

## RHB RETIREMENT SERIES - MODERATE FUND

This Fund aims to seek to provide returns through a balanced mix of income and growth.

### INVESTMENT STRATEGY

- Up to 60% of NAV: Investments in equities.
- At least 40% of NAV: Investments in fixed income instruments and/or money market instruments.
- Up to 5% of NAV: Investments in cash or cash equivalents.

### MEMBER'S PROFILE

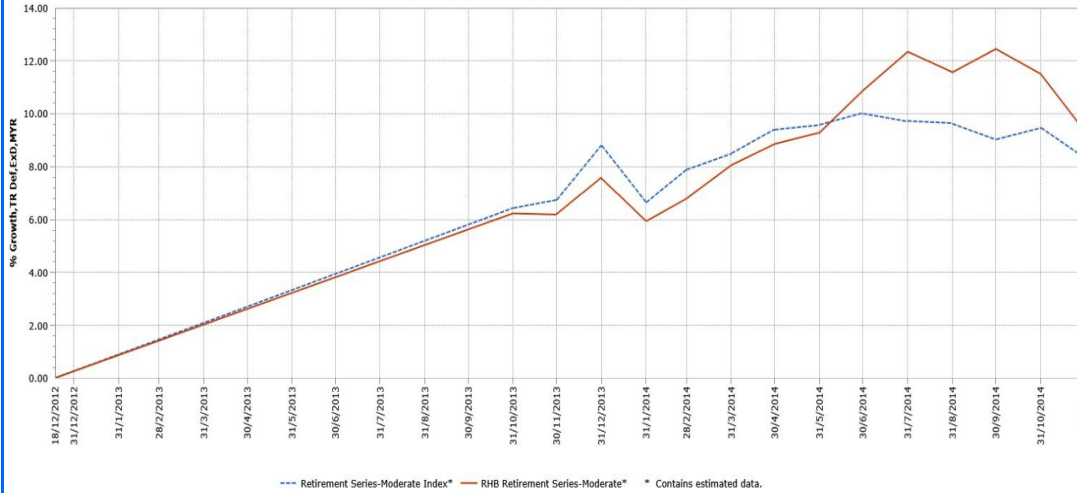
This Fund is suitable for Members who:

- have medium risk profile; and
- are in the age group of 40 years old and above but have not yet reached 50 years old.

### FUND PERFORMANCE ANALYSIS

#### Performance Chart Since Launch\*

% Growth, TR Def, ExD, MYR from 18/12/2012 to 30/11/2014 every 1 Month



--- Retirement Series-Moderate Index\* — RHB Retirement Series-Moderate\* \* Contains estimated data.

#### Cumulative Performance (%)\*

	1 Month	3 Months	6 Months	YTD
Fund	-1.92	-1.97	0.08	1.66
Benchmark	-1.03	-1.18	-1.12	-0.42

	1 Year	Since Launch
Fund	3.00	9.37
Benchmark	1.51	8.35

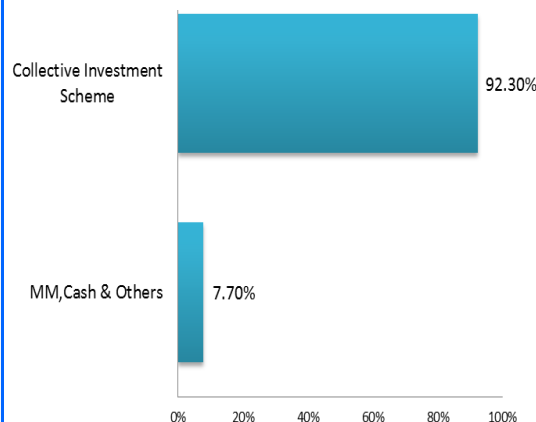
#### Calendar Year Performance (%)\*

	2013
Fund	7.58
Benchmark	7.61

\*Source: Lipper IM

### FUND PORTFOLIO ANALYSIS

#### Sector Allocation\*



#### Top Holdings (%)\*

RHB GOLDENLIFE 2020	92.30
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\*As percentage of NAV

### FUND DETAILS

Investment Manager	RHB Asset Management Sdn. Bhd.
Trustee	Deutsche Trustees Malaysia Bhd
Fund Category	Core (Moderate)
Launch Date	18 December 2012
Unit NAV	RM0.5218
Fund Size (million)	RM7.69
Units In Circulation (million)	14.74
Financial Year End	31 May
MER (as at 31 May 2014)	1.19%
Min. Initial Investment	RM100.00
Min. Additional Investment	RM100.00
Benchmark	60% FBM KLCI + 40% Maybank's 12 mths FD Rate
Sales Charge	Up to 1.00% of NAV per unit
Redemption Charge	None
Annual Management Fee	Up to 1.50% p.a. of NAV*
Annual Trustee Fee	Up to 0.04% p.a. of NAV*
Switching Fee	None
PPA (Private Pension Administrator) Annual Fee	RM8.00^
PPA Pre-retirement Withdrawal Fee	RM25.00 per withdrawal
PPA Transfer Fee	RM25.00 per transfer
Annual PPA Administration Fee	0.04% p.a. of NAV*
Redemption Period	Within 10 days after receipt the request to repurchase
Cooling-Off Period	Within 6 business days from the date of receipt of application
Distribution Policy	Incidental

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

^This fee is payable for the first contribution made in any calendar year and there is no fee payable if no contribution is made in any calendar year.

