

## RHB LEISURE, LIFESTYLE & LUXURY 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 Leisure, Lifestyle & Luxury Fund and a copy of this Product Highlights Sheet has been lodged with the Securities Commission Malaysia.

The authorisation of the RHB Leisure, Lifestyle & Luxury Fund and lodgement of this Product Highlights Sheet, should not be taken to indicate that the Securities Commission Malaysia recommends the RHB Leisure, Lifestyle & Luxury 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 Leisure, Lifestyle & Luxury 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 Leisure, Lifestyle & Luxury 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 Leisure, Lifestyle & Luxury (“Fund”).	<b>Fund Category</b>	Equity fund.
<b>Manager</b>	RHB Asset Management Sdn Bhd.	<b>Launch Date</b>	22 October 2013.
<b>Trustee</b>	TMF Trustees Malaysia Berhad.	<b>Financial Year End</b>	30 November.

### PRODUCT SUITABILITY

This Fund is suitable for high risk profile investors who seek long term\* capital appreciation by investing in equities and equity related securities issued by companies that provide goods and services in the leisure, lifestyle and luxury market.

### KEY PRODUCT FEATURES

#### INVESTMENT OBJECTIVE

The Fund aims to achieve long term\* capital appreciation by investing in equities and equity related securities issued by companies that provide goods and services in the leisure, lifestyle and luxury market.

Note: \* “long term” means 5 years and above.

#### INVESTMENT STRATEGY

The Fund will invest at least 70% of Net Asset Value (“NAV”) in equities and equity related securities (such as warrants and Irredeemable Convertible Unsecured Loan Stock (“ICULS”)) and up to 30% of NAV will be in liquid assets, including money market instruments and deposits with financial institutions.

The Fund is an equity fund that will be investing in equities and equity related securities (such as warrants and ICULS) issued by companies that provide goods and services in the leisure, lifestyle and luxury market. These are companies selected from the constituents of the consumer discretionary sector in the Global Industry Classification Standard (“GICS”), a database developed by Morgan Stanley Capital International (“MSCI”) and Standard & Poor’s. The companies selected from the consumer discretionary sector in the GICS database are from different industries under the leisure, lifestyle and luxury market such as travel and tourism, recreation, lodging, gaming, fashion, technology, dining, shopping, transportation and other industries which are deemed fit by the Manager from time to time.

In evaluating the suitability of specific equities for investment, the Manager shall conduct a monthly review, taking into account the diversification across different countries and industries. As such, the list of equities invested may vary from time-to-time, depending on the Manager’s outlook for each equity and the Manager’s view on economic and market conditions. The investment universe of the Fund includes equities and equity related securities which are listed in foreign markets deemed fit by the Manager.

Asset allocation:

- At least 70% of NAV will be invested in equities and equity related securities.
- Up to 30% of NAV will be invested in liquid assets including money market instruments and deposits with financial institutions.

The Manager may take temporary defensive positions that may be inconsistent with the Fund’s investment strategy in attempting to respond to adverse economic, political or any other market conditions. In such circumstances, the Manager may attempt to cushion the portfolio’s downside by reducing its exposure to the equities or equities related securities and increasing its exposure up to 100% of NAV in assets that are defensive in nature such as fixed income instruments, money market instruments and deposits with any financial institution.

Investing in the Fund is not the same as placing funds in a deposit with a bank or financial institution. There are risks involved and investors should rely on their own evaluation or the advice of their own professional advisers to assess the merits and risks when investing in the Fund. To mitigate the risks confronting the Fund, the Manager will, amongst other things:

- Use financial derivatives for hedging purposes where appropriate;
- Constantly monitor market liquidity and pricing;
- Adhere to the Fund’s investment restrictions and limits; and
- Constantly liaise with the investment committee for the Fund.

### BENCHMARK

MSCI ACWI Consumer Discretionary Index.

## DISTRIBUTION

**DISTRIBUTION POLICY** - The Fund is not expected to make any distributions.

**DISTRIBUTION MODE** - Not applicable, as the Fund is not expected to make any distribution.

## KEY RISKS

**MARKET RISK** - Market risk is a risk that arises when the prices of investments in the marketplace are affected by circumstances such as political or economic events. These circumstances may be a local or global event that can affect the global markets as well as the markets where the Fund is invested in and subsequently, the value of the Fund's investments.

