors" as defined in the Information Memorandum.

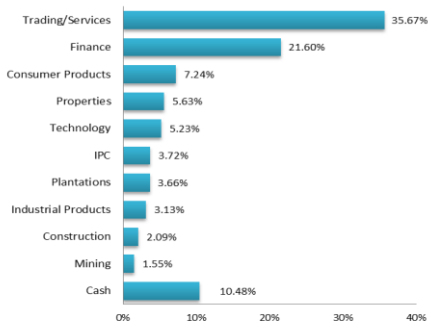
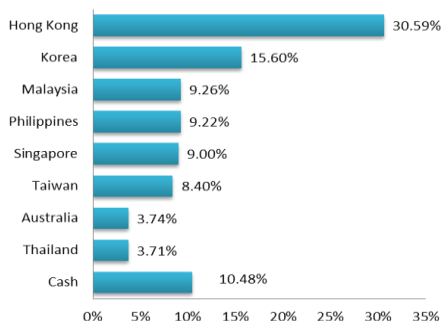
**FUND PERFORMANCE ANALYSIS**

There is no performance record as the Fund launched less than 1 year.

**FUND DETAILS**

<b>Investment Manager</b>	RHB Asset Management Sdn. Bhd. (formerly known as RHB Investment Management Sdn. Bhd.)
<b>Trustee</b>	HSBC (Malaysia) Trustee Bhd
<b>Fund Category</b>	Wholesales Fund
<b>Launch Date</b>	16 May 2013
<b>Unit NAV</b>	RM1.0328
<b>Fund Size (million)</b>	RM24.40
<b>Units In Circulation (million)</b>	23.63
<b>Financial Year End</b>	31 July
<b>MER</b>	Not applicable
<b>Min. Initial Investment</b>	RM20,000.00
<b>Min. Additional Investment</b>	RM10,000.00
<b>Benchmark</b>	8.00% growth p.a. in NAV of a unit over the medium to long term
<b>Sales Charge</b>	Up to 2.00% of investment amount
<b>Redemption Charge</b>	None
<b>Annual Management Fee</b>	1.80% p.a. of NAV*
<b>Annual Trustee Fee</b>	0.06% p.a. of NAV*
<b>Switching Fee</b>	RM25.00 per switch
<b>Redemption Period</b>	Within 10 days after receipt the request to repurchase
<b>Distribution Policy</b>	Annually, if any

\*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 (%)\***

TENAGA NASIONAL BHD	4.40
NAVER CORP	3.71
HSBC HOLDINGS PLC (HK REG)	2.93
TRAVELLERS INTL HOTEL GROUP INC	2.83
SHINHAN FINANCIAL GROUP CO LTD	2.73

\*As percentage of NAV

**FUND STATISTICS**

Historical NAV (RM)	1 Month	12 Months	Since Launch
High	1.0358	N/A	1.0358
Low	1.0105	N/A	0.9962

Source: Lipper IM

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**MANAGER'S COMMENTS**

**FUND REVIEW**

The RHB-OSK Absolute Return Fund fell 0.29% in Dec 2013. The decline emanated from the sell down in by Thailand and Philippines.

**MARKET REVIEW**

The Dow Jones Industrial Average ended higher on the last trading day of 2013, up by 72.37 points or 0.44% to end at 16,576.66 with blue chips posted the biggest annual gain in 18 years. Economic data provided a little booster in early action. Stocks extended gains Tuesday morning after the Conference Board said its consumer confidence index increased more than expected to 78.2 in December from a revised 72 in November.

The S&P/Case-Shiller composite index of home prices in 20 metropolitan areas gained 0.2% in October from September, but posted the strongest annualized gain in October in more than seven years. Trading activity may remain subdued this week as investors await the December jobs report at the end of next week. Our resistance level is at 16,550- 16,650 whilst any reversal for today will see the 16,300 - 16,000 level providing a cushion against accelerated selling pressure.

The FBMKLCI ended 5.56 points or 0.30% lower at 1,866.96 on the last trading day for 2013. For Dec 2013, the FBMKLCI rose by 2.99%. The local positive sentiment was in line with regional markets and the Wall Street, which has broken several records recently.

**OUTLOOK AND STRATEGY**

Post the massive sell down in ASEAN, it will take time for confidence to return. Investors in the meantime are digesting the various policy responses from the various governments and latest macroeconomic data. Focus over the short term will be on the Chinese meeting in March with market awaiting greater details on the latest policies on restructuring and liberalising the Chinese economy over the next 10 years.

The strategy is to remain focused on structural opportunities by investing in companies that have sound business models, are positioned in segments offering attractive growth and have demonstrated operational and financial discipline in the way they manage their businesses. Valuations remain attractive, and so long as earnings revisions benign, we expect market to rate higher over time. We continue to adopt a quality growth style approach in our stock selection.

Will remain vigilant in tracking operating conditions across the region, and will assess our tactical positioning in the ASEAN markets should perceptions of rising risk, or miss-valuation arise. We continue to look for opportunities to invest in companies that are benefitting from the rising purchasing power of the region's consumers. The consumer and IT sectors offer leverage into this trend of rising purchasing power, but in both sectors, stock selection remains critical.

**DISCLAIMER:**

Investors are advised to read and understand the contents of the Information Memorandum dated 1 December 2013, which have been deposited with the Securities Commission who takes no responsibility for its contents, before investing. 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 "qualified investors" as defined in the Information Memorandum. For more details, please call 1-800-88-3175 for a copy of the Information Memorandum or collect one from any of our branches or authorised distributors.

The Manager wishes to highlight the specific risks for the Fund are currency risk, county risk, market risk, particular security risk, credit/default risk, inflation/purchasing power risk ,interest rate risk, derivatives risk, liquidity risk, single issuer/concentration risk and return are not guaranteed. These risks and other general risks are elaborated in the Information Memorandum.

This 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.