### FUND STATISTICS

Historical NAV (RM)			
	1 Month	12 Months	Since Launch
High	0.5326	0.5485	0.5485
Low	0.5215	0.5091	0.4940

Source: Lipper IM

#### Historical Distributions (Last 1 Year) (Net)

	Distribution (sen)
28 May 2014	0.0250

Source: RHB Asset Management Sdn. Bhd.

**RHB RETIREMENT SERIES - MODERATE FUND**

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

November was another relatively volatile month, similar like in October. The first half of November saw the KLCI gave back much of the sharp rebound enjoyed in October despite Wall Street's continued strength, before pushing higher again towards the second half of the month. Sentiment was affected by disappointing 3Q corporate results as well as falling crude oil prices while the market waited nervously on OPEC's meeting on the last day of the month on whether to cut crude oil production. For the month, the KLCI slipped 1.9% or 35pts to close at 1,820pts. The broader market underperformed, with the FBM Emas falling 2.6% mom to 12,539pts. Small caps performance was even worst with the FBM Small cap index down 7.0% to 16,443pts while the FBM ACE declined a slower 4.0% to 6,319pts. Average daily value traded on Bursa in Nov decreased 6.6% mom to RM1.98bn.

On the domestic economic front, BNM kept Overnight Policy Rate ("OPR") at 3.25% as widely expected. November was the last Monetary Policy Committee ("MPC") committee meeting for the year and the Central Bank has only delivered 25bps of policy rate hike throughout 2014, contrast with 50bps hike expected in the beginning of the year. 3Q2014 GDP growth slowed to 5.6% YoY (2Q2014: 6.5% YoY) on weaker net exports as well as gross investments. Current Account surplus also narrowed sharply to RM7.6bil (or 2.8% of GDP), from RM16.0bil (or 6.1% of GDP) reported in 2Q2014. Lastly, October CPI only grew 2.8% YoY (September: 2.6% YoY, consensus: 3.0% YoY) as RON95 and diesel price was adjusted higher for the month.

Lower oil price posted a new concern for oil exporting country such as Malaysia. Ringgit weakened from 3.2835 at end-October to 3.3685 at end-November. Likewise, the Malaysian Government Securities ("MGS") also bearish flattened, with short-end yield increased by 6 – 12bps. At close, the 3-, 5-, 7-, 10-, 15-, 20- and 30-year MGS were traded at 3.56% (October: 3.50%), 3.75% (3.63%), 3.77% (3.77%), 3.86% (3.83%), 4.14% (4.15%), 4.24% (4.25%) and 4.59% (4.63%) respectively.

**MARKET OUTLOOK & STRATEGY**

OPEC's unexpected move in keeping production target unchanged in the face of falling oil price shows that there is still room for commodity prices to fall further. This will exert a downward pressure on inflation globally, in addition to the weak global growth trajectory forecasted by IMF and World Bank. However, lower global inflation should strengthen the existing policy easing bias of most central banks around the world. We also viewed positively People's Bank of China ("PBoC") swift move to cut 1-year lending rate by 0.40% and 1 year deposit rate by 0.25% in respond to worsening economic situation and rising financial risks. We expect more policy easing actions to be carried out throughout 2015. This outlook, if carry out as expected in 2015, will provide some breathing space for Emerging Market export oriented countries especially the voice of reverse fund flows is expected to get louder in the face of US eventual tightening.

Back home in Malaysia, the pause in OPR hike came in no surprise as the Governor of BNM has largely guided the market in her speech during the IMF conference last month. No doubt Malaysia's fiscal space might be strained by the continuous slump in oil prices but the introduction of GST next April and the complete removal of fuel subsidy on 1 Dec 2014 which is welcomed by rating agencies, should mitigate this. This is likely to support Malaysia's sovereign rating, which is one of the key aspects in maintaining foreign fund flows. Notwithstanding this, with Ringgit fallen by 2.5% MoM over USD, we believe it will trigger some small scale capital outflow especially with our high foreign holdings of MGS.

Despite a challenging scenario, we will continue to remain invested in the target underlying balanced funds. Asset allocation (in-line with asset allocation limits) will be pro-actively managed with market movements to optimize investment returns.

**DISCLAIMER:**

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 Disclosure Document in relation to the RHB Retirement Series dated 18 December 2012 and its supplementary(ies)(if any) ("Disclosure Document"), before investing. The disclosure document 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 Disclosure Document relates will only be made on receipt of a form of application referred to in the Disclosure Document. For more details, please call 1-800-88-3175 for a copy of the PHS and the Disclosure Document or collect one from any of our branches or authorised distributors. The Manager wishes to highlight the specific risks of the Fund are equity risk, credit risk, interest rate risk, liquidity risk, income distribution risk and derivatives risk. These risks and other general risks are elaborated in the Disclosure Document. 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.