**COUNTRY RISK** - The Fund will be investing in foreign markets. The foreign investments portion of the Fund may be affected by risks specific to the country that the Fund invests in. Such risks include changes in the country's economic fundamentals, social and political stability, currency movements and foreign investments policies. These factors may have an impact on the prices of the securities that the Fund invested in and ultimately lower the NAV. Such risk can be diversified by investing in different countries.

**CURRENCY RISK** - This risk is associated with investments that are quoted in foreign currency denomination. When a security is denominated in a foreign currency which fluctuates unfavourably against the RM, the investment in the Fund may face currency loss in addition to the capital gains/losses. This may lead to a lower NAV. The Manager may, at its discretion, adopt a two-pronged approach to mitigate currency risks. Firstly by spreading the investable assets across differing currencies and secondly by utilising forward contracts to hedge the currencies if it is deemed as necessary to do so.

**EQUITY RISK** - The performance of the equities held by the Fund is also dependent on company specific factors like the company's business situation. If the company-specific factors deteriorate, the price of the specific equity may drop significantly and permanently. Such event could possibly occur even in a positive equity market trend. The risk will be managed via portfolio diversification. In addition, where necessary, exposure to a particular equity will be reduced in the event of an anticipated weakness in that particular equity.

**REGULATORY RISK** - Any changes in national policies and regulations may have an effect on the capital markets in which the Fund are investing. If this occurs there is a possibility that the unit price may be adversely affected.

**LIQUIDITY RISK** - This refers to the ease with which a security can be sold at or near its fair value depending on the volume traded on the market. Should a security become illiquid, it may be sold at a discount to its fair value, thus lowering the value of the Fund's investments and subsequently the value of the investments of the unit holders of the Fund ("Unit Holder(s)").

**EQUITY RELATED SECURITIES RISK** - The Fund may also invest in equity related securities such as warrants and ICULS.

As both warrants and ICULS are linked to the particular equity securities from which they are derived, the warrants and ICULS inherit the risks linked to that underlying equity security such as market risk, currency risk, country risk, industry risk and liquidity risk. Thus, the value of the investments in warrants and ICULS are also subject to the day to day movement in the prices of their underlying equity securities. Warrants and ICULS also have a limited life and if they are not exercised at the maturity, they will expire. While warrants become worthless if they are not exercised before maturity, causing the value of the Fund's investments to fall and like any other investments, the fall in the value of the Fund's investments will ultimately lower the NAV. ICULS, on the other hand, must be converted to the underlying shares at a predetermined conversion ratio and conversion rate, which may be at a disadvantage to the Fund's portfolio and may cause the value of the Fund's investments to fall and ultimately lower the NAV.

## FUND PERFORMANCE

### AVERAGE TOTAL RETURNS OF THE FUND

Average total returns for the following periods ended 30 November 2017

	1 Year	3 Years	Since Launch (11/11/2013* - 30/11/2017)
RHB Leisure, Lifestyle & Luxury Fund (%)	7.37	13.76	11.53
Benchmark^ (%)	11.83	14.58	14.25

### ANNUAL TOTAL RETURNS OF THE FUND

Annual total returns for the following financial years ended 30 November

	2017	2016	2015	Since Launch (11/11/2013* - 30/11/2014)
RHB Leisure, Lifestyle & Luxury Fund (%)	7.37	7.26	27.89	5.70
Benchmark^ (%)	11.83	2.32	31.51	14.05

Source: Lipper IM, 15 December 2017. \* The last day of the Fund's initial offer period. ^ The benchmark of the Fund is MSCI ACWI Consumer Discretionary Index (Bloomberg Ticker: MXWD0CD). 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 7.37% whilst its benchmark recorded a gain of 11.83%.

### PORTFOLIO TURNOVER RATIO ("PTR")

PTR (times)	Financial Year Ended 30 November		
	2017	2016	2015
	0.43	0.31	1.19

The PTR for the financial year was higher compared with the previous financial year due to more investment activities for the latest financial year.

## DISTRIBUTION RECORD

	Financial Year Ended 30 November		
	2017	2016	2015
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 this Fund:***

Charges	
<b>Sales charge<sup>1</sup> by distribution channels</b>	
Institutional Unit Trust Adviser (IUTA)	Up to 5.00% of investment amount.
Tied (Retail) Agent	Up to 5.00% of investment amount.
Direct Sales (Direct Investment with the Manager)	Up to 5.00% of investment amount.
An investor can expect differing sales charge to be levied when buying units of the Fund from the various distribution channels and within each distribution channel, subject to the maximum sales charge stipulated herein. This is due to the different levels of services provided by each distribution channel and / or the size of the investment undertaken.	
<b>Repurchase charge</b>	None.
<b>Dilution fee or transaction cost factor</b>	None.
<b>Other charges payable directly by the investors</b>	
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	None.

