

### RHB GOLD AND GENERAL FUND

This Fund aims to achieve returns on investment mainly in securities of corporations (whether or not listed on any stock exchange, and in any part of the world) whose business (in any part of the world) is or is substantially in the mining or extraction of gold, silver or precious metals (e.g. platinum, palladium, rhodium etc.), bulk commodities (e.g. coal, iron ore, steel etc.), base metals of all kinds (e.g. copper, aluminium, nickel, zinc, lead tin etc.), and other commodities (e.g. industrial minerals, titanium dioxide, borates etc.) and it includes the mining or extraction of oil, gas, coal and alternative energy or other commodities or other minerals.

#### INVESTOR PROFILE

This Fund is suitable for Investors who:

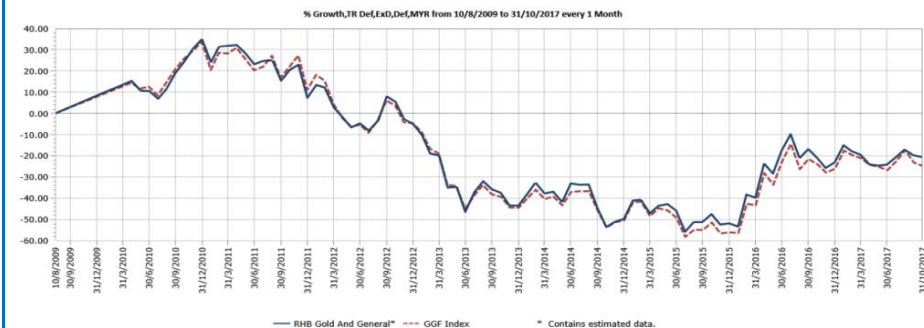
- wish to participate in the potential benefits derived from investment in companies involved in the mining and exploration of precious metals, energy or base metals;
- wish to diversify their investment portfolio from traditional asset classes; and
- are willing to accept a higher risk in their investments to obtain potentially higher returns in the long term.

#### INVESTMENT STRATEGY

- At least 95% of NAV: Investments in the units of United Gold and General Fund.
- 2% - 5% of NAV: Investments in liquid assets including money market instruments and deposits with financial institutions.

#### FUND PERFORMANCE ANALYSIS

##### Performance Chart Since Launch\*



##### Cumulative Performance (%)\*

	1 Month	3 Months	6 Months	YTD
Fund	-1.12	0.23	4.57	3.42
Benchmark	-2.03	-2.82	-0.64	1.70

	1 Year	3 Years	5 Years	Since Launch
Fund	0.54	71.34	-24.65	-20.51
Benchmark	-1.00	62.48	-27.32	-24.62

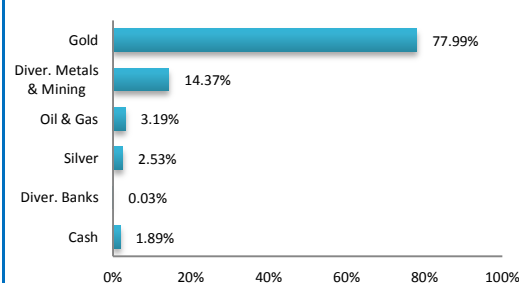
##### Calendar Year Performance (%)\*

	2016	2015	2014	2013	2012
Fund	59.38	-4.01	-10.92	-40.59	-11.50
Benchmark	68.12	-11.34	-10.72	-41.64	-14.15

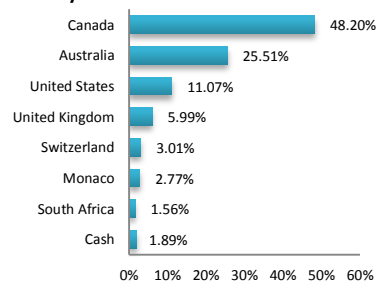
Source: Lipper IM

#### FUND PORTFOLIO ANALYSIS

##### Sector Allocation\*



##### Country Allocation\*



##### Top Holdings (%)\*

NEWMONT MINING CORP	9.35
PRETIUM RESOURCES INC	5.27
BARRICK GOLD CORP	5.07
EVOLUTION MINING LTD	4.14
NORTHERN STAR RESOURCES LTD	3.75

\*As percentage of NAV

\*Source: UOBAM, 31 October 2017. Exposure in United Gold & General Fund - 97.08%

#### FUND DETAILS

Manager	RHB Asset Management Sdn. Bhd.
Trustee	HSBC (Malaysia) Trustee Bhd
Fund Category	Feeder Fund
Fund Type	Growth Fund
Launch Date	21 July 2009
Unit NAV	RM0.2995
Fund Size (million)	RM187.83
Units In Circulation (million)	627.16
Financial Year End	30 June
MER (as at 30 June 2017)	0.55%
Min. Initial Investment	RM1,000.00
Min. Additional Investment	RM100.00
Benchmark	70% FTSE Gold Mines Index (RM) + 30% HSBC Global Mining Index (RM)
Sales Charge	Up to 5.50% of investment amount*
Redemption Charge	None
Annual Management Fee	1.80% p.a. of NAV*
Annual Trustee Fee	Up to 0.08% p.a. of NAV*
Switching Fee	RM25.00 per switch*
Redemption Period	Within 10 days after receipt the request to repurchase
Distribution Policy	None

\*The implementation of GST will be effective from 1 April 2015 at the rate of 6% and the fees or charges payable is exclusive of GST.

