

## RHB-OSK ASIAN GROWTH OPPORTUNITIES FUND (formerly known as OSK-UOB ASIAN GROWTH OPPORTUNITIES FUND)

This Fund aims to achieve long term capital growth by investing primarily in small capitalisation stocks and stock-related securities issued by corporations in the Asia Pacific region (excluding Japan).

### INVESTOR PROFILE

#### This Fund Is Suitable For Investors Who:

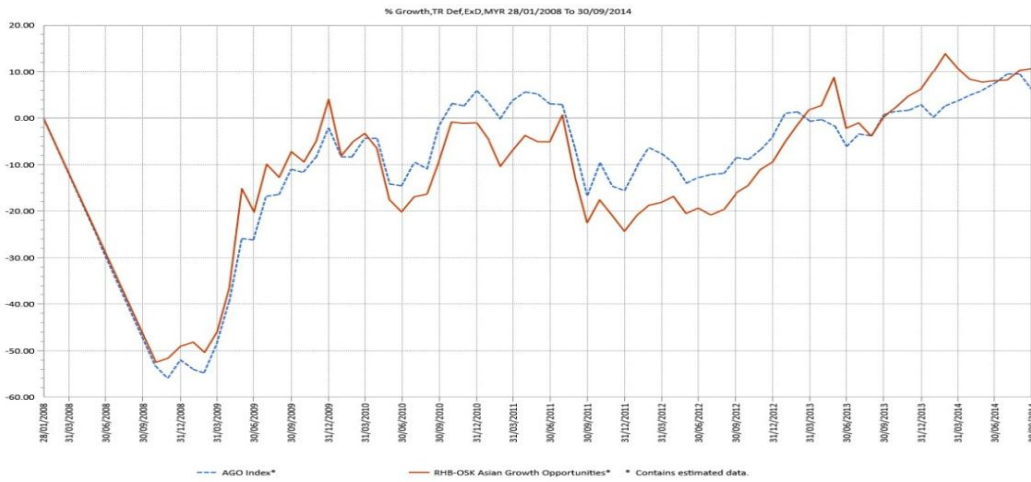
- seek investment opportunities in the small cap securities in the Asian (excluding Japan) region;
- wish to invest in an established foreign fund managed by a renowned fund manager; and
- are willing to accept a higher risk in their investments to obtain potentially higher returns in the long term.

### INVESTMENT STRATEGY

- At least 95% of NAV: Investments in the units of United Asian Growth Opportunities Fund.
- 2% - 5% of NAV: Investments in liquid assets including money market instruments and deposits with financial institutions.

### FUND PERFORMANCE ANALYSIS

#### Performance Chart Since Launch\*



#### Cumulative Performance (%)\*

	1 Month	3 Months	6 Months	YTD
Fund	0.34	2.39	-0.09	4.16
Benchmark	-3.10	-1.28	2.27	3.03

	1 Year	3 Years	5 Years	Since Launch
Fund	10.51	42.75	19.25	10.66
Benchmark	5.33	27.22	19.10	6.11

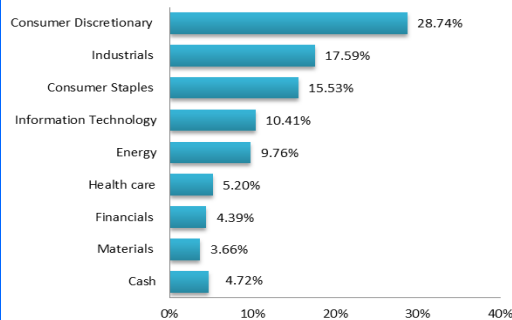
#### Calendar Year Performance (%)\*

	2013	2012	2011	2010	2009
Fund	17.34	19.54	-23.48	-4.90	104.40
Benchmark	7.17	13.79	-20.36	8.04	103.96

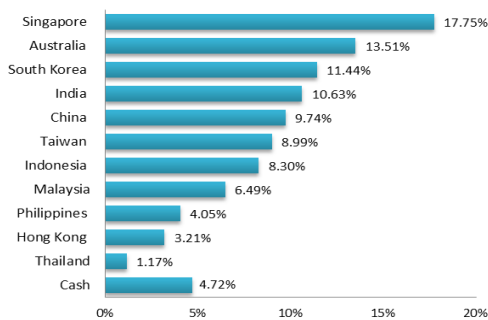
\*Source: Lipper IM

### FUND PORTFOLIO ANALYSIS

#### Sector Allocation\*



#### Country Allocation\*



#### Top Holdings (%)\*

OSIM INTERNATIONAL LTD	3.95
EICHER MOTORS LTD	3.76
GAMEVIL INC	3.25
HOTA INDUSTRIAL MFG CO LTD	3.10
DESTINI BHD	2.88

\*As percentage of NAV

\*Exposure in United Asian Growth Opportunities Fund - 97.99%

### FUND STATISTICS

#### Historical NAV (RM)

	1 Month	12 Months	Since Launch
High	0.5625	0.5896	0.5896
Low	0.5488	0.4998	0.2213

Source: Lipper IM

#### Historical Distributions (Last 5 Years) (Net)

	Distribution (sen)	Yield (%)
31 Dec 2013	-	-
31 Dec 2012	-	-
31 Dec 2011	-	-
31 Dec 2010	-	-
31 Dec 2009	-	-

Source: RHB Asset Management Sdn. Bhd. (formerly known as RHB Investment Management Sdn. Bhd.)

