

## RHB GOLD 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 relevant information and document in relation to the RHB Gold Fund, including a copy of this Product Highlights Sheet have been lodged with the Securities Commission Malaysia under the Lodge and Launch Framework.

The lodgement of the relevant information and document in relation to the RHB Gold Fund, including this Product Highlights Sheet, should not be taken to indicate that the Securities Commission Malaysia recommends the RHB Gold 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 RHB Asset Management Sdn Bhd responsible for the RHB Gold 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 Gold Fund. Investors are advised to request, read and understand the Fund's prevailing information memorandum and its supplementary(ies) (if any) before deciding to invest.**

<b>Name of Fund</b>	RHB Gold Fund ("Fund").	<b>Fund Category</b>	Feeder (exchange traded) fund.
<b>Manager</b>	RHB Asset Management Sdn Bhd.	<b>Launch Date of the Fund</b>	11 April 2018.
<b>Trustee</b>	SCBMB Trustee Berhad.	<b>Financial Year End</b>	31 January.
<b>Target Fund</b>	iShares Gold ETF (CH).	<b>Base Currency of the Fund</b>	USD.
<b>Target Fund's Manager</b>	BlackRock Asset Management Schweiz AG.		

Classes under the Fund	Currency denomination of the Class	Launch Date of the Class	Initial Offer Period	Initial Offer Price
<b>RM Class</b>	RM	11 April 2018	(21 days) 11 April 2018 to 1 May 2018	RM 1.0000 per unit of the Fund
<b>USD Class</b>	USD	To be determined	(21 days) To be determined	USD 1.0000 per unit of the Fund

### PRODUCT SUITABILITY

Subscription of units of the Fund is **ONLY** open to the following sophisticated investors:

1. An individual whose total net personal assets, or total net joint assets with his or her spouse, exceed RM3 million or its equivalent in foreign currencies, excluding the value of the individual's primary residence; or
2. An individual who has a gross annual income exceeding RM300,000 or its equivalent in foreign currencies per annum in the preceding twelve months; or
3. An individual who, jointly with his or her spouse, has a gross annual income exceeding RM400,000 or its equivalent in foreign currencies per annum in the preceding twelve months; or
4. A corporation with total net assets exceeding RM10 million or its equivalent in foreign currencies based on the last audited accounts; or
5. A partnership with total net assets exceeding RM10 million or its equivalent in foreign currencies; or
6. A unit trust scheme or prescribed investment scheme; or
7. A private retirement scheme; or
8. A closed-ended fund; approved by the Securities Commission Malaysia; or
9. A company that is registered as a trust company under the Trust Companies Act 1949 which has assets under management exceeding RM10 million or its equivalent in foreign currencies; or
10. A corporation that is a public company under the Companies Act 2016 which is approved by the Securities Commission Malaysia to be a trustee under the Capital Markets and Services Act 2007 and has assets under management exceeding RM10 million or its equivalent in foreign currencies; or
11. A statutory body established by an Act of Parliament or an enactment of any State; or
12. A pension fund approved by the Director General of Inland Revenue under section 150 of the Income Tax Act 1967; or
13. Central Bank of Malaysia established under the Central Bank of Malaysia Act 2009; or
14. A holder of a capital markets services licence or an executive director or a chief executive officer of a holder of a capital markets services licence; or
15. A licensed institution; as defined in the Financial Services Act 2013; or
16. An Islamic bank; as defined in the Islamic Financial Services Act 2013; or
17. An insurance company registered under the Financial Services Act 2013; or
18. A takaful operator registered under the Islamic Financial Services Act 2013; or
19. A bank licensee or insurance licensee as defined under the Labuan Financial Services and Securities Act 2010; or
20. An Islamic bank licensee or takaful licensee as defined under the Labuan Islamic Financial Services and Securities Act 2010; or
21. Any other investor as may be defined by the Securities Commission Malaysia from time to time.

**KEY PRODUCT FEATURES****INVESTMENT OBJECTIVE**

The Fund aims to achieve performance that closely corresponds to the Fund's benchmark by investing in one (1) target fund.

