

## RHB GLOBAL ALLOCATION FUND

### RESPONSIBILITY STATEMENT

This Product Highlights Sheet has been reviewed and approved by the directors of RHB Asset Management Sdn Bhd (“RHBAM”) and they have collectively and individually accepted full responsibility for the accuracy of the information. Having made all reasonable enquiries, they confirm to the best of their knowledge and belief, that there are no false or misleading statements, or omission of other facts which would make any statement in the Product Highlights Sheet false or misleading.

### STATEMENT OF DISCLAIMER

The Securities Commission Malaysia has authorised the issuance of RHB Global Allocation Fund and a copy of this Product Highlights Sheet has been lodged with the Securities Commission Malaysia.

The authorisation of the RHB Global Allocation Fund and lodgement of this Product Highlights Sheet, should not be taken to indicate that the Securities Commission Malaysia recommends the RHB Global Allocation Fund or assumes responsibility for the correctness of any statement made or opinion or report expressed in this Product Highlights Sheet.

The Securities Commission Malaysia is not liable for any non-disclosure on the part of RHBAM responsible for the RHB Global Allocation Fund and takes no responsibility for the contents of this Product Highlights Sheet. The Securities Commission Malaysia makes no representation on the accuracy or completeness of this Product Highlights Sheet, and expressly disclaims any liability whatsoever arising from, or in reliance upon, the whole or any part of its contents.

## PRODUCT HIGHLIGHTS SHEET

**This Product Highlights Sheet only highlights the key features and risks of RHB Global Allocation Fund. Investors are advised to request, read and understand the Fund’s prevailing prospectus and its supplementary(ies) (if any) before deciding to invest.**

<b>Name of Fund</b>	RHB Global Allocation Fund (“Fund”).	<b>Fund Category</b>	Feeder fund.
<b>Manager</b>	RHB Asset Management Sdn Bhd.	<b>Launch Date</b>	27 March 2006.
<b>Trustee</b>	HSBC (Malaysia) Trustee Berhad.	<b>Financial Year End</b>	31 August.

### PRODUCT SUITABILITY

This Fund is suitable for investors who seek:

- (i) a well-diversified investment across global markets;
- (ii) a flexible and dynamic asset allocation; and
- (iii) to invest in an established and proven foreign fund managed by a renowned international fund manager.

### KEY PRODUCT FEATURES

#### INVESTMENT OBJECTIVE

This Fund aims to maximise total return expressed in Ringgit Malaysia by investing globally in equity, debt and short term securities, of both corporate and governmental issuers, with no prescribed limits.

#### INVESTMENT STRATEGY

The Fund seeks to achieve its investment objective by investing in a target fund. The Fund will invest principally in one of BlackRock Global Funds (BGF) that is, the BGF Global Allocation Fund (BGF-GAF). BGF-GAF, launched on 30<sup>th</sup> July 1993 (Class A non-distributing shares were only available on 3<sup>rd</sup> January 1997), is a collective investment scheme, domiciled in Luxembourg and regulated by the Commission de Surveillance du Secteur Financier (Luxembourg Financial Sector Supervising Authority) under Part I of the Law of 17 December 2010 that implements Directives 2001/107/EC and 2001/108/EC. BGF-GAF invests globally in equity, debt and short term securities, of both corporate and governmental issuers, with no prescribed limits. BlackRock (Luxembourg) S.A., the management company of BGF-GAF is also regulated by the Luxembourg Financial Sector Supervising Authority Luxembourg under the Law of 17 December 2010. BlackRock (Luxembourg) S.A. has delegated its investment management functions of BGF-GAF to the investment adviser, BlackRock Investment Management LLC who is regulated by the U.S. Securities and Exchange Commission under the Securities Act 1933 and the Securities Exchange Act 1934.

Thus, this Fund’s portfolio will be structured as follows:

At least 95% of Net Asset Value (“NAV”) - Investments in Class A non-distributing shares of the BGF-GAF.

2% - 5% of NAV - Investments in liquid assets.

