

## RHB ENTREPRENEUR FUND

### RESPONSIBILITY STATEMENT

This Product Highlights Sheet has been reviewed and approved by the directors of RHB Asset Management Sdn Bhd and they collectively and individually accept 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 Entrepreneur Fund and a copy of this Product Highlights Sheet has been lodged with the Securities Commission Malaysia.

The authorisation of the RHB Entrepreneur Fund and lodgement of this Product Highlights Sheet, should not be taken to indicate that the Securities Commission Malaysia recommends the RHB Entrepreneur 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, the management company responsible for the RHB Entrepreneur 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 Entrepreneur 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 Entrepreneur Fund ("Fund").	<b>Fund Category</b>	Equity fund.
		<b>Fund Type</b>	Growth.
<b>Manager</b>	RHB Asset Management Sdn Bhd.	<b>Launch Date of the Fund</b>	14 October 2014.
<b>Trustee</b>	TMF Trustees Malaysia Berhad.	<b>Financial Year End</b>	31 October.
<b>Investment Adviser</b>	Tokio Marine Asset Management International Pte Ltd.		

### PRODUCT SUITABILITY

This Fund is suitable for investors who wish to participate in the potential and investment opportunities of the Japan and Asian economies, wish to invest in companies which possess entrepreneurial characteristics and are willing to accept high risk in their investments in order to achieve capital growth in the long term\*.

\* Note: "long term" in this context refers to a period between 5 – 7 years.

### KEY PRODUCT FEATURES

#### INVESTMENT OBJECTIVE

The Fund aims to achieve long term\* capital appreciation through investments in securities of companies that possess entrepreneurial characteristics as determined by the Manager.

\* Note: "long term" in this context refers to a period of between 5 - 7 years.

#### INVESTMENT STRATEGY

The Fund seeks to achieve its objective through investments in a portfolio of securities issued by companies listed in Japan, and other Asian countries such as Hong Kong, China, South Korea, Taiwan, India, Indonesia, Thailand, Malaysia, Singapore and Philippines. The Fund's portfolio will consist of at least 50% of investments in securities of companies listed in Japan. The Manager will identify a universe of companies that the Manager believes to possess entrepreneurial management characteristics. The Manager regards stock selection as the source of investment returns that contributes to the outperformance of the Fund's returns against its benchmark and will make its investment decisions based on the "bottom-up approach" emphasizing research and analysis on each individual company. The Fund's investments in such companies are not industry or sector specific. This would accord the Fund a range of investment opportunities identified by the Manager as having entrepreneurial features based on company fundamentals. The Fund will invest in securities of companies which have entrepreneurial characteristics as determined by the Manager. In making such a determination, the Manager will look at the companies which have family involvement with at least 5% equity ownership by the family and corporate governance. For its qualitative analysis of a company, the Manager will focus on the management's display of leadership qualities and initiatives. The Manager will evaluate the management's capability of the company in terms of its pursuance of long term (generally refers to 5 to 7 years) shareholders' returns, consistency of management philosophy and timely and swift decision making. The Manager will in its quantitative screenings, look at factors such as the company's valuation, the company's growth potential, the company's financial soundness and the company's financial indicators such as liquidity and credit criteria.

Although the Fund is actively managed, how active or the frequency of its trading strategy will very much depend on market opportunities. The risk management strategies and techniques employed by the Manager include diversification of the Fund's investments in terms of its exposure to various industries, sectors and asset classes/ type of investments (i.e. equity and money market instruments). Financial derivatives may also be used for hedging purposes where appropriate. Generally, the assets of the Fund will be invested over a medium to long term period\*\* with disposal of the investments when necessary to control risk as well as to optimize capital gains. This is especially so when the full growth potential of an investment is deemed to have been reduced over a prolonged rise in equity value and other available equity investments with entrepreneurial characteristics may present cheaper valuations and better performance potential. The Fund also complies with the permitted investments and restrictions imposed by the Securities Commission Malaysia. Adherence to the permitted investments and restrictions also helps the Manager to risk-manage the Fund's portfolio in terms of diversification. Moreover, the Manager in making its investment decisions shall at all times comply with the investment restrictions of the Fund and requirements as set out in the deed of the Fund.

\*\* medium to long term period here refers to a period of between 3 to 7 years.

For investments in Japan and other Asian countries, the Manager in managing the principal risks such as country risk and currency risk will always take into consideration its evaluation of the historical developments and its prior experience in such countries. Investments in Japan and other Asian countries will be actively managed with constant review of the economic and political developments of the countries in which the Fund is invested in. The Manager has engaged an investment adviser, Tokio Marine Asset Management International Pte Ltd, who will provide stock recommendations in relation to the Fund's investments in companies in Japan. Investments will ultimately be made based on risk-reward profiles. The Manager may take temporary defensive positions that may be inconsistent with the Fund's principal strategy in attempting to respond to adverse economic, political or any other market conditions. In such circumstances, the Manager may reallocate up to 100% of the Fund's equity investments into other asset classes such as fixed income instruments, money market instruments and Deposits<sup>^</sup>, which are defensive in nature.