**INVESTMENT STRATEGY**

The Fund will invest principally in the USD denominated units of the iShares Gold ETF (CH) ("Target Fund").

The investment objective and investment policy of the Target Fund is to match the performance of gold as closely as possible, subject to any deviations caused by the fees and incidental costs charged to the Target Fund's assets. The Target Fund is an exchange traded fund that is one (1) of the sub-funds under iShares ETF II (CH), iShares ETF II (CH) is an umbrella fund under Swiss law of the "Other funds for traditional investments" type which was established under the Swiss Collective Investment Schemes Act ("CISA") of June 23, 2006, as amended, and is divided into sub-funds. It is regulated by the Swiss Financial Market Supervisory Authority ("FINMA"). The units of the Target Fund are listed according to the collective investment schemes standard of SIX Swiss Exchange Ltd and are thus referred to as exchange traded funds ("ETF"). The Target Fund is managed by BlackRock Asset Management Schweiz AG, BlackRock Asset Management Schweiz AG is licensed as a fund management company by FINMA and is subject to FINMA supervision. The investment decisions in respect of the Target Fund have been delegated to BlackRock Advisors (UK) Limited, London, which has sub-delegated these investment decisions to BlackRock Asset Management Deutschland AG, Munich, BlackRock Advisors (UK) Limited, London is a subsidiary of BlackRock, Inc. It is authorised and regulated in the United Kingdom ("UK") by the Financial Conduct Authority (the "FCA") to carry on investment management business and as such is subject to FCA rules. BlackRock Asset Management Deutschland AG, Munich is a subsidiary of BlackRock, Inc. It is a capital management company defined in the German Capital Investment Code (Kapitalanlagegesetzbuch – "KAGB") authorised and regulated by the German Federal Supervisory Authority (Bundesanstalt für Finanzdienstleistungsaufsicht – "BaFin") for the purposes of managing investment funds, including externally managed investment stock corporations in accordance with the Undertakings for the Collective Investment of Transferable Securities ("UCITS") Directive and providing portfolio management services to third parties. The custodian bank of the Target Fund is State Street Bank GmbH, Munich, Zurich Branch. The custodian bank is a bank within the meaning of the Swiss Federal Law on Banks and Savings Banks and meets the requirements of Article 72 CISA. The custodian bank appoints Credit Suisse AG, as direct and indirect third-party custodian or sub-custodian respectively in relation to the physical custody of gold on behalf of the Target Fund (the "vaulting agent").

Although the Fund is passively managed, the investments in the Fund will be rebalanced from time to time to meet sale and redemption transactions. This is to enable proper and efficient management of the Fund. The Manager does not adopt a temporary defensive position for the Fund as this will allow the Fund to best track the Fund's benchmark by investing in the Target Fund. Hence, there is a risk that the Fund will mirror the Target Fund's negative performance, if any. This Fund is a feeder fund that invests at least 95% of its Net Asset Value ("NAV") in the Target Fund. The risk management strategies and techniques employed will be at the Target Fund level. When appropriate for RM Class, the Manager may trade in financial derivatives, which include but is not limited to forwards and swaps, for the purpose of hedging the currency risk exposure (if any) of the RM Class. The benefit of any upside of currency movement is limited when hedging the Class exposure to foreign currency risk as the primary interest is to protect the value of the portfolio of the Class. Any gain or loss from hedging transaction of the RM Class is separately treated. This ensures that the gains/ losses or expenses from hedging transactions of the RM Class are borne separately by the Unit Holders of the RM Class.

**UNIT HOLDERS ARE ADVISED TO READ AND UNDERSTAND THE TARGET FUND'S INVESTMENT OBJECTIVE AND POLICY DISCLOSED IN THE FUND'S PREVAILING INFORMATION MEMORANDUM AND ITS SUPPLEMENTARY(IES) (IF ANY).**

**ASSET ALLOCATION**

At least 95% of NAV - Investments in the USD denominated units of the Target Fund.

