

RHB-OSK FOCUS BOND FUND – ENHANCED (formerly known as OSK-UOB FOCUS BOND FUND – ENHANCED)

The Fund aims to provide regular income during the tenure of the Fund and capital appreciation at its maturity date primarily from a concentrated portfolio of global debt instruments / bonds.

INVESTOR PROFILE

This Fund Is Suitable For Investors Who:

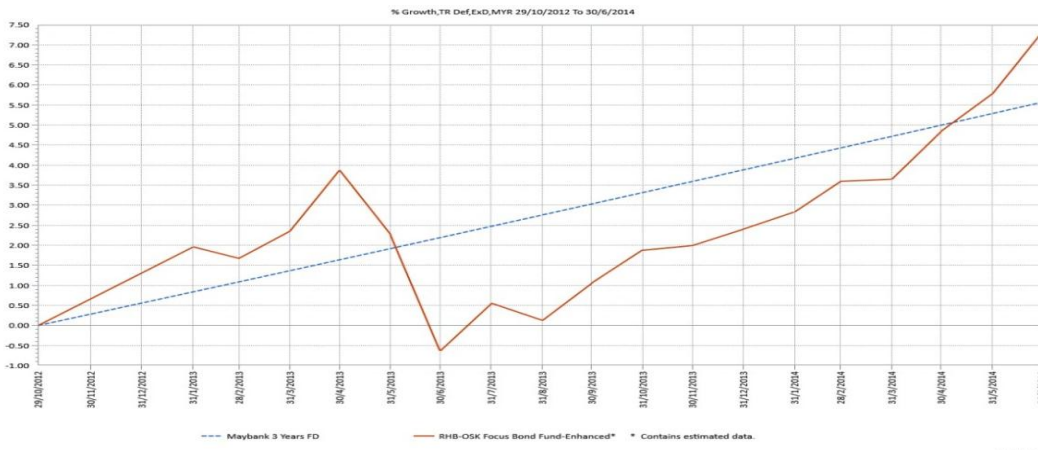
- are moderate to conservative;
- seek returns from the income accumulated and/or capital appreciation from a global debt instruments / bonds portfolio with potential additional returns from investment in an option; and
- have a medium term (i.e. 3 years) investment horizon.

INVESTMENT STRATEGY

- 92% - 100% of NAV : Investments in global debt instruments / bonds.
- Up to 3% of NAV: Investments in the YES Option.
- Up to 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	1.44	3.53	4.79	4.79
Benchmark	0.27	0.81	1.62	1.62

	1 Year	Since Launch
Fund	7.99	7.30
Benchmark	3.30	5.57

Calendar Year Performance (%)*

	2013
Fund	1.05
Benchmark	3.30

*Source: Lipper IM

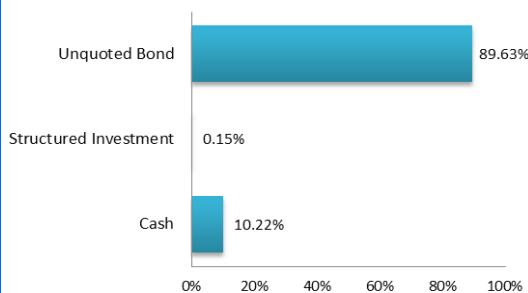
FUND DETAILS

Investment Manager	RHB Asset Management Sdn. Bhd.(formerly known as RHB Investment Management Sdn Bhd)
Trustee	HSBC (Malaysia) Trustee Bhd
Fund Category	Bond Fund (Closed Ended)
Fund Type	Income Fund
Launch Date	03 September 2012
Maturity Date	29 October 2015
Unit NAV	RM1.0239
Fund Size (million)	RM107.84
Units In Circulation (million)	105.31
Financial Year End	31 October
MER (as at 31 October 2013)	0.09%
Min. Initial Investment	RM1,000.00
Min. Additional Investment	RM1,000.00
Benchmark	3-years FD rate by Malayan Banking Bhd
Sales Charge	Up to 3.00% of investment amount
Redemption Charge	< 3 years Maturity 1.00% Nil
Annual Management Fee	None
Annual Trustee Fee	0.08% p.a. of NAV, subject to a minimum of RM18,000 p.a.*
Switching Fee	Not available
Distribution Policy	Annually, if any