\*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	0.3169	0.3436	0.6393
Low	0.2988	0.2578	0.1622

Source: Lipper IM

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### MANAGER'S COMMENTS

#### MARKET REVIEW

Physical gold started the month at US\$1,278/oz, and price movements were initially lacklustre as geopolitical tensions relating to North Korea continued to ease, and as Chinese markets closed for the Golden Week holiday. The gold price then reached an intra-month high of US\$1,303/oz on 13 October 2017 after the release of minutes from the Federal Market Open Committee (FOMC) meeting on 19-20 September revealed an extended discussion of the policy implication of persistently low US inflation. However, gold then weakened again on relatively good US economic data, and as the US Dollar strengthened against other leading currencies. The gold price eventually finished the month slightly lower at US\$1,271/oz.

The influence of US monetary policy on the gold price was particularly strong in October 2017, with financial markets fixated on who President Trump would appoint as the next Chair of the Federal Reserve. Potential candidates included the reappointment of Janet Yellen, or of Federal Reserve Governors such as Jerome (Jay) Powell who are perceived as being relatively dovish on monetary policy, and therefore positive for the gold price. There are also candidates such as Kevin Warsh or Gary Cohn, who were thought to advocate a normalization of US interest rates based on theoretical considerations rather than being dependent on current economic data. By the end of October 2017, consensus market expectations had moved from Mr. Warsh to Mr. Powell.

Financial markets were also concentrated on the Trump administration's tax reform proposals. There was general agreement that both President Trump and the Republican Party need to pass a tax reform bill in order to boost Republican prospects in the 2018 mid-term elections. However, there was less agreement as to the exact details of the bill, and whether President Trump would be able to lower tax rates without offsetting reductions in Federal expenditure. If the Trump Administration fails to push through tax reform, US economic growth prospects are likely to be diminished. This could be negative for the US Dollar and potentially beneficial for the gold price.

October 2017 saw COMEX gold long positions decrease to 989 tonnes (-11.3% mom), with COMEX gold short positions falling to 324 tonnes (-8.7% mom). This meant net long positions fell to 666 tonnes (-12.5% mom), but with COMEX gold positioning still in overbought territory. UBS data showed total aggregate Gold ETF holdings virtually unchanged at 2,213 tonnes (-0.2% mom). IMF data on central bank gold purchases showed the Russian Central Bank bought 34 tonnes in September 2017, increasing its official gold reserves to 1,779 tonnes. The People's Bank of China (PBoC) made no addition to its current official gold reserves of 1,842 tonnes.

Gold equities underperformed physical gold in June 2017, with the ratio between physical gold and the HUI gold equity index increasing to 6.8x, from 6.5x previously. Gold equities continued to correct from the unwinding of speculative buying caused by the North Korean tensions. However, early reporting of 3Q17 production data from listed gold companies was generally positive, with companies meeting or exceeding production and cost expectations. The Fund remained largely invested in Australian and Canadian producers that have low operating costs and good production growth profiles.

The Euromoney Global Mining Index gained in October 2017 with positive sentiment ahead of and during the 19th Chinese Communist Party conference. President Xi's presentation highlighted the long-term potential of the "One Belt, One Road" initiative to boost infrastructure spending, and emphasized improving Chinese environmental standards. Commodity sentiment was also boosted by the growing focus on future electric vehicle sales, and the resulting increase in related commodity consumption. The Fund retained a neutral benchmark weighting for general mining companies, with a preference for base metal exposure over bulk commodity producers.

The West Texas Intermediate crude oil price started October at US\$51.67/bbl and closed the month higher at US\$54.38/bbl (+5.2% mom). Brent crude oil prices also increased to US\$61.37/bbl (+6.7% mom). Crude oil prices benefited from Saudi Aramco's plans to make "the deepest customer allocation cuts in its history" in November 2017, to ensure continued reduction in global inventories. The Saudi energy ministry stated that it expected other OPEC members to follow suit and to maintain the current high level of OPEC production discipline.

#### MARKET OUTLOOK AND STRATEGY

Financial markets expect further interest rate hikes and monetary tightening from the US Federal Reserve. However, US monetary policy contrasts with the Bank of Japan and the ECB, both of which continue with quantitative easing programs. This divergence may cause volatility in global currency markets and has uncertain implications for global inflation. Unconventional monetary policy and continuing negative real interest rates could result in higher inflation, which would be positive for gold and for general commodity prices. Conversely, disappointing economic growth and government spending cuts could result in deflation and systemic risk to the global banking system. The Fund expects to hold a neutral to overweight position in gold equities relative to the benchmark, with a preference for mid-tier and junior producers with growing volume output and low production costs. The Fund's preference for gold is based on our belief that gold-related assets can perform well in both inflationary and deflationary environments.

#### DISCLAIMER:

Based on the fund's portfolio returns as at 15 October 2017, the Volatility Factor (VF) for this fund is 36.5 and is classified as "Very High". (source: Lipper) "Very High" includes funds with VF that are more than 10.7 (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 30 June 2017 which is calculated once every six months and is valid until its next calculation date, i.e. 31 December 2017.

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 6 October 2017 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 of the Fund are management risk and foreign investment risks such as currency risk and country risk and the specific risks of the target fund are market risk in the global markets, foreign exchange/currency risk, political risk, derivatives risk, liquidity risk, small capitalisation companies risk, single sector risk, commodities risk, broker risk, counterparty risk, equity risk and investment management 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.

RHB Asset Management Sdn Bhd (174588-x)

Head Office: Level 8, Tower 2 &amp; 3, RHB Centre, 50400 Kuala Lumpur

General Line: 603-9205 8000

[www.rhbgroup.com](http://www.rhbgroup.com)


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