Although the Fund is passively managed, the investments in the Fund will be rebalanced from time to time to meet sales and redemptions and to enable the proper and efficient management of the Fund.

The Manager does not adopt a temporary defensive position for the Fund in response to adverse market, economic, political, or any other conditions as such defensive strategies are expected to be implemented at the target fund level, i.e. BGF-GAF when deemed necessary by the BGF-GAF’s manager. This will allow the Fund to best track the performance of BGF-GAF. It also follows that if BGF-GAF fails to adopt a successful defensive position in response to adverse market and economic conditions, there is a risk that the Fund will mirror the BGF-GAF’s negative performance, if any. Also, investors should note that at all times the Fund is always subject to currency risk.

This Fund is a feeder fund that invests at least 95% of its NAV in BGF-GAF. The risk management strategies and techniques employed will be at the BGF-GAF level whereby BGF employs a risk management process in connection with financial techniques and instruments which enables it to monitor and measure at any time the risk of the positions and their contribution to the overall risk profile of the BGF-GAF portfolio.

Notwithstanding the above, the Manager may, in consultation with the Trustee, replace BGF-GAF with another Luxembourg-based fund with a similar objective if, in the Manager’s opinion, BGF-GAF no longer meets this Fund’s investment objective, or when acting in the interest of the unit holders of the Fund (“Unit Holder(s”).

### BENCHMARK

Composite Benchmark comprising:

- 36% S & P 500 Composite (RM);
- 24% FTSE World (ex-US) (RM);
- 24% 5 Year US Treasury Note (RM);
- 16% Citigroup Non-USD World Government Bond Index (RM).

## DISTRIBUTION

**DISTRIBUTION MODE** - Distributions, if any, after deduction of taxation and expenses (i.e. net distribution), will be reinvested to purchase additional units of the Fund based on the NAV per unit as at the first Business Day when units in the Fund are quoted ex-entitlement. Allotment of such units shall be within two (2) weeks thereafter.

**DISTRIBUTION POLICY** - As this Fund invests at least 95% of its NAV in BGF-GAF which does not pay any distributions, and consistent with this Fund's objective to maximise total returns, this Fund is therefore not expected to make any distributions. Distributions, if any, after deduction of taxation and expenses, is paid once a year by way of reinvestment.

## KEY RISKS

As this Fund invests at least 95% of its NAV in the target fund, BGF-GAF, it is subject to the management risk of the management company and investment manager of BGF-GAF. Poor management of BGF-GAF will jeopardize the investment of this Fund in BGF-GAF and in turn, the Unit Holders' investment through the loss of capital invested in this Fund.

In addition, as BGF-GAF is denominated in US Dollars and is domiciled in Luxembourg, this Fund may be subject to currency and country risk. Changes in rates of exchange between currencies may cause the value of this Fund's investment in BGF-GAF to diminish or increase which in turn will affect the value of Unit Holders' investments.

The Fund's investments in BGF-GAF may be adversely affected by political instability as well as exchange controls, changes in taxation, foreign investment policies, restrictions on repatriation of investments and other restrictions and controls which may be imposed by the relevant authorities in Luxembourg.

Furthermore, investments of BGF-GAF are subject to the following risks:

- |  |                    |                                      |
|--|--------------------|--------------------------------------|
| ▪ Fixed income transferable securities | ▪ Equity risks     | ▪ Bond downgrade risk                |
| ▪ Distressed securities                | ▪ Emerging markets | ▪ Restrictions on foreign investment |
| ▪ Smaller capitalisation companies     | ▪ Sovereign debt   | ▪ Derivatives                        |

BGF-GAF may invest in People's Republic of China via Stock Connect. Thus, investments of BGF-GAF are subject to specific risks applicable to investing via the Stock Connect. The specific risks of the BGF-GAF are elaborated in the Fund's prevailing prospectus and its supplementary(ies) (if any).

