

RHB DYNAMIC FUND

The dynamics of achieving potential income and capital gain.

Although investing in equities involves a higher level of risk, RHB Dynamic Fund is structured to bring potential regular income and capital gain to its investors at a tolerable level of risk. Investors seeking for an equity fund as a local core investment in their portfolio building would find RHB Dynamic Fund answering this investment need.



FUND OBJECTIVE
To provide investors with regular income and capital gain at an acceptable level of risk by investing primarily in Malaysia public listed companies with steady and good growth potential.

INVESTOR PROFILE

- Want a professionally managed portfolio of shares and fixed income securities;
- Have a medium to long term investment horizon of 3 to 5 years or more;
- Want to achieve regular income and capital gain at an acceptable level of risk; and
- Want to invest in shares but do not have the time to manage their own portfolio.

INVESTMENT DETAILS AS AT 31 JULY 2011

Unit NAV (31 July 2011)	RM1.2094
Fund Size (31 July 2011)	RM50.90 million
Units in Circulation (31 July 2011)	42.09 million
Fund Currency	Ringgit Malaysia
Fund Inception	15 September 1992
Offer Price at Inception	RM1.00
Annual Management Fee	Up to 1.50% p.a. of NAV
Annual Trustee Fee	0.07% p.a. of NAV
Initial Charge	Up to 6.00% of the NAV per Unit
Redemption Payment Period	10 days
Investment Manager	RHB Investment Management Sdn Bhd
Distribution Policy	Subject to availability of income at the end of the financial year
Min Initial Investment	RM1,000
Min Additional Investment	RM100
Bloomberg Ticker	RHBDYFI MK

MARKET BRIEF
The FBM KLCI made an abrupt halt to its advance after testing a new year high of 1,597.08pts, as investors were not confident that the overall global economic health will be able to carry the FBM KLCI above the 1,600 psychological level.

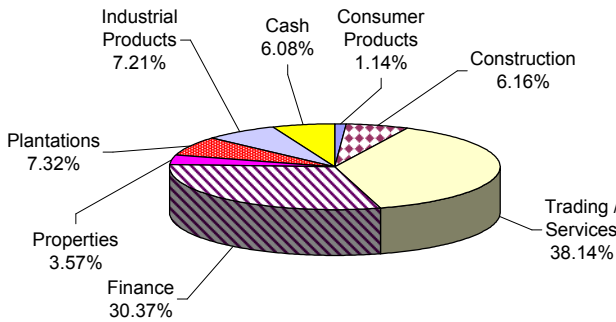
All hell broke loose when the FBM KLCI staged a steep downward spiral after it was unable to cut above the 1,600 level when it fell almost 53pts from the new-year high to end the month below 1,550 level.

As the uncertainty over the Eurozone continues to dissipate, investors were faced with the US economic situation as the latest debt-ceiling debacle continues to pile pressure on equity investors. The market eased 30.3pts or 1.91% in the month of July, recording a weaker year-to-date performance of only +1.96%.

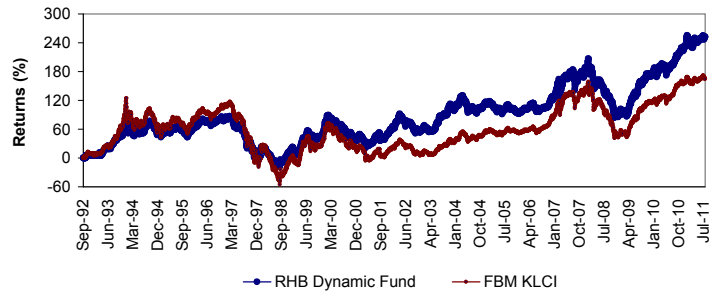
In the coming month, attention will be directed to how US will put a halt to the debt ceiling debacle, and what would be the repercussion of US lawmakers decision which could have a detrimental impact towards the entire investment asset classes. We view that this external development will continue to influence the direction of FBM KLCI at least in the near term.

In view of this uncertainty, we will be monitoring the market attentively and will be looking out for opportunity to accumulate quality stock as well as maximizing our equity exposure should the external risk dissipates.

SECTORIAL COMPOSITION AS AT 31 JULY 2011



NAV-NAV Prices Cumulative Return Over The Period (%)



15 September 1992 to 31 July 2011 NAV-NAV prices & assuming reinvestment of distributions for the fund, gross investment based in RM.
Source: Lipper Hindsight

The value of units may go down as well as up. Past performance is not an indication of future results.

THE FUND PERFORMANCE TABLE AS AT 31 JULY 2011 (%)

	1 month	6 months	1 year	3 years	5 years	Since Inception
Fund	0.10	3.39	19.43	47.38	74.18	252.29
FBM KLCI	-1.92	1.90	13.81	33.16	65.50	164.34

Source: Lipper Hindsight

TOP 5 HOLDINGS AS AT 31 JULY 2011 (%)*

Malayan Banking Bhd	8.43
CIMB Group Holdings Berhad	7.31
Sime Darby Sdn Bhd	7.23
Public Bank Berhad-Foreign	5.27
Genting Berhad	4.95

* as percentage of NAV

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A copy of the Master Prospectus dated 1 July 2011 has been registered with the Securities Commission, who takes no responsibility for its contents. Investors are advised to read and understand the content of the prospectuses before investing in unit trust funds. Investors should also consider the fees and charges involved before investing in the fund. Investors should rely on their own evaluation to assess the merits and risks of the investment. In considering the investment, investors who are in doubt on the action to be taken should consult professional advice.

Based on the fund's portfolio returns as at 15 July 2011, the Volatility Factor (VF) for this fund is 14.3 and is classified as "High" (source: Lipper). "High" includes funds with VF that are above 14.2 but not more than 17.5 (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.