The balance of the NAV shall be invested in liquid assets including money market instruments, placements of cash in any deposits or investment accounts with any financial institution(s) that are not embedded with or linked to financial derivative instruments ("Deposits") and collective investment schemes investing in money market instruments and Deposits.

**BENCHMARK**

London Bullion Market Association ("LBMA") Gold Price.

**DISTRIBUTION**

**DISTRIBUTION POLICY** - The Fund may declare distributions, if any, to Unit Holders depending on the level of income generated at each relevant period. Distributions, if any, after deduction of taxation and expenses (i.e. net distributions) are generally declared annually.

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

**KEY RISKS****KEY RISKS OF THE FUND**

**MANAGEMENT RISK** - As the Fund invests at least 95% of its NAV in the Target Fund, it is subject to the management risk of the manager of the Target Fund. Poor management of the Target Fund by the Target Fund's manager will jeopardise the investments of the Fund in the Target Fund and in turn, the Unit Holders' investments through the risk of reduced returns and in some cases loss of capital invested in the Fund.

**SECONDARY TRADING RISK** - The units of the Target Fund will be traded on SIX Swiss Exchange Ltd. There can be no certainty that there will be liquidity in the units of the Target Fund or that the market price at which units of the Target Fund may be traded on the exchange will be the same as the net asset value per unit of the Target Fund. There can be no guarantee that once the units of the Target Fund are listed or traded on a stock exchange they will remain listed or traded on that stock exchange. If the units of the Target Fund are delisted from the SIX Swiss Exchange Ltd, the Manager may proceed to close and terminate the Fund or replace the Target Fund with another fund. The Unit holders will be notified accordingly. The market price of a share/ unit listed on a stock exchange will be determined by the market and prevailing economic conditions and may not reflect the net asset value per unit of the Target Fund. Hence the NAV is subject to the market price of the units of the Target Fund traded on the stock exchange.

**COUNTRY RISK** - As the Target Fund is domiciled and listed in Switzerland, the Target Fund is subject to country risk. The Fund's investments in the Target Fund 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 Switzerland. This in turn may cause the NAV to fall.

**CURRENCY RISK** - The impact of the exchange rate movement between the base currency of the Fund (i.e. USD) and the differing currency of a class (i.e. RM class) may result in a depreciation of the investor's holdings as expressed in the base currency of the Fund.

**KEY RISKS OF THE TARGET FUND**

Investments of the Target Fund are subject to the following risks:

- Investment risks
- Concentration risk
- Shortage of physical metal
- Derivative risks
- Risks related to precious metals generally

- Sales of gold by national and supranational organizations could adversely affect the value of the Target Fund units
- Crises may precipitate large-scale sell-offs of gold which could lead to a fall in the gold price and consequently decrease in the value of the Target Fund units
- Custody and insurance

**These risks of the Target Fund are elaborated in the Fund's prevailing information memorandum and its supplementary(ies) (if any).**

#### FEES & CHARGES

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

	RM Class	USD Class
Corporate Unit Trust Scheme Adviser (CUTA)	Up to 5.00% of investment amount.	
Institutional Unit Trust Scheme 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 (i.e. directly from the Manager or from any of its authorised sales agents or participating IUTAs or CUTAs), subject to the maximum sales charge stipulated above. This is due to the different levels of services provided by each distribution channel and/or the size of the investment undertaken.

