

## RHB-OSK SMALL CAP OPPORTUNITY UNIT TRUST (formerly known as OSK-UOB SMALL CAP OPPORTUNITY UNIT TRUST)

This Fund aims to achieve long term capital appreciation through investments in companies with market capitalisation of not more than RM750 million.

### INVESTOR PROFILE

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

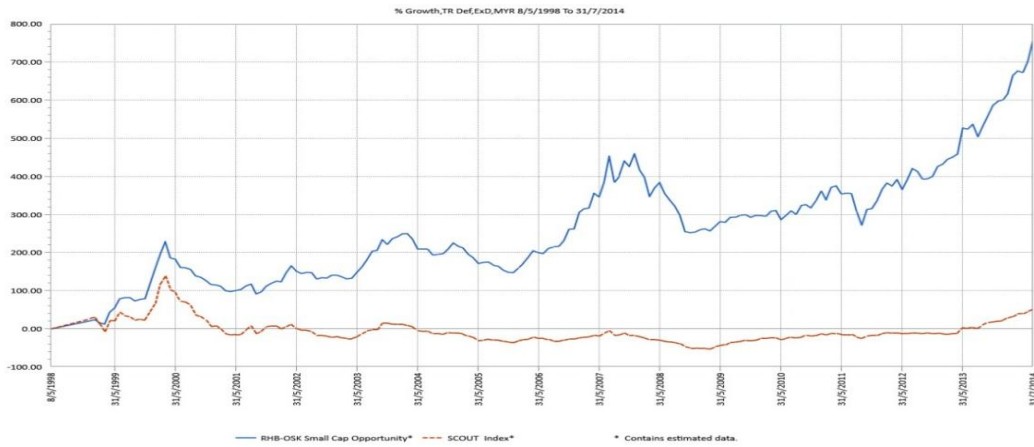
- are fairly aggressive investors; and
- are willing to accept higher risk in order to obtain higher growth of their capital over a long term period.

### INVESTMENT STRATEGY

- 95% - 98% of NAV: Investments in securities of companies with market capitalisation of not more than RM750 million.
- 2% - 5% of NAV: Investments in liquid assets including bonds, 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	6.86	10.37	22.35	22.94
Benchmark	4.71	9.76	25.16	26.78

	1 Year	3 Years	5 Years	Since Launch
Fund	34.55	88.60	118.91	757.62
Benchmark	46.84	79.38	135.87	52.29

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

	2013	2012	2011	2010	2009
Fund	32.48	20.74	-0.02	9.70	12.56
Benchmark	36.33	6.21	0.08	17.43	44.62

\*Source: Lipper IM

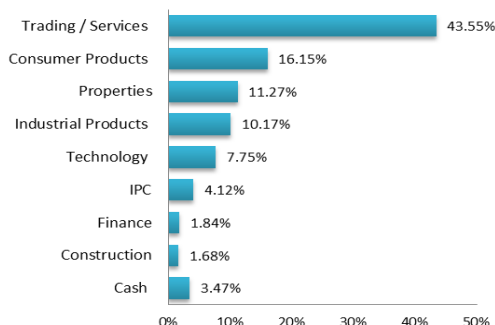
### FUND DETAILS

<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>	Equity Fund (Small-Cap Fund)
<b>Fund Type</b>	Aggressive Growth Fund
<b>Launch Date</b>	20 April 1998
<b>Unit NAV</b>	RM1.2892
<b>Fund Size (million)</b>	RM82.46
<b>Units In Circulation (million)</b>	63.96
<b>Financial Year End</b>	31 December
<b>MER (as at 31 Dec 2013)</b>	1.61%
<b>Min. Initial Investment</b>	RM200.00
<b>Min. Additional Investment</b>	Any amount
<b>Benchmark</b>	FBM Fledgling Index
<b>Sales Charge</b>	Up to 6.38% of investment amount
<b>Redemption Charge</b>	None
<b>Annual Management Fee</b>	1.50% p.a. of NAV*
<b>Annual Trustee Fee</b>	Up to 0.07% 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>Cooling-Off Period</b>	Within 6 business days from the date of receipt of application
<b>Distribution Policy</b>	Annually, if any

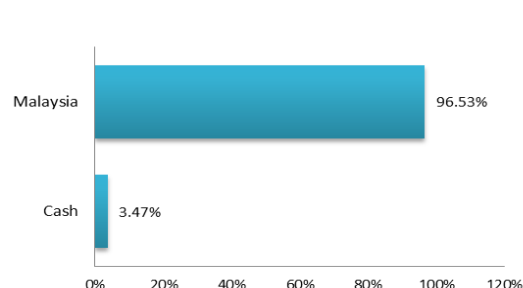
\*For the purpose of computing the annual management fee and annual trustee fee, the NAV of the Fund is exclusive of the management fee and trustee fee for the relevant day.

