

Date: 26 April 2016

RHB ISLAMIC ASEAN MEGATREND FUND

RESPONSIBILITY STATEMENT

This Product Highlights Sheet has been reviewed and approved by the directors of RHB Islamic International Asset Management Berhad 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, 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 Islamic ASEAN Megatrend Fund and a copy of this Product Highlights Sheet has been lodged with the Securities Commission Malaysia.

The authorisation of the RHB Islamic ASEAN Megatrend Fund and lodgement of this Product Highlights Sheet, should not be taken to indicate that the Securities Commission Malaysia recommends the RHB Islamic ASEAN Megatrend 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 Islamic International Asset Management Berhad responsible for the RHB Islamic ASEAN Megatrend 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.

This Product Highlights Sheet only highlights the key features and risks of RHB Islamic ASEAN Megatrend Fund. Investors are advised to request, read and understand the Prospectus and its supplementary(ies) (if any) before deciding to invest.

PRODUCT HIGHLIGHTS SHEET

RHB ISLAMIC ASEAN MEGATREND FUND (Class USD-B and Class RM)

Name of Fund	RHB Islamic ASEAN Megatrend Fund.
Fund Category	Equity fund (Shariah-compliant).
Fund Type	Growth fund.
Base Currency of Fund	USD.
Capital Protected / Guaranteed	No.

Class under the Fund	Currency denomination of the Class	Launch Date	Initial Offer Period	Initial Offer Price
USD-B	USD	26 April 2016	26 April 2016 to 16 May 2016 (21 days)	USD 1.0000 per Unit.
RM	RM	26 April 2016	26 April 2016 to 16 May 2016 (21 days)	RM 1.0000 per Unit.

PRODUCT SUITABILITY

WHO IS THE PRODUCT SUITABLE FOR?

This Fund is suitable for investors who:

- (i) wish to participate in the potential and investment opportunities in Shariah-compliant securities of the fast growing ASEAN economies; and
- (ii) are willing to accept higher risk in their investments in order to achieve medium to long term* capital growth.

*Note: "medium to long term" in this context refers to a period of between 3 - 7 years.

KEY PRODUCT FEATURES

WHAT ARE YOU INVESTING IN?

This Fund aims to achieve medium to long term* capital appreciation through investments in Shariah-compliant securities of companies with high growth potential.

*Note: "medium to long term" in this context refers to a period of between 3 - 7 years.

Investment Strategy

The Fund seeks to achieve its investment objective by investing primarily[^] in the Shariah-compliant securities of companies that are expected to benefit from the on-going development and growth of the ASEAN region (i.e. Malaysia, Singapore, Thailand, Philippines, Indonesia, Vietnam, Myanmar, Cambodia, Laos and Brunei) and opportunistically[^] from the on-going development and growth in Asia (i.e. India, China, Hong Kong, South Korea, Taiwan and Japan). In managing the Fund, the Manager will seek out companies that are exposed to the key development and growth trends that the Manager identifies as drivers of business and security markets performance.

[^] "primarily" refers to at least 70% of Net Asset Value Value in the securities of companies that are expected to benefit from the on-going development and growth of the ASEAN region and "opportunistically" means investing up to 30% of Net Asset Value in the securities of companies which are exposed to the investment themes identified by the Manager that influence the performance of the Asian capital markets.

This Fund's portfolio will be structured as follows:

70% - 98% of Net Asset Value

- Investments in Shariah-compliant equities and equity related securities.

2% - 30% of Net Asset Value

- Investments in liquid assets including Islamic money market instruments and Islamic deposits with financial institutions.

Benchmark

FTSE Shariah ASEAN Index (Islamic).

Note: The risk profile of the Fund is different from the risk profile of the benchmark.

Mode of Income Distribution

Distribution, if any, after deduction of taxation and expenses (i.e. net distribution), will be reinvested to purchase additional Units based on the Net Asset Value per Unit as at the second Business Day when Units are quoted ex-entitlement. Allotment of such units shall be within two (2) weeks thereafter.

Distribution Policy

Subject to the availability of income, distribution, if any will be declared annually.

Parties Involved

WHO ARE YOU INVESTING WITH?

