

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

This Fund aims to provide investors with medium to long term capital appreciation through investments in securities of Malaysian companies that will benefit from evolving domestic and/or global trends.

### INVESTOR PROFILE

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

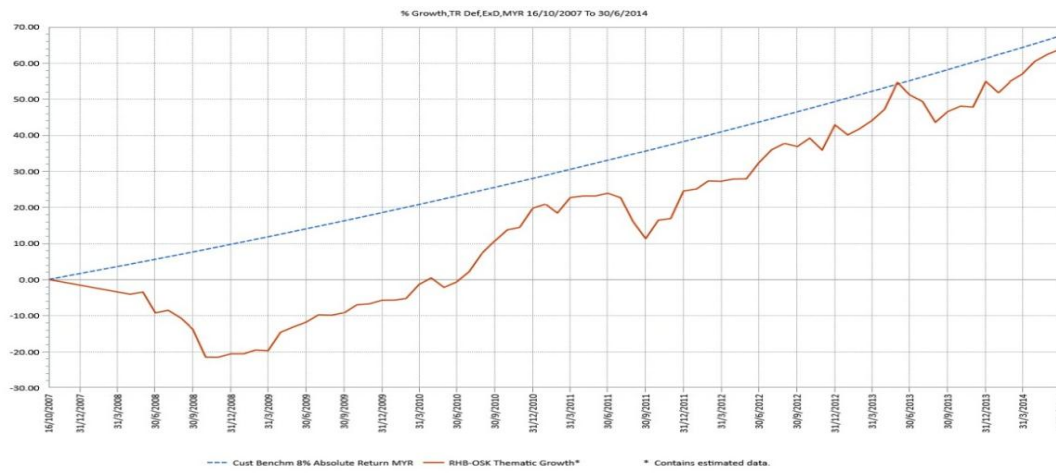
- seek participation in Malaysian companies that will benefit from evolving domestic and / or global trends;
- seek a dynamic and flexible investment mandate;
- prefer capital growth rather than income over a medium to long term period; and
- are willing to accept moderate risk in their investments.

### INVESTMENT STRATEGY

- Up to 98% of NAV: Investments in equity and equity-related securities of Malaysian companies that will benefit from evolving domestic and / or global trends.
- 2% - 100% of NAV: Investments in fixed income securities, money market instruments, cash and deposits with financial institutions.

### FUND PERFORMANCE ANALYSIS

#### Performance Chart Since Launch\*



#### Cumulative Performance (%)\*

	1 Month	3 Months	6 Months	YTD
Fund	0.84	4.36	5.74	5.74
Benchmark	0.63	1.94	3.89	3.89

	1 Year	3 Years	5 Years	Since Launch
Fund	8.29	32.20	85.91	63.82
Benchmark	8.00	25.97	46.93	67.52

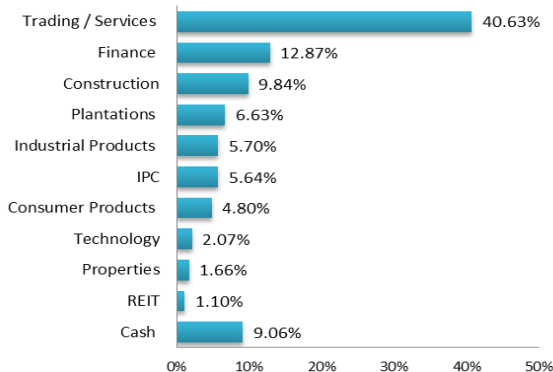
#### Calendar Year Performance (%)\*

	2013	2012	2011	2010	2009
Fund	8.35	14.82	4.05	26.89	18.79
Benchmark	8.00	8.00	8.00	8.00	8.00

\*Source: Lipper IM

### FUND PORTFOLIO ANALYSIS

#### Sector Allocation\*



#### Top Holdings (%)\*

TELEKOM MALAYSIA BHD	7.51
TENAGA NASIONAL BHD	7.29
PUBLIC BANK BHD	4.92
SIME DARBY BHD	4.19
SBC CORPORATION BERHAD	4.12

\*As percentage of NAV

### 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>	Dynamic Fund
<b>Fund Type</b>	Growth Fund
<b>Launch Date</b>	26 September 2007
<b>Unit NAV</b>	RM0.2873
<b>Fund Size (million)</b>	RM35.20
<b>Units In Circulation (million)</b>	122.49
<b>Financial Year End</b>	31 December
<b>MER (as at 31 Dec 2013)</b>	1.58%
<b>Min. Initial Investment</b>	RM1,000.00
<b>Min. Additional Investment</b>	RM100.00
<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 5.00% 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 0.08% p.a. of NAV*
<b>Switching Fee</b>	RM25.00 per switch
<b>Redemption Period</b>	Within 10 days after receipt of the request to repurchase
<b>Cooling-Off Period</b>	Within 6 business days from the date of receipt of application
<b>Distribution Policy</b>	Incidental