<sup>^</sup>Deposits refer to any deposits with a financial institution which are not embedded or linked to financial derivative and where applicable these are current accounts, short term money market deposits and short term deposits with financial institutions.

**KEY PRODUCT FEATURES****ASSET ALLOCATION**

The Fund's asset allocation is as follows:

- A minimum 70% of its Net Asset Value ("NAV") - Investments in securities of companies that are listed on the stock exchanges of Japan and other Asian markets.
- Balance of its NAV - Investments in liquid assets including money market instruments and Deposits.

**BENCHMARK**

Tokyo Stock Price Index (TOPIX)

**DISTRIBUTION**

**DISTRIBUTION POLICY** - Consistent with the Fund's objective which aims to achieve capital growth over the long term, distributions will therefore be of secondary importance. Distributions, if any, after deduction of taxation and expenses will be reinvested.

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

**KEY RISKS**

**PARTICULAR SECURITY RISK** - The fluctuation in the performance of any equity in which the Fund invests in will affect the price of the units. The success or failure of the companies will cause the value of its equity to rise or fall. Valued collectively, the performance of individual equity comprising the Fund's portfolio will cause the unit price to rise or fall accordingly.

**REGIONAL RISK** - As the Fund's investments will focus on equities issued by companies listed in Asian countries, it may be subject to a higher level of risk than an equities portfolio which is not restricted to a particular geographical region / market. Thus, there is a risk that the Fund will perform poorly during an economic downturn or in the event of adverse news affecting the said region / market.

**CURRENCY RISK** - The Fund is exposed to currency risk. Fluctuation in foreign exchange rates will affect the value of the Fund's foreign investments when converted into the base currency of the Fund i.e. RM and subsequently the value of unit holders of the Fund ("Unit Holder")'s investments. This risk can be mitigated by investing in a wide range of foreign currency denominated assets thus diversifying the risk of single currency exposure. Hedging may be applied to mitigate the currency risk, if necessary.

**COUNTRY RISK** - In addition to currency risk, the Fund is also subject to country risk, for example the value of the assets of the Fund may be affected by the economic and political climate, restriction on currency repatriation or other developments in the law or regulations of the countries in which the Fund may invest in. Further, there are countries which may require prior approvals before investments can be made in such countries. For example, if and when the Fund invests in countries such as China, Taiwan, South Korea and India, such countries require the application of an investment licence or registration of an investor code before investments can be made in these countries. As such, if investments in such countries are undertaken, there may be a risk that such registration or licence may be revoked or not renewed by the relevant authority and the Fund's investments in these countries may be affected. The effect on the Fund's investments will depend on the regulatory requirements of the respective countries. For example, if a country requires the Fund to obtain an investment licence which is subject to renewal and if such investment licence is not renewed in a timely manner, this may result in the Fund's investment account in that country being frozen by the regulator resulting in investment activities for the Fund in that country being suspended. To mitigate this, the Manager will monitor closely the adherence of investment regulatory requirements in such countries.

*Note: If your investments are made through an institutional unit trust scheme adviser ("IUTA") which adopts the nominee system of ownership, you would not be deemed to be a Unit Holder under the deed of the Fund and as a result, you may not exercise all the rights ordinarily conferred to a Unit Holder (e.g. the right to call for Unit Holders' meetings and the right to vote at a Unit Holders' meeting). Accordingly, the Manager will only recognise the IUTA as a Unit Holder of the Fund and the IUTA shall be entitled to all the rights conferred to it under the deed of the Fund.*

**FUND PERFORMANCE****AVERAGE TOTAL RETURNS OF THE FUND**

Average total returns for the following periods ended 31 October 2024

	<b>1 Year</b>	<b>3 Years</b>	<b>5 Years</b>	<b>Since Launch (03/11/2014* to 31/10/2024)</b>
RHB Entrepreneur Fund (%)	2.14	-6.73	0.45	4.08
Benchmark^ (%)	11.87	4.75	6.28	9.02

**ANNUAL TOTAL RETURNS OF THE FUND**

Annual total returns for the following financial years ended 31 October

	<b>2024</b>	<b>2023</b>	<b>2022</b>	<b>2021</b>	<b>2020</b>	<b>2019</b>	<b>2018</b>	<b>2017</b>	<b>2016</b>	<b>Since Launch (03/11/2014* to 31/10/2015)</b>
RHB Entrepreneur Fund (%)	2.14	3.20	-23.03	-0.22	26.35	3.32	-4.53	25.34	-1.70	20.04
Benchmark^ (%)	11.87	18.49	-13.29	18.22	-0.20	8.29	-5.24	26.84	2.54	31.04

For the latest financial year, the Fund recorded a return of 2.14% while its benchmark recorded a return of 11.87%.