## FUND PERFORMANCE

This Fund has been in operation since 27 March 2006 and the Fund's financial year end was previously 31 December. Effective in year 2008, the Fund's financial year was changed to 31 August. For ease of comparison, the Fund's performance has been re-computed based on the new financial year end. The Fund's performances are as follows:

### AVERAGE TOTAL RETURNS OF THE FUND

Average total returns for the following periods ended 31 August 2018

	1 Year	3 Years	5 Years	10 Years
RHB Global Allocation Fund (%)	2.86	5.52	4.30	3.37
Benchmark <sup>^</sup> (%)	3.25	7.97	12.10	8.59

### ANNUAL TOTAL RETURNS OF THE FUND

Annual total returns for the following financial years ended 31 August

	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
RHB Global Allocation Fund (%)	2.86	8.29	5.49	-2.96	8.25	10.16	3.66	7.38	-6.79	-1.23
Benchmark <sup>^</sup> (%)	3.25	15.27	6.19	27.33	10.11	14.45	13.26	6.35	-6.39	0.20

Source: Lipper IM, 20 September 2018. <sup>^</sup> Composite benchmark comprising 36% S & P 500 Composite (RM), 24% FTSE World (ex-US) (RM), 24% 5 Year US Treasury Note (RM), and 16% Citigroup Non-USD World Government Bond Index (RM). The abovementioned Fund performance is computed on NAV to NAV basis and has been adjusted to reflect distributions payments and unit splits, if any.

For the latest financial year, the Fund recorded a gain of 2.86% whilst its benchmark recorded a gain of 3.25%.

### PORTFOLIO TURNOVER RATIO ("PTR")

PTR (times)	Financial Year Ended 31 August		
	2018	2017	2016
	0.72	0.55	0.40

The PTR for the latest financial year was higher compared with the previous financial year as there were more investment activities during the latest financial year.

### DISTRIBUTION RECORD

	Financial Year Ended 31 August		
	2018	2017	2016
Gross distribution per unit (sen)	-	-	-
Net distribution per unit (sen)	-	-	-

For the latest financial year, no distribution has been proposed by the Fund.

## PAST PERFORMANCE OF THE FUND IS NOT AN INDICATION OF ITS FUTURE PERFORMANCE.

### FEES & CHARGES

***This table describes the charges that you may directly incur when you buy or redeem units of the Fund:***

#### Charges

Sales charge<sup>1</sup> by distribution channels

Institutional Unit Trust Adviser (IUTA)	Up to 3.63% of investment amount.
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Tied (retail) agent	Not applicable*.
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Direct sales (Direct investment with the Manager)	Not applicable*.
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An investor can expect differing sales charge to be levied when buying units of the Fund from the distribution channel subject to the maximum sales charge stipulated herein. This is due to the different levels of services provided by the distributors within the distribution channel and/or the size of the investment undertaken.

Investments via the Employees Provident Fund (“EPF”) Members’ Investment Scheme will be levied a sales charge of up to 3.00% of the NAV per unit (or such other rate that may be determined by the EPF from time to time). Please note that there may be changes to the status of the eligibility of the Fund under the EPF Members’ Investment Scheme from time to time. Investors may refer to <http://www.kwsp.gov.my> for updated information on the eligibility of the Fund under the EPF Members’ Investment Scheme.

\* Currently units are only available for purchase via the Manager’s authorised Institutional Unit Trust Adviser (IUTA).

Repurchase charge	None.
Dilution fee/transaction cost factor	None.
Other charges payable directly by the investors	
Switching fee <sup>1</sup>	RM25.00 per switch or the difference in sales charge which is deductible from the redemption amount of the units to be switched, where applicable.
Transfer fee <sup>1</sup>	RM5.00 per transfer.