\*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 STATISTICS

#### Historical NAV (RM)

	1 Month	12 Months	Since Launch
High	0.2873	0.3080	0.3153
Low	0.2843	0.2626	0.1912

Source: Lipper IM

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

	Distribution (sen)	Yield (%)
27 Dec 2013	3.3766	11.40
31 Dec 2012	2.9740	9.98
31 Dec 2011	2.4016	8.04
31 Dec 2010	-	-
31 Dec 2009	-	-

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

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**MANAGER'S COMMENTS**

**MARKET REVIEW**

The FBMKLCI (KLCI) edged up 0.50% vs. 0.10% for the month of June to end at 1,882.71. The KLCI is up 0.84% YTD but still remains behind regional peers i.e. Jakarta +14.14%, the Philippines +16.21% and Singapore's STI +2.79%. Uncertainties surrounding the interest rate, weak quarterly earnings and unattractive regional valuations kept the KLCI at bay for the last few weeks. Although Malaysia still trades at a slightly higher PER (c.17x) vs. its regional peers, we still foresee the KLCI playing 'catch-up' with the other peers. This is premised on the fact that the economic data continue to surprise on the upside, support from foreign funds as well as the recovery in the global economy. Based on the recent new highs recorded in the month of June, we are tweaking our resistance target from 1,880-1,890 (target was achieved after KLCI rose to as high as 1,892.33) to 1,900-1,920 for the month of July. Any downside risk should be well buffered at the 1,860-1,850 support zone in the mid-term.

Crude Palm Oil (CPO) prices increased 1.10% m.o.m to close at RM2484.00/tonne as positive surprises from China's PMI data unexpectedly signaled expansion in China's economy. Crude Oil ended the month 2.59% higher at US\$105.37/barrel after the U.S. said it will send military advisers to Iraq to help repel militants in OPEC's second-biggest oil producer. The Ringgit ended the month 0.32% stronger to RM3.2094/USD on speculation policy makers will raise borrowing costs at the next meeting in July.

Malaysia reported its 1Q14 GDP last month with real GDP growth rising higher to 6.2% y.o.y in 1Q14 from +5.1% in 4Q13. This marked the strongest quarterly growth in five quarters since 4Q12. The primary drivers of growth were domestic demand (+7.4% y.o.y in 1Q14 vs. +6.7% in 4Q) as well as a turnaround in net exports (+14.9% vs. -6.8% in 4Q). Private consumption growth remained strong at +7.1% (+7.4% in 4Q), while public consumption accelerated by 11.2% (+5.2% in 4Q). Overall investments expanded by 6.3% (+6.5% in 4Q), mainly due to robust private investment growth of 14.1% (vs. +16.6% in 4Q) which helped to offset the 6.4% decline in public investment (-1.4% in 4Q).

Bank Negara Malaysia (BNM) kept the Overnight Policy Rate (OPR) at 3.00% during the 8th of May MPC which was in line with both ours and consensus expectations. BNM had highlighted that growth will remain anchored by domestic demand with additional support from the improved external environment.

**MARKET OUTLOOK AND STRATEGY**

We are maintaining our full year GDP target of 5.2%-5.3% for FY14 based on the strong growth in 1Q14. Bank Negara Malaysia (BNM) kept the Overnight Policy Rate (OPR) at 3.00% during the 8th of May MPC which was in line with both our and consensus expectations. BNM had highlighted that growth will remain anchored by domestic demand with additional support from the improved external environment. M3 and leading indicators for the banking sector point to a softer outlook during 1Q14. Loan applications had picked up pace in March but loan approvals slowed down due to stringent lending practices. Domestic growth is expected to soften as recent indicators signal slowdown in private consumption. No change to the expected OPR increase to 3.25% for Malaysia. Given the current economic climate, we expect a one-time 25bps increase in the OPR that could come as early as the July 2014 MPC Meeting.

In terms of sectoral performance, we are still expecting the oil & gas and technology sectors to continue to be actively traded with positive newsflows on tender rollouts and new contract orders especially for the semiconductor stocks. Defensive plays on selective consumer and high dividend yielding stocks are also expected to be in investors buying radar against a backdrop of the global market uncertainties. The on-going FIFA World Cup will also cause trading patterns to remain lackluster or limited (as has been during any World Cup years) and we are expecting the local indices to also remain limited on the upside potential.

**DISCLAIMER:**

Based on the fund's portfolio returns as at 15 June 2014, the Volatility Factor (VF) for this fund is 9.3 and is classified as "Moderate". (source: Lipper) "Moderate" includes funds with VF that are above 7.9 but not more than 10.6 (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 31 December 2013 which is calculated once every six months and is valid until its next calculation date, i.e. 30 June 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 for the Fund are equities investment risks such as market risk and particular security risk, interest rate risk and credit / default 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.