***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.
Annual trustee fee <sup>1</sup>	Up to 0.06% per annum of NAV, before deducting the Manager's and Trustee's fees for that particular day (excluding foreign custodian fees 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, commissions or fees paid to brokers, other transaction costs and taxes.
Other fees payable indirectly by an investor (if any)	None.

<sup>1</sup>The implementation of Goods and Services Tax ("GST") is effective from 1 April 2015 at the rate of 6% and the fee and charges payable are exclusive of GST.

Note: The Manager may, for any reason at any time, waive or reduce the amount of its management fee or other 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 lower amount as the Manager may from time to time accept.
Minimum Additional Investment	RM100 or such other lower amount as the Manager may from time to time accept.
Minimum Repurchase Units	Any number of units.
Restriction on Frequency of Repurchase	No restrictions.
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 a Unit Holder may perform or the frequency of switching.</li> <li>▪ Following a switch transaction, if the quantity of holdings of a Unit Holder falls below the minimum investment balance, the Manager can withdraw the entire investment and forward the proceeds to the Unit Holder.</li> </ul>
Minimum Investment Balance	2,000 units or such other lower quantity as the Manager may from time to time decide.
Transfer Facility	Available. Following a transfer transaction, if the quantity of holdings of a Unit Holder falls below the minimum investment balance, the Manager can withdraw the entire investment and forward the proceeds to the Unit Holder.
Redemption Period	Redemption monies to be paid within ten (10) days after receipt by the Manager of the request to repurchase.
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.
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 assets of 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 carried out before 5:00 p.m. on the following day in which the Manager is open for business where the closing price of the foreign markets for that Business Day\*\* should 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 obtain the most current computed price by contacting the Manager directly or visiting our website, [www.rhbgroup.com](http://www.rhbgroup.com).

**\*\*Note:** Business Day refers to a day on which Bursa Malaysia is open for trading and/or banks in Kuala Lumpur are open for business. The Manager may declare certain business days to be a non-business day although Bursa Malaysia and/or the banks are open for business, if some foreign markets\* in which the Fund is invested in are closed for business. \* some foreign markets refer to the markets in which at least 50% of NAV (in aggregate) is invested therein.

### 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 authorized sales agents or participating IUTAs before their respective cut-off times. There is no restriction 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 two thousand (2,000) units or such other lower quantity as the Manager may from time to time decide (the minimum investment balance). For the avoidance of doubt, the Manager will deem an automatic request for a full repurchase of units to have been made by the Unit Holder should a request for partial redemption leave the balance of units held after the redemption less than the applicable minimum investment balance. The redemption monies will be paid within ten (10) days after receipt by the Manger of the request to repurchase.

### 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:
  - (a) via phone to : 03-9205 8000
  - (b) via Unit Holders Services Toll-Free Hotline at : 1-800-88-3175
  - (c) via fax to : 03-9205 8100
  - (d) via e-mail to : [rhbam@rhbgroup.com](mailto:rhbam@rhbgroup.com)
  - (e) via website at : [www.rhbgroup.com](http://www.rhbgroup.com)
  - (f) 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):
  - (a) via phone to : 03-2282 2280
  - (b) via fax to : 03-2282 3855
  - (c) via e-mail to : [info@sidrec.com.my](mailto:info@sidrec.com.my)
  - (d) 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:
  - (a) via phone to the Aduan Hotline at : 03-6204 8999
  - (b) via fax to : 03-6204 8991
  - (c) via e-mail to : [aduan@seccom.com.my](mailto:aduan@seccom.com.my)
  - (d) via online complaint form available at : [www.sc.com.my](http://www.sc.com.my)
  - (e) 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:
  - (a) via phone to : 03-2092 3800
  - (b) via fax to : 03-2093 2700
  - (c) via e-mail to : [complaints@fimm.com.my](mailto:complaints@fimm.com.my)
  - (d) via online complaint form available at : [www.fimm.com.my](http://www.fimm.com.my)
  - (e) 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