

RHB-OSK CAPITAL PROTECTED DUAL OPPORTUNITIES FUND (formerly known as OSK-UOB CAPITAL PROTECTED DUAL OPPORTUNITIES FUND)

This Fund aims to provide income and capital appreciation over the medium term whilst protecting investors' capital on the Maturity Date.

INVESTOR PROFILE

This Fund Is Suitable For Investors Who:

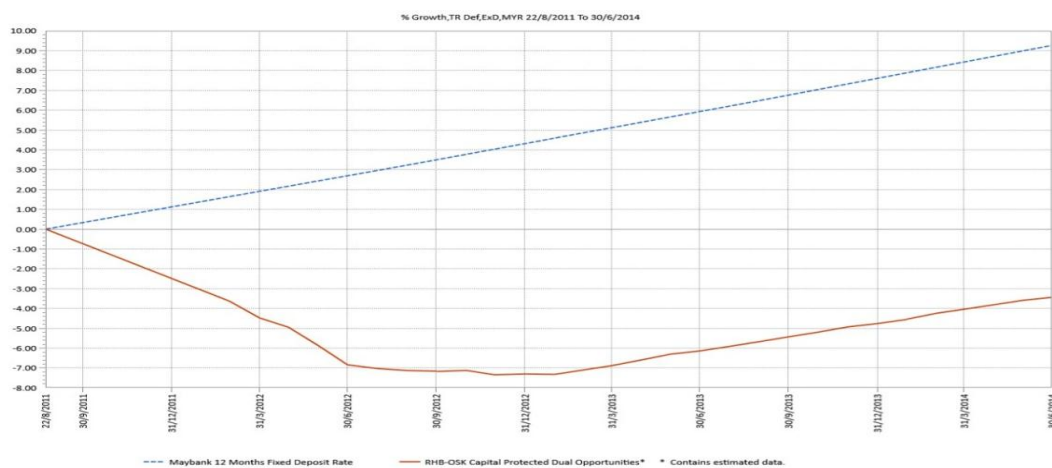
- have a low risk tolerance;
- seek capital protection;
- have a positive outlook on China's growth potential;
- have a positive outlook for gold prices;
- have a medium term horizon; and
- seek regular income.

INVESTMENT STRATEGY

- 87% - 90% of NAV (depending on prevailing interest rates): Investments in 4-year ZNIDs issued at a discount on the Commencement Date.
- Up to 10% of NAV: Investment in an option.
- Up to 3% of NAV: Investments in liquid assets.

FUND PERFORMANCE ANALYSIS

Performance Chart Since Launch*



Cumulative Performance (%)*

	1 Month	3 Months	6 Months	YTD
Fund	0.16	0.63	1.36	1.36
Benchmark	0.26	0.79	1.56	1.56

	1 Year	Since Launch
Fund	2.86	-3.45
Benchmark	3.15	9.26

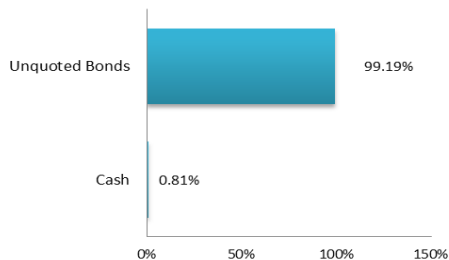
Calendar Year Performance (%)*

	2013	2012
Fund	2.74	-3.77
Benchmark	3.15	3.15

*Source: Lipper IM

FUND PORTFOLIO ANALYSIS

Sector Allocation*



Top Holdings (%)*

PUBLIC BANK(M) BHD ZNID- CP DUAL	20.08
UOB (M) BHD ZNID-CP DUAL	20.07
HONG LEONG BANK(M) BHD ZNID-CP DUAL	20.05
AMBANK (M) BHD ZNID - CP DUAL	19.70
OCBC (M) BANK BHD ZNID- CP DUAL	19.30

*As percentage of NAV

FUND STATISTICS

Historical NAV (RM)			
	1 Month	12 Months	Since Launch
High	0.9655	0.9655	1.0000
Low	0.9640	0.9387	0.9267

Source: Lipper IM

Historical Distributions (Last 2 Years) (Net)

	Distribution (sen)	Yield (%)
31 Aug 2013	-	-
31 Aug 2012	-	-

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

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MANAGER'S COMMENTS**REVIEW**

End of the month US first quarter GDP was revised down to a 2.9% annualized reduction compared to previous estimates of 1.0%. Amongst others, weak consumer spending and unsatisfactory export data as well as bad weather conditions had been outlaid as major reasons. Manufacturing in China grew the first time in June after six months of decline. The HSBC flash manufacturing PMI came up to 50.8, showing a stabilization of the Chinese economy and growth concerns fading. In our basket only Sands China and Dongfeng Motor Group showed positive performance. The latter benefits from the integration of Dongfeng with PSA and currently undergoes key personnel changes. Meanwhile the casino operator Sands China advances on the announcement that outlets won't be allowed to add UnionPay card terminals but won't need to shut down old ones. Last but not least gold prices have reached their two –month high in June due to ongoing middle east tensions.