***This table describes the fees that you may indirectly incur when you invest in the Fund:***

**Fees and Expenses**

Annual management fee <sup>1</sup>	1.80% per annum of NAV before deducting the Manager’s and Trustee’s fees for that particular day. There is no <b>DOUBLE CHARGING OF MANAGEMENT FEE</b> . This means that the Unit Holders will incur <b>ONLY ONE MANAGEMENT FEE and ONLY AT THE FUND’S LEVEL</b> .
Annual trustee fee <sup>1</sup>	Up to 0.07% per annum of NAV before deducting the Manager’s and Trustee’s fees for that particular day (excluding foreign custodian fee and charges).
Expenses directly related to the Fund	Auditors’ fees, custodial charges, other relevant professional fees, cost of distribution of interim and annual reports, tax certificates, reinvestment statements and other notices to Unit Holders and taxes.
Other fees payable indirectly by an investor (if any)	None levied by the Manager. However, as the Fund will invest in units of BGF-GAF, there are also fees indirectly incurred by this Fund such as taxes, administration fees, annual custody safekeeping fees and transaction fees, which are incurred at the BGF-GAF level.

<sup>1</sup> All fees and charges payable to the Manager and the Trustee are subject to any applicable taxes and/or duties and at such rate as may be imposed by the government from time to time.

**Note:** The Manager may, for any reason at any time, waive or reduce the amount of its management fee only or all charges directly payable by the Unit Holder and/or investor in respect of the Fund, either generally (for all Unit Holders and/or investors) or specifically (for any particular Unit Holder and/or investor) and for any period or periods of time at its absolute discretion.

**TRANSACTION INFORMATION**

Minimum Initial Investment	RM1,000 or such other amount as the Manager may from time to time accept.
Minimum Additional Investment	RM100 or such other amount as the Manager may from time to time accept.
Minimum Repurchase Units	Any number of units.
Switching Facility and Frequency of Switching	<ul style="list-style-type: none"> <li>• Available.</li> <li>• Minimum amount for a switch is RM1,000.</li> <li>• There are no restrictions as to the number of switches or the frequency of switching.</li> <li>• Minimum investment balance at all times must be one hundred (100) units after the switch.</li> </ul>
Minimum Investment Balance	100 units or such other lower quantity as the Manager may from time to time decide.
Transfer Facility	Available. In the event of a partial transfer, both the transferor and the transferee must each hold a minimum investment balance of one hundred (100) units after the transfer.
Redemption Period	Redemption monies to be paid within ten (10) days after receipt by the Manager of the request to repurchase. For EPF Unit Holders, the redemption monies will be remitted to EPF by crediting into the members’ provident account.
Cooling-off Period	Unit Holders have the right to request for a refund of their investment within six (6) business days <sup>#</sup> which shall be effective from the date of receipt of the application by the Manager, subject to eligibility. <sup>#</sup> These are the working days when the Manager is open for business.
Business Day	A day in which the Bursa Malaysia Securities Berhad is open for trading and (i) a day which is a business day in Hong Kong (i.e. a day other than Saturdays, Sundays and public holidays); and (ii) a day which is a business day in Luxembourg for banks and the Luxembourg stock exchange, and such other days as the directors of BlackRock Global Funds may decide.
Dealing Hours	9:00 a.m. to 4:00 p.m. (Malaysia time) on any Business Day or such later time as the Manager may determine provided always that complete applications for the Fund are received before the next valuation point.

**YOU SHOULD NOT MAKE PAYMENT IN CASH TO A UNIT TRUST CONSULTANT OR ISSUE A CHEQUE IN THE NAME OF A UNIT TRUST CONSULTANT.**

**VALUATIONS AND EXITING FROM INVESTMENT**

**VALUATION OF ASSETS**

The Fund must be valued at least once every Business Day. However, certain foreign markets in which the Fund may invest in have different time zones from that of Malaysia. Accordingly, the valuation of the Fund for a Business Day will be conducted before 5:00 p.m. on the following day in which the Manager is open for business, when the closing prices of the foreign markets for that Business Day would be available. As such, the daily price of the Fund for a particular Business Day will not be published in the major newspapers on the next day but will instead be published the next following day (i.e. the price will be two (2) days old). This will be specifically indicated in the major newspapers. Investors may however obtain the most current computed price by contacting the Manager directly or visiting our website, [www.rhbgroup.com](http://www.rhbgroup.com).