### FUND PORTFOLIO ANALYSIS

#### Sector Allocation\*



#### Country Allocation\*



#### Top Holdings (%)\*

BERJAYA FOOD BHD	10.55
KUMPULAN FIMA BHD	4.40
YOONG ONN CORPORATION BHD	4.32
TIME DOTCOM BHD	4.12
POWER ROOT BHD	4.11

\*As percentage of NAV

### FUND STATISTICS

#### Historical NAV (RM)

	1 Month	12 Months	Since Launch
High	1.3063	1.3063	1.3063
Low	1.2064	0.9897	0.5291

Source: Lipper IM

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

	Distribution (sen)	Yield (%)
27 Dec 2013	9.0625	8.94
31 Dec 2012	4.2542	4.83
31 Dec 2011	10.2400	10.89
31 Dec 2010	-	-
31 Dec 2009	-	-

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

**RHB-OSK SMALL CAP OPPORTUNITY UNIT TRUST (formerly known as OSK-UOB SMALL CAP OPPORTUNITY UNIT TRUST )**

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

In July, escalation of tension in Ukraine has led to downing of MAS flight MH17 by rebel militias which caused 298 casualties. Financial markets exhibit increase volatility as investors build in higher political risk premium amid on-going regional geo-political tension. FBM KLCI eased marginally, -0.6% mom to 1871pt while YTD still recorded flattish return, +0.24%. In the meantime, Small Cap Index remained robust and buoyant, outperform in July, +6.33% and +21.49% YTD, KLCI Fledgling Index +4.71% mom and +26.78% YTD. The KLCI lacklustre trend underperformed ASEAN regional markets but outperformed some of the North Asia peers. Within Asia region, India, Vietnam and Indonesia were best performers, advanced circa +23%, +18% and 17% YTD respectively while Japan Nikkei 225 was worst performers, fell circa 4% YTD. Market sentiment and investors expectation turned cautious on the back of Ukraine crisis and potential US-EU led sanctions on Russia.

**MARKET OUTLOOK AND STRATEGY**

Despite lacklustre July performance on KLCI due to lack of positive catalyst but overall market breadth remain healthy as small mid cap stocks attract investors interest, we maintain our positive view on equity market and envisage bottoming of corporate earnings downgrade and expect gradual recovery in 2H 2014.

On regional front, latest China official manufacturing PMI came in improve to 51.7 in July vs 51 in June, a 27-month high PMI reading, outpaced estimate of 51.4. In the meantime, the non-manufacturing PMI recorded a drop from 55 in June to 54.2 in July. We envisage China macro data continue to be mixed with soft patch due to Chinese govt determination to rebalance the economy. We expect the Chinese govt will react with selective/targeted easing should cyclical weakness threaten GDP growth and unemployment. EM reliance on China growth for commodities export may face headwinds in 2014.

On sector basis, we continue to favour consumer, tech, healthcare, industrial and telco while selectively bullish bias on infra related construction stocks. We foresee 2014 to be a reform year for regional economies and Malaysia govt to rollout targeted infra projects to spearhead the economy and continue its reform agenda including subsidy rationalization which augur well for the economy. Increase market volatility globally will create capital misallocation and outflow of funds from emerging markets, thus misprice securities from fundamental. We remain cognizant of prevalent risks but look into adding bombed-out good fundamental stocks to enhance alpha.

**DISCLAIMER:**

Based on the fund's portfolio returns as at 15 July 2014, the Volatility Factor (VF) for this fund is 16.3 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 risks of the Fund are lack of diversification to include larger sized companies, liquidity of underlying investments, equity investments risks such as market risk and particular security risk. 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.