FIXED INCOME REVIEW & OUTLOOK

US Treasuries ("UST") bearish flattened in June, as consumer price inflation was warmer than expected in May. However, geopolitical tension in the Middle East kept the 10-year UST firmly at 2.53%, as investors sought for safe heaven protection. At close, the 2-, 5-, 10- and 30-year UST were traded at 0.46% (May: 0.38%), 1.63% (1.54%), 2.53% (2.48%) and 3.36% (3.33%) respectively.

The local bond market bullish flattened in June with strengthening Ringgit and low market volatility prompted for yield pick-up trades. At close, the 3-, 5-, 7-, 10-, 15-, 20- and 30-year MGS were traded at 3.51% (May: 3.48%), 3.72% (3.72%), 3.91% (3.94%), 4.03% (4.03%), 4.33% (4.36%), 4.40% (4.59%) and 4.74% (4.89%) respectively. Similar to the strong performance of MGS, Government Investment Issues ("GII") also bullish flattened with 3-, 5-, 7-, 10-, 15-year and 20-year benchmark yields transacted at 3.65% (May: 3.67%), 3.88% (3.85%), 4.10% (4.12%), 4.24% (4.21%), 4.53% (4.50%) and 4.70% (4.85%) respectively.

Despite the sharp downward revision of 1Q2014 GDP to -2.9% YoY in June (from -1.0% YoY last month), most of the economic data released in June was pointing to a modest recovery. Both ISM Manufacturing Index as well as Industrial Production ("IP") came in stronger than expected in May, with the former reporting at 55.4 (Apr: 54.9, consensus: 55.5) and the latter at 0.6% MoM (Apr: -0.3% MoM, consensus: 0.5% MoM). The manufacturing sector appears to be making a comeback. Employment situation was largely unchanged with unemployment rate held steady at 6.3%.

On the domestic economic front, April trade surplus narrowed only slightly as exports outpaced imports. April exports surged 18.9% YoY (Mar: 8.3% YoY) partly on base effects, above consensus of 9.7% YoY. Imports also rose 5.0% YoY (Mar: 0.5% YoY) above consensus of -0.5% YoY. With April seasonally adjusted export levels 4% above 1Q2014 levels, the continued resilience of exports is in line with improving external demand. Also, April IP up sequentially to 4.2% YoY (Mar: 4.3% YoY), in line with market consensus. Combining the positive trade surplus with strong IP reported in April, accelerating growth momentum points to a strong start to 2Q2014 GDP. May CPI inflation edged down to 3.2% YoY (April: 3.4%). Lower YoY inflation was led by F&B, Utilities and Communication. Despite the weaker CPI level, MPC's concern is still on financial imbalances, which is likely to see the Central Bank to take interest rate action in the coming meeting.

DISCLAIMER:

As this is a close-ended fund, units are no longer available for sale on the basis of the Prospectus and its supplementary prospectus both dated 28 June 2011. Investors are advised to read and understand the contents of the Prospectus and its supplementary prospectus both dated 28 June 2011 (collectively, the "Prospectus") which has been registered with the Securities Commission who takes no responsibility for its contents. Amongst others, investors should read the Prospectus for further details of the capital protection* structure and to consider the fees and charges involved before investing in the Fund. 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. The capital of the Fund is not guaranteed and is exposed to the credit/default risk of the issuer of the ZNIDs. The investment returns of the Fund are not guaranteed and are still subject to investment risks and are exposed to the credit/default risk of the issuer of the option. The capital protection* only applies to investors who hold their investments until the Fund's Maturity Date. Any redemption from the Commencement Date but before the Fund's Maturity Date will be based on the Net Asset Value of the Fund on the relevant Valuation Day and will be charged a repurchase charge, in which case the capital protection* does not apply. Further, if the fund is terminated earlier than the Maturity Date, the capital protection* will not apply to any investor. There may be dilution of performance due to the capital protection* structure being in place, as compared to a conventional fund without capital protection*. Units will only be issued upon receipt of an application form referred to in and accompanying the Prospectus. For more details, please call 1-800-88-3175 for a copy of the Prospectus or collect one from any of our branches or authorised distributors.

The Manager wishes to highlight the specific risks for the Fund are credit/default risk, interest rate risk, risk of early termination, option risks, legal risk, liquidity risk, prepayment and commitment risk, currency risk, country risk, capital and returns are not guaranteed. These risks and other general risks are elaborated in the 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.

**Investors are advised that the Fund is not a guaranteed fund. This capital protected fund is provided through investments in ZNIDs and not by a guarantee. Consequently, the return of capital is SUBJECT TO the credit/default risk of the issuers of the ZNIDs and may result in losses.*