Manager	RHB Islamic International Asset Management Berhad.
Trustee	HSBC (Malaysia) Trustee Berhad.
Trustee's delegate (local)	HSBC Nominees (Tempatan) Sdn Bhd.
Trustee's delegate (foreign)	HSBC Institutional Trust Services (Asia) Limited.
Shariah Adviser	RHB Islamic Bank Berhad.
Tax adviser	KPMG Tax Services Sdn Bhd.
Auditors of the Manager and the Fund	PricewaterhouseCoopers.
Solicitors	Wei Chien & Partners.

KEY RISKS

WHAT ARE THE KEY RISKS OF THIS INVESTMENT?

Specific Risks of the Fund

(a) *Restrictive geographical market risk*

As the Fund will invest in Shariah-compliant securities issued by companies whose businesses are in ASEAN and 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 or 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 or market.

(b) *Equity risk*

The performance of the Shariah-compliant equities held by the Fund is 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 of the Fund's investments in terms of its exposure to equity from various industries, sectors and countries. In addition, where necessary, exposure to a particular equity will also be reduced in the event of an anticipated weakness in that particular equity.

(c) *Foreign investment risks such as currency risk and country risk*

Currency risk is associated with investments that are quoted in foreign currency denomination. When a security is denominated in a currency which fluctuates unfavorably against the Fund's base currency and/or the currency denomination of the respective Classes, the investment in the Fund may face currency loss in addition to the capital gains or losses. This may lead to a lower NAV.

As 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 impact the prices of the securities that the Fund invests in and ultimately lower the NAV. 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.

(d) *Reclassification of Shariah status risk*

This risk refers to the risk that the currently held Shariah-compliant equities in the Fund may be reclassified as Shariah non-compliant in the periodic review of the equities by the SACSC, the Shariah Adviser or the Shariah boards of the relevant Islamic indices. If this occurs, the Manager will take the necessary steps to dispose of such equities in accordance with the Fund's Shariah investment guidelines.

FEES & CHARGES

WHAT ARE THE FEES AND CHARGES OF THIS INVESTMENT?

This table describes the charges that you may directly incur when you buy or redeem Units:

	Class USD-B	Class RM
Charges		
Sales charge ¹	Up to 5% of the investment amount. An investor can expect differing sales charge to be levied when buying units 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.	
Repurchase charge	None.	
Dilution fee or transaction cost factor	None.	
Any other charges payable directly by the investors		
Switching fee	Not applicable.	
Transfer fee ¹	USD 5.00 per transfer.	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 ^{1,2}	1.80%.
Annual Trustee fee ¹	Up to 0.06% per annum of Net Asset Value of the Class before deducting the Manager's and Trustee's fees for that particular day (excluding foreign custodian fees and charges).
Other expenses directly related to the Fund	Auditors' fees and other relevant professional fees, foreign custodial charges, cost of distribution of interim and annual reports, tax certificates, reinvestment statements and other notices to Unit Holders, transaction costs and taxes.
Other fees payable indirectly by an investor (if any)	None.

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

² Each Class is charged the abovementioned annual management fee per annum respectively based on the Net Asset Value of the respective Class before deducting the respective Manager's fee of each Class and Trustee's fees for that particular day.

Note: The Manager may, for any reason at any time, waive or reduce the amount of any 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.

VALUATIONS AND EXITING FROM INVESTMENT

HOW OFTEN ARE VALUATIONS AVAILABLE?

The assets of the Fund must be valued at least once every Business Day, except during the Fund's initial offer period. 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 in which the Manager is open for business.

Accordingly, the price of the Fund for a particular Business Day will not be published in the 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 newspapers.

Investors may obtain the most current computed price by contacting the Manager directly at 03-2178 9555.

HOW CAN YOU EXIT FROM THIS INVESTMENT AND WHAT ARE THE RISKS AND COSTS IN DOING SO?

During the Fund's initial offer period, the Repurchase Price is fixed at the initial offer price of the respective Class during the Fund's initial offer period of the respective Class.

After the initial offer period, which ends on 16 May 2016, the Repurchase Price shall be the Net Asset Value per Unit of the respective Class as at the next valuation point of the Fund's relevant Business Day after the request for Units is received by the Manager ("forward pricing").