Source: Lipper IM, 12 November 2024. \*The last day of the Fund's initial offer period. ^The benchmark of the Fund is MSCI AC Asia Index (MXAS Index) (RM) from 03/11/2014 – 05/10/2017 and Tokyo Stock Price Index (TOPIX) from 06/10/2017 onwards. The change in the benchmark best represents the Fund's investments in terms of geographical location. The abovementioned Fund performance is computed on NAV to NAV basis and has been adjusted to reflect distributions and unit splits, if any and are annualised.

**PORTFOLIO TURNOVER RATIO ("PTR")**

Financial Year Ended 31 October

	<b>2024</b>	<b>2023</b>	<b>2022</b>
PTR (times)	0.65	0.51	0.84

The PTR for the latest 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 31 October

	<b>2024</b>	<b>2023</b>	<b>2022</b>
Gross distribution per unit (sen)	-	-	4.0000
Net distribution per unit (sen)	-	-	4.0000

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

Subscription fee <sup>1</sup> / Sales charge <sup>1</sup>	Up to 5.50% 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 of the Fund stipulated above. This is due to the different level of services provided by each distribution channel and/or the size of the investment undertaken. <i>Note: If the Fund is an Employees Provident Fund ("EPF") Members' Investment Scheme ("MIS") approved fund and you invest via EPF-MIS, you will be levied a sales charge of up to 3.00% of the investment amount or any other rate as may be determined by the EPF from time to time.</i>
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Repurchase charge	None.
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Dilution fee or transaction cost factor	None.
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### Other charges payable directly by the investors

Switching fee <sup>1</sup>	RM25.00 per switch or the difference in sales charge between switching funds, where applicable.
	The Manager reserves the right to vary this fee or to vary the terms of the switching facility.

Transfer fee <sup>1</sup>	RM5.00 per transfer.
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***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 the NAV of the Fund, calculated on a daily basis, before deducting the management fee and Trustee's fee for that particular day.
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Annual trustee fee <sup>1</sup>	Up to 0.06% per annum of the NAV of the Fund, calculated on a daily basis before deducting the management fee and Trustee's fee for that particular day (excluding foreign custodian fees and charges).
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Expenses directly related to the Fund	Auditors' fees and other relevant professional fees, foreign custodial charges, cost of distribution of semi-annual and annual reports, tax certificates, reinvestment statements and other notices to Unit Holders, commissions paid to brokers, other transaction costs and taxes.
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Other fees payable indirectly by an investor (if any)	None.
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<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 1: 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) or specifically (for any particular Unit Holder) and for any period or periods of time at its absolute discretion.*

*Note 2: Any bank charges imposed by the relevant financial institutions will be borne by the Unit Holders.*

## TRANSACTION INFORMATION

Minimum initial investment	RM100 or such other lower amount as the Manager may from time to time decide.
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Minimum additional investment	RM100 or such other lower amount as the Manager may from time to time decide.
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Minimum investment balance	100 units or such other lower quantity as the Manager may from time to time decide.
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Minimum redemption of units	Any number of units.
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Frequency of redemption of units	No restriction.
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Switching facility and frequency of switching	Available. Minimum amount for a switch is RM100 or such other lower amount as the Manager may from time to time decide. There are no restrictions as to the number of switches a Unit Holder may perform or the frequency of switching. Minimum investment balance at all times must be at least one hundred (100) units or such other lower quantity as the Manager may from time to time decide after the switch.
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Transfer facility	Available. Unit Holders may transfer their holdings of units to another investor by forwarding the completed form of transfer to the Manager's registered/principal office or any of its participating IUTAs and any other authorised distributors before their respective cut-off times. However, the Manager may refuse to register any partial transfer of units if the registration would result in the transferor or the transferee holding less than one hundred (100) units or such other lower quantity as the Manager may from time to time decide. The Manager may also refuse an entry of transfer during the fourteen (14) days preceding an income distribution date.
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An investor may request for a lower minimum initial investment, lower minimum additional investment, lower minimum investment balance or lower minimum amount for a switch which the Manager may accept at its absolute discretion from time to time.