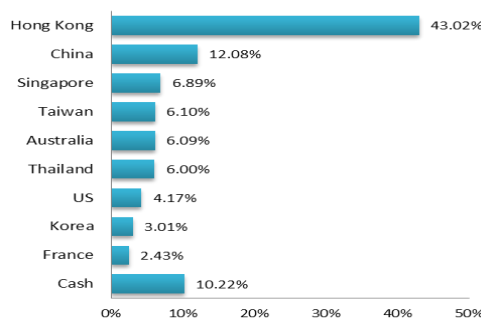
*For the purpose of computing the annual trustee fee, the NAV of the Fund is exclusive of the trustee fee for the relevant day.

FUND PORTFOLIO ANALYSIS

Sector Allocation*



Country Allocation*



Top Holdings (%)*

FAR EAST HORIZON -4.62%(06/03/17)	9.11
NOBLE GROUP LTD-4%(30/1/2016)	6.74
TENCENT HLDGS-3.375%(02/05/2019)	6.69
CATHAY UNITED BK-5.5%(05/10/2020)	6.10
NATIONAL CAP II-5.486%(29/12/2049)	6.09

*As percentage of NAV

FUND STATISTICS

Historical NAV (RM)

	1 Month	12 Months	Since Launch
High	1.0241	1.0241	1.0452
Low	1.0095	0.9679	0.9679

Source: Lipper IM

Historical Distributions (Last 1 Years) (Net)

	Distribution (sen)	Yield (%)
30 Oct 2013	4.6500	4.65

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

RHB-OSK FOCUS BOND FUND – ENHANCED (formerly known as OSK-UOB FOCUS BOND FUND – ENHANCED)

The Fund aims to provide regular income during the tenure of the Fund and capital appreciation at its maturity date primarily from a concentrated portfolio of global debt instruments / bonds.

MANAGER'S COMMENTS

MARKET COLOUR

The performance of global government bond markets diverged in June. While US Treasury market and UK Gilt market sold off in the 10Y sector, 10Y Bunds and 10Y JGBs rallied in June. This divergence in performance was partly driven by the divergence in respective monetary policies. While the Fed and the Bank of England are closer to hiking rates, the ECB further eased monetary policy on 5 June.

The 10Y US Treasury benchmark yield increased by approximately 5bp over the course of the month. The spike in yields at the beginning of June due to performance of risky assets and some positioning adjustment was later partially offset by a fall in yields driven by continued strong demand for duration. 30Y UST auction met record end-user demand on 12 June followed by a strong long TIPS auction a week later. Inflows into the long end of the UST curve, hawkish commentary coming from central banks as well as strong CPI data led to flattening in the 5Y-30Y UST spread. June FOMC meeting did not bring any surprises with the Fed cutting purchases of assets by further USD 10 billion.

STRATEGY PERFORMANCE

The strategy's monthly performance was negative in June. The underperformance came from long positions on Short Sterling and Eurodollar interest rates futures. Generally hawkish commentary from central banks, positioning adjustment coupled with pressure on the front end of yield curves from economic data has led to the sell off at the front end and negative monthly performance.

STRATEGY OUTLOOK

The strategy is still long Eurodollar futures although the position was significantly reduced since the end of the previous month. The strategy is also short Short Sterling futures as a significant intra-month trend flipped the positions. Should Eurodollars rally and Short Sterling futures sell off (lower for longer low level of target rates in the US while more aggressive hikes priced in the UK), the strategy may be profitable. However, if Eurodollar contracts sell off while Short Sterling contracts rally, the strategy may lose money.

DISCLAIMER:

As this is a close-ended fund, units are no longer available for sale on the basis of the Prospectus dated 3 September 2012. Investors are advised to read and understand the contents of the Prospectus dated 3 September 2012, which has been registered with 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 Prospectus relates will only be made on receipt of a form of application referred to in 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 principal risk factors of the funds are credit/ default risk, currency risk, interest rate risk, liquidity risk, market risk, country risk, inflation/purchasing power risk, concentration risk, mismatch risk and YES option risk. These risks and other general risk 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.