

## Monthly Fund Fact Sheet

### MIDF AMANAH DYNAMIC FUND

January 2017

#### FUND OBJECTIVE

The objective of the fund is to achieve long-term capital growth through investments in equities with superior growth prospects.

#### THE FUND IS SUITABLE FOR INVESTORS WHO:

- Are seeking long term capital growth;
- Can tolerate a high level of risks associated with stock market investments.

#### FUND DETAILS (as at December 31, 2016)

|                           |                                  |
|---------------------------|----------------------------------|
| Fund Size                 | RM 2.46 million                  |
| Unit NAV                  | RM0.8379                         |
| Fund Inception            | 5 May 1976                       |
| Financial Year End        | 15 <sup>th</sup> day of March    |
| Management Fee            | 1.5% p.a. of NAV                 |
| Trustee Fee               | 0.08% p.a. of NAV                |
| Initial Service Charge    | Up to 5.00% of NAV               |
| Redemption Payment Period | Within 10 calendar days          |
| Investment Manager        | MIDF Amanah Asset Management Bhd |

#### MANAGER'S COMMENTS

##### Review

December was a volatile but good month for the local bourse as the benchmark FBMKLCI ended the month 22.6 points or 1.4% higher at 1,642 points. Markets started off the final month of 2016 strongly, surging 19 points to record a month high of 1,645 points before the further weakening of the Ringgit resulted in a selloff that saw the benchmark hit the month's low of 1,617 points. There was however some respite as the usual year end window dressing activities kicked in and lifted the FBMKLCI off its lows but it was still not enough to reclaim lost ground as the benchmark FBMKLCI recorded its 3rd consecutive year of decline, the first since its inception. The broader market underperformed the KLCI as the FBM Emas only rose 1.4% MoM to end at 11,466 points while small caps outperformed with the FBM small cap index gaining 2.7% MoM to end the year at 14,715 points. The average daily value traded on Bursa for the month of December fell 15% MoM to RM1.75bn as investors remained on the sidelines in a holiday shortened month.

##### Investment Outlook & Strategy

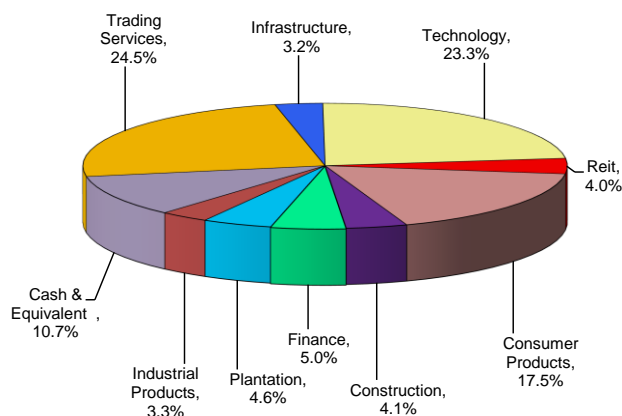
Malaysian markets started off 2017 on the right foot after the benchmark index recorded +2.0% in terms of performance at the point of writing. Our overall equity asset allocation remains at an Over-Weight level (93% average) for the early part of 2017 but we will tactically remain in trading mode. Our immediate tactical strategy is to continue investing selectively in sold-down index-linked stocks first before turning towards our preferred list of small-mid cap companies with high dividend yields, growth, under-valued, recovery, and thematic plays (E-Commerce, General Election, Green Energy, Penang-Sabah-Sarawak infrastructure, Tourism, strong USD beneficiaries, etc.) that will hopefully position the portfolio well into the 2H of 2017.

As such, our bigger picture focus of long term outperformance at the expense of short term gains remains unchanged as trying to time purchases and sales in a volatile market more often than not is detrimental and costly. As a result of this, the general reinvestment, rebalancing and/or switching activities will continue to focus on stocks with robust fundamentals and clear earnings visibility. We also allocate apportion of our portfolio with high dividend yielding stocks to ensure consistent income stream.

#### LARGEST HOLDINGS (as at December 31, 2016)

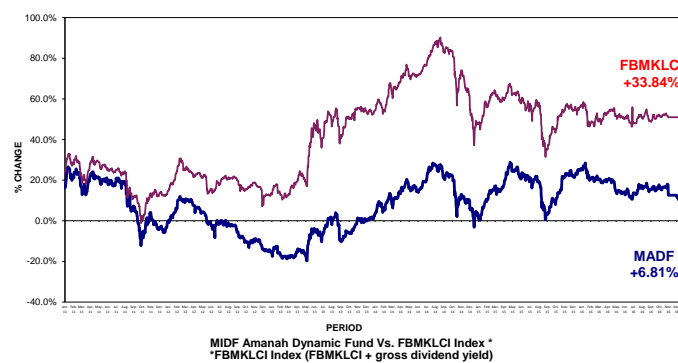
| COMPANY             | %     |
|---------------------|-------|
| KAREX BHD           | 7.67% |
| VITROX CORP. BHD    | 7.38% |
| INARI AMERTRON BHD  | 6.47% |
| SASBADI HLDG BHD    | 5.49% |
| KESM INDUSTRIES BHD | 5.04% |

#### ASSET ALLOCATION (as at December 31, 2016)



\*as percentage of NAV. Please note that asset exposures for the funds are subject to frequent change on a daily basis.

#### FUND PERFORMANCE (as at December 31, 2016)



#### CALENDAR YEAR RETURN (as at December 31, 2016)

|          | 3M    | 6M    | 1YR   | 3YRS   | 5YRS |
|----------|-------|-------|-------|--------|------|
| FUND     | -1.80 | 1.51  | -8.23 | 15.84  | 7.94 |
| FBMKLCI* | -0.65 | -0.75 | -3.04 | -12.33 | 7.25 |

\*FBMKLCI Index (FBMKLCI + gross dividend yield)

Source: Lipper Fund Table (The Edge, January 9, 2017)

(1) Based on the fund's portfolio returns as at 15 December 2016, the volatility Factor (VF) for this fund is 12.40 and is classified as "very high" (source:Lipper).

(2) Volatility Factor (VF) is subjected to monthly changes and Volatility Class (VC) will be revised every six months.

(3) The portfolio composition may change overtime, therefore there is no guarantee that the VF and VC to remain constant.