The Manager does not charge any repurchase charge for this Fund.

For partial redemption, the balance of Units after the redemption must be at least one thousand (1,000) Units or such other 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.

Units can be redeemed by forwarding the completed form of request to repurchase to the Manager's registered/principal office or participating IUTAs on any day other than Saturdays, Sundays and public holidays before their respective cut-off times.

Redemption monies to be paid within ten (10) days after receipt by the Manager of the request to repurchase.

CONTACT INFORMATION

HOW CAN YOU CONTACT US?

To contact the Manager or to find out about the distribution channels of the Fund, you may call us at 03-2178 9555 at any time during office hours: Mondays through Fridays from 9.00 a.m. – 5.00 p.m. or e-mail your enquiries to rhbiem.enquiry@rhbgroup.com.

HOW DO YOU LODGE A COMPLAINT?

1. For internal dispute resolution, you may contact:
 - (a) via phone to : 03-2178 9555
 - (b) via fax to : 03-2161 3299
 - (c) via e-mail to : rhbiem.enquiry@rhbgroup.com
 - (d) via letter to : RHB Islamic International Asset Management Berhad
19th Floor, Plaza OSK,
Jalan Ampang,
50450 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 email to : 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 Investor Affairs & Complaints Department:
 - (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
 - (d) via online complaint form available at : www.sc.com.my
 - (e) via letter to : Investor Affairs & Complaints Department
Securities Commission Malaysia
No 3 Persiaran Bukit Kiara
Bukit Kiara
50490 Kuala Lumpur

GLOSSARY

Business Day	A day on which Bursa Malaysia is open for trading.
Class(es)	Any number of class(es) of Unit(s) of the Fund representing similar interest in the assets of the Fund and such class(es) of Unit(s) that may be issued by the Fund from time to time and "Class" means any one class of Units.
Fund	RHB Islamic ASEAN Megatrend Fund.
GST	Goods and Services Tax.
Net Asset Value (NAV)	The net asset value of the Fund or a Class is determined by deducting the value of all the Fund's liabilities (or the liabilities relating to that class) from the value of all the Fund's assets (or assets relating to that class), at the valuation point.
Placements Of Cash	These are placements of cash in any Islamic deposits or Islamic investment accounts with any financial institution, which are not embedded or linked to financial derivative instruments.
Prospectus	Prospectus dated 26 April 2016 and its supplementary(ies) (if any).
Quran	The miraculous words of Allah revealed to the Prophet Muhammad (Peace and Blessing be Upon Him) in Arabic language which begins with Surah (Chapter) al-Fatihah and ends with Surah (Chapter) al-Nas.
Repurchase Price	The price (before deducting any repurchase charge) payable by the Manager to a Unit Holder pursuant to the repurchase of a Unit. The Repurchase Price shall be the Net Asset Value per Unit as at the next valuation point of the relevant Business Day ("forward pricing") after the complete repurchase request is received by the Manager. A repurchase charge will be computed separately based on the withdrawal amount/repurchase amount. The implementation of GST is effective from 1 April 2015 at the rate of 6% and the repurchase charge payable (if any) is exclusive of GST.

Shariah	Islamic Law comprising the whole body of rulings pertaining to human conduct derived from the sources of the Shariah. The primary sources are the <i>Quran</i> and the <i>Sunnah</i> , while the secondary ones are those established sources such as <i>Ijma'</i> (consensus), <i>Qiyas</i> (analogy), <i>Maslahah</i> (beneficial), <i>Istihsan</i> (juristic preference), <i>Istishab</i> (presumption of continuity), <i>Uruf</i> (custom) and <i>Sadd Zarah</i> (blocking the mean).
Sunnah	Anything which is attributed to the Prophet Muhammad (Peace and Blessing be Upon Him) comprising his saying, acts, tacit approval and attributes.
Unit	Means a unit of the Fund or the relevant Class and includes fractions of a unit of the Fund or the relevant Class.
Unit Holder	The person(s) for the time being registered under the provisions of the deed as the holder(s) of units and person(s) jointly so registered.
USD	United States Dollar, the lawful currency of the United States of America.