Redemption charge	None.	
Switching fee <sup>1</sup>	RM 25.00 per switch or the difference in sales charge between switching funds, where applicable.	USD 10.00 per switch or the difference in sales charge between switching funds, where applicable.
Transfer fee <sup>1</sup>	RM 5.00 per transfer.	USD 5.00 per transfer.
Annual management fee <sup>1</sup>	1.00% per annum of NAV calculated on a daily basis before deducting the Manager's and Trustee's fees for that particular day.	
Annual trustee fee <sup>1</sup>	0.04% per annum of NAV, subject to a minimum of RM18,000 per annum 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 quarterly and annual reports and other notices to Unit Holders, tax certificates, reinvestment statements, commission paid to brokers, other transaction costs and taxes will be charged to the Fund.	
Other expenses indirectly paid by an investor	None levied by the Manager. However, as this Fund will invest in the Target Fund, there are fees indirectly incurred by this Fund, i.e. fees which are incurred at the Target Fund level. The Target Fund is subject to a flat fee of up to 0.50% of net asset value of the Target Fund for the administration, asset management and distribution of the Target Fund by the manager of the Target Fund as well as all tasks performed by the custodian of the Target Fund (such as safekeeping of the assets of the Target Fund and the handling of payment transactions). The fees and incidental costs of the manager and custodian of the Target Fund (such as brokerage fees, commission, transaction costs, taxes and duties in connection with the maintenance fee for the investment in physical gold) may additionally be charged to the Target Fund.	

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

#### TRANSACTION INFORMATION

	RM Class	USD Class
Minimum initial investment	RM 1,000.00 or such other amount as the Manager may from time to time accept.	USD 1,000.00 or such other amount as the Manager may from time to time accept.
Minimum additional investment	RM 500.00 or such other amount as the Manager may from time to time accept.	USD 500.00 or such other amount as the Manager may from time to time accept.
Minimum holding at all times	100 Units or such other quantity as the Manager may from time to time decide.	
Minimum redemption of units	Any number of Units.	
Frequency of creation and redemption of units	No restrictions.	
Switching facility	Available (except during the initial offer period of the Class). Units of the Fund can only be switched to other funds under the management of the Manager that are of the same currency units and that allow switching. Minimum amount for a switch is 500 Units or such other quantity as the Manager may from time to time decide.	
Transfer facility	Transfer of Units is only allowed between Sophisticated Investors.	
Subscription settlement	Payment must be made in the currency of the Class subscribed on subscription date.	
Redemption settlement	Redemption monies are to be paid within ten (10) business days (these are the working days when the Manager is open for business) after receipt by the Manager of the request to repurchase and are payable to the Unit Holders' bank account. Redemption monies will be paid in the currency of the Class subscribed.	
Cooling-off period	Investors do not have any cooling-off rights in respect of any investment in this Fund.	
An investor may request for lower minimum initial investment, lower minimum additional investment amount, lower minimum holding quantity or lower minimum amount for a switch which the Manager may accept or agree to at its absolute discretion from time to time.		
Business day	A day (other than a Saturday or a Sunday or a public holiday) in which Bursa Malaysia is open for trading and a day on which banks are open for normal banking business in Switzerland.	
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 the orders 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 THIS INVESTMENT**

### **VALUATION OF ASSETS**

The Fund must be valued at least once every Business Day except during the Fund's initial offer period. 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 the relevant 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 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. 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, <http://www.rhbgroup.com>.

### **EXITING FROM THIS INVESTMENT**

During the initial offer period, the repurchase price for the RM Class and USD Class are fixed at RM1.0000 per unit of the Fund and USD1.0000 per unit of the Fund. After the initial offer period, the repurchase price shall be the NAV per unit of the respective Class as at the next valuation point of the relevant Business Day ("forward pricing") after the repurchase request is received by the Manager.

There are no restrictions on the number of units of the Fund a Unit Holder can redeem out of the Unit Holder's investments or the frequency of redemptions in a year. 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 quantity as the Manager may from time to time decide (the "minimum holding at all times").

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 branches, or to any of its authorized sales agents or participating CUTAs or IUTAs on any day other than Saturdays, Sundays and public holidays before their respective cut-off times.

Redemption monies are to be paid within ten (10) business days (these are the working days when the Manager is open for business) after receipt by the Manager of the request to repurchase and are payable to the Unit Holders' bank account. Redemption monies will be paid in the currency of the Class subscribed.

### **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 [rham@rhbgroup.com](mailto:rham@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:** [rham@rhbgroup.com](mailto:rham@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.