**RHB-OSK ASIAN GROWTH OPPORTUNITIES FUND (formerly known as OSK-UOB ASIAN GROWTH OPPORTUNITIES FUND)**

This Fund aims to achieve long term capital growth by investing primarily in small capitalisation stocks and stock-related securities issued by corporations in the Asia Pacific region (excluding Japan).

**MANAGER'S COMMENTS****MARKET REVIEW**

Global equity markets sold off sharply in September, with losses erasing much of the year-to-date gains. Emerging markets fared much worse than developed markets in September, with Asia equities similarly underperforming developed markets. Fixed income markets also chalked up losses in September, though to a smaller extent. The worst-performing asset class in September continued to be commodities such as agriculture, energy and industrial metals. The US dollar strength, driven by expectations of the Federal Reserve's (Fed's) first rate hike sent most Asian currencies weaker. The foreign exchange volatility, sell-off in commodities and weak economic momentum contributed to the weak equity markets.

Sector performance across Asia ex-Japan was diverse with all sectors except healthcare chalking up losses. The worst-performing sector was consumer discretionary, followed by energy. The more defensive healthcare, utilities and consumer staples sectors outperformed. Performance across markets was similarly mixed in September. Korea, Hong Kong and Taiwan were the worst-performing markets while the Philippines and Thailand were the best-performing markets.

In terms of the global economic backdrop, leading indicators mostly dipped in September. In the developed markets, the US Purchasing Managers' Index (PMI) fell to 56.6 from 59.0. Japan PMI fell to 51.7 from 52.2 while Europe and the UK PMI likewise dropped. China's official PMI stayed at 51.1 in September, unchanged from August, with the private sector HSBC PMI similarly staying at 50.2, unchanged from August but below the flash estimate of 50.5. Other latest activity indicators were mixed with industrial production showing slight declines while retail sales showed a slight uptick. Inflation remained largely stable across most markets though Eurozone continued to slip. The European Central Bank cut interest rates by 10 basis points (bps) at its meeting in early September, contributing to the strength in the US dollar.

The Korea market's weak performance was led by consumer discretionary and information technology as the weakening Japanese yen against the won hurt Korean exporters. A continued downgrade in earnings for a major Korean tech bellwether as well as concerns over the country's top auto maker contributed to the weak performance. The Occupy Central movement in Hong Kong that started at the end of September created politic uncertainty which affected the bourse's performance, as did concerns over China's economic growth momentum.

The Asean markets as whole outperformed the broader Asia ex-Japan market. The Philippine market was the top-performer, led by property stocks as a land auction attracted record bids. Foreigners continued to be net buyers despite the Philippine central bank raised reverse repo rates by 25 bps in September. Thailand was boosted by improving domestic confidence and decent liquidity. In Indonesia, sentiment was dented by a Bill passed by Parliament that would scrap direct regional elections while foreigners were net sellers for a second straight month. Singapore and Malaysia were the laggard markets within Asean as both countries saw slower growth in industrial production.

**OUTLOOK AND STRATEGY**

The Fund outperformed the benchmark in the month of September. This was largely attributable to our underweight on Financials and stock picking on the Industrials sector. Financials in general have done badly this month as smaller companies in the financial sector tend to be a lot more vulnerable in an environment where macroeconomic conditions are weak and in an environment where rates are expected to rise. Property stocks, which are classified under the financial sector, have been weak throughout most of Asia as many investors worry that property prices might have peaked. In China, there were news of weaker than expected property sales going into the traditional peak season of September and October. Sectors that held up better this month included defensive sectors such as healthcare and telecoms.

We remain comfortable with our current positioning of our portfolio. Most of the businesses included in our portfolio are very cash generative businesses which have a good track record of weathering economic downturns and crises in the past. The share prices, however, might not reflect the fundamentals from time to time. This is because in the short term, share prices are very much affected by market sentiments and fund flows, such as selling because of fund redemptions. This is especially pronounced in the small/mid cap space. In times of volatility such as the current situation, we would continue to track the fundamentals of these companies to make sure that the business operations are not adversely affected in a downturn. At the same time, any severe market sell down presents a good buying opportunity for us to buy some good businesses at a discount. We are also happy to share that there are still some very good opportunities out there in the market at the moment. Investors just need to be mindful of the market volatility in the coming weeks given that some Asian markets have done well year to date.

**DISCLAIMER:**

Based on the fund's portfolio returns as at 15 September 2014, the Volatility Factor (VF) for this fund is 13.8 and is classified as "Very High". (source: Lipper) "Very High" includes funds with VF that are above 13.0 (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 2014 which is calculated once every six months and is valid until its next calculation date, i.e. 31 December 2014.

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 PHS and the contents of the Master Prospectus dated 1 December 2013 and its supplementary(ies) (if any) ("the Master Prospectus") before investing. The Master Prospectus has been registered with the Securities Commission Malaysia who takes no responsibility for its contents. 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.

The Manager wishes to highlight the specific risk of the Fund are management risk and foreign investment risks such as currency risk and country risk. The principal risks of the target fund are market risk, foreign exchange risk, political risk, derivatives risk, liquidity risk, small capitalization companies risk, single country, sector and regional risk, financial institution risk, equity risk, exceptional market condition risk and actions of institutional investors. These risks and other general risks are elaborated in the Master Prospectus.

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.