*Note: If the Fund is an EPF-MIS approved fund and you invest via EPF-MIS, the minimum initial investment shall be RM1,000.00 (or any other amount as may be determined by EPF).*

Subscription settlement	Payment must be made on the subscription date.
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Redemption settlement	All redemption requests will be processed in accordance with the redemption conditions for the Fund. The redemption monies will be paid within seven (7) Business Days after receipt by the Manager of the request to repurchase. <i>Note: if you have invested via the EPF-MIS, the refund will be credited back into your EPF accounts.</i>
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Cooling-off period	Unit Holders have the right to request for a refund of their investment within six (6) Business Days which shall be effective from the date of receipt of the application by the Manager, subject to eligibility. Where applicable, if Unit Holders have invested via the EPF-MIS, the cooling-off period shall be subject to EPF's terms and conditions.
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## TRANSACTION INFORMATION

Business Day	A day (other than Saturdays, Sundays and public holidays) on which the stock exchange managed or operated by Bursa Malaysia Securities Berhad is open for trading and banks in Kuala Lumpur are open for business; and the markets in which at least 50% of the Fund's NAV (in aggregate) is invested therein, are also open for trading.
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 the complete applications for the Fund are received before the next valuation point. The Manager may also vary the dealing hours as it may deem appropriate. Investors will be notified on the change of dealing hours via email or notification published on the Manager's website.
Other information	<p>US Person* is not eligible to subscribe to the units of the Fund. If a Unit Holder is a US Person or subsequently becomes a US Person, the Manager will issue a notice to that US Person requiring him/her to either redeem all the units of the Fund or transfer all the units of the Fund to a non-US Person within thirty (30) days from the date of the notice. The Manager shall have the right to compulsorily redeem all the units held by the said US Person after thirty (30) days from the date of the notice if the US Person fails to redeem or transfer his/her units within the stipulated period.</p> <p>If the Fund is eligible to be invested via the EPF-MIS and you transfer your moneys from your EPF account to invest in the Fund, the investments made by the Fund as well as your investment in the Fund from your EPF account will be subject to the EPF's requirements. Please note that there may be changes to the status of the eligibility of the Fund under the EPF-MIS from time to time. Please refer to the website at <a href="http://www.kwsp.gov.my">http://www.kwsp.gov.my</a> for updated information.</p> <p><i>*Note: A US Person as defined in Section 7701 (a) (30) of the Internal Revenue Code and includes an individual who is a citizen or resident of the United States of America.</i></p>

**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. As certain foreign markets in which the Fund may invest in have different time zones from that of Malaysia, the valuation of the Fund for a Business Day will be conducted by 5:00 p.m. (or such other time as may be determined by the Manager from time to time) on the following day on which the Manager is open for business. Accordingly, the price of the Fund for a particular Business Day will not be published online by the major media 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 media. Investors may obtain the most current computed price by contacting the Manager directly or visiting the Manager's website at [www.rhbgroup.com](http://www.rhbgroup.com).

### EXITING FROM THIS INVESTMENT

The repurchase price shall be the NAV per unit as at the next valuation point of the Fund's relevant Business Day after the application for repurchase is received by the Manager ("forward pricing"). The Manager will not impose any repurchase charge on the redemption amount. For partial redemption, the balance of units 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 ("minimum investment balance"). There is no restriction on the minimum number of units a Unit Holder can redeem out of the Unit Holder's investments or the frequency of redemptions in a year. If the balance of units held after the redemption is less than the minimum investment balance, the Manager can withdraw the entire investment and forward the proceeds to the Unit Holder. Units 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 participating IUTAs and any other authorised distributors before their respective cut-off times on any Business Day. Redemption monies will be paid within seven (7) Business Days after receipt by the Manager of the request to repurchase.

Where applicable, if you have invested via the EPF-MIS, the redemption monies will be credited back into your EPF accounts.

## CONTACT INFORMATION

To contact the Manager or to find out about the distribution channels of the Fund, you may call us at 03-9205 8000 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 Unit Holders Services Toll-Free Hotline at:** 1-800-88-3175

❖ **via phone to:** 03-9205 8000

❖ **via email to:** [rham@rhbgroup.com](mailto:rham@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:** 03-2276 6969

❖ **via email to:** [info@sidrec.com.my](mailto:info@sidrec.com.my)

❖ **via letter to:** Securities Industry Dispute Resolution Center (SIDREC), Level 25, Menara Takaful Malaysia, No. 4, Jalan Sultan Sulaiman, 50000 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 online complaint form available at:** [www.sc.com.my](http://www.sc.com.my)

❖ **via email to:** [aduan@seccom.com.my](mailto:aduan@seccom.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:** 03-7890 4242 ❖ **via online complaint form available at:** [www.fimm.com.my](http://www.fimm.com.my) ❖ **via email to:** [complaints@fimm.com.my](mailto:complaints@fimm.com.my)

❖ **via letter to:** Legal & Regulatory Affairs, Federation of Investment Managers Malaysia, 19-06-1, 6<sup>th</sup> Floor, Wisma Capital A, No. 19, Lorong Dungun, Damansara Heights, 50490 Kuala Lumpur.