## EXITING FROM THIS INVESTMENT

Units of the Fund can be redeemed by forwarding the completed form of request to repurchase to the Manager's registered/principal office or any of its branch offices, or to any of its authorised sales agents or participating IUTAs before their respective cut-off times. The redemption monies will be paid within ten (10) days after receipt by the Manager of the request to repurchase. For EPF Unit Holders, the redemption monies will be remitted to EPF by crediting into the members' provident account. For partial redemption, the balance of units of the Fund held after the redemption must be at least one hundred (100) units or such other lower quantity as the Manager may from time to time decide (the "minimum investment balance"). There are no restrictions on the number of units a Unit Holder can redeem out of his investments or the frequency of redemptions in a year. However, the Manager shall not be bound to comply with any request for redemption of units if the balance of units held after the redemption is less than the minimum investment balance.

## CONTACT INFORMATION

To contact the Manager or to find out about the distribution channels of the Fund, you may call us at 1-800-88-3175 at any time during office hours: Mondays through Fridays from 9.00 a.m. – 5.00 p.m. or e-mail your enquiries to [rhbam@rhbgroup.com](mailto:rhbam@rhbgroup.com).

### HOW DO YOU LODGE A COMPLAINT?

1. For internal dispute resolution, you may contact:

❖ **via phone to:** 03-9205 8000      ❖ **via Unit Holders Services Toll-Free Hotline at:** 1-800-88-3175      ❖ **via fax to:** 03-9205 8100  
❖ **via email to:** [rhbam@rhbgroup.com](mailto:rhbam@rhbgroup.com)      ❖ **via website to:** [www.rhbgroup.com](http://www.rhbgroup.com)      ❖ **via letter to:** RHB Asset Management Sdn Bhd,  
Level 8, Tower 2 & 3, RHB Centre, Jalan Tun Razak, 50400 Kuala Lumpur

2. If you are dissatisfied with the outcome of the internal dispute resolution process, please refer your dispute to the Securities Industry Dispute Resolution Center (SIDREC):

❖ **via phone to:** 03-2282 2280      ❖ **via fax to:** 03-2282 3855      ❖ **via email to:** [info@sidrec.com.my](mailto:info@sidrec.com.my)      ❖ **via letter to:** Securities Industry  
Dispute Resolution Center (SIDREC), Unit A-9-1, Level 9, Tower A, Menara UOA Bangsar, No. 5, Jalan Bangsar Utama 1, 59000 Kuala Lumpur

3. You can also direct your complaint to the Securities Commission Malaysia ("SC") even if you have initiated a dispute resolution process with SIDREC. To make a complaint, please contact the SC's Consumer & Investor Office:

❖ **via phone to the Aduan Hotline at:** 03-6204 8999      ❖ **via fax to:** 03-6204 8991      ❖ **via email to:** [aduan@seccom.com.my](mailto:aduan@seccom.com.my)  
❖ **via online complaint form available at:** [www.sc.com.my](http://www.sc.com.my)      ❖ **via letter to:** Consumer & Investor Office, Securities Commission Malaysia,  
No 3 Persiaran Bukit Kiara, Bukit Kiara, 50490 Kuala Lumpur.

4. Federation of Investment Managers Malaysia (FIMM)'s Complaints Bureau:

❖ **via phone to:** 03-2092 3800      ❖ **via fax to:** 03-2093 2700      ❖ **via email to:** [complaints@fimm.com.my](mailto:complaints@fimm.com.my)  
❖ **via online complaint form available at:** [www.fimm.com.my](http://www.fimm.com.my)      ❖ **via letter to:** Legal, Secretarial & Regulatory Affairs, Federation of  
Investment Managers Malaysia, 19-06-1, 6<sup>th</sup> Floor Wisma Tune, No. 19 Lorong Dungun, Damansara Heights, 50490 Kuala Lumpur.