

Monthly Fund Fact Sheet

MIDF AMANAH DYNAMIC FUND

September 2014

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 August 31, 2014)

| | |
|---------------------------|----------------------------------|
| Fund Size | RM 2.85 million |
| Unit NAV | RM0.8555 |
| Fund Inception | 5 May 1976 |
| Financial Year End | 15 th 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

In August, The KLCI ended the month 5pts or 0.3% lower to close at 1,866pts. The broader market underperformed the KLCI as the FBM Emas fell 0.7% mom to 12,995pts. Small cap underperformed too as the FBM Small cap fell 2.4% to 18,605pts while the FBM ACE was down 2% to 6,904pts. Average daily value traded on Bursa in Aug increased 19% mom to RM2.52bn.

Investment Outlook & Strategy

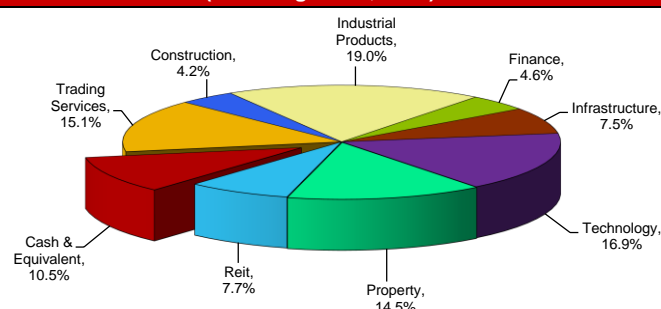
Our local market continues to be one of the structurally sound and relatively attractive markets in the region despite the Malaysian equity market currently trading above its average fair value and being perceived as an expensive market regionally. It is above its historical average PER but not that expensive compared on a relative terms against its regional peers as its trailing PER currently is at 16.6x vs. Korea at 30.0x, Indonesia at 20.3x, Philippine at 21.9x & Taiwan at 19.1x, with only Thailand now at 17.9x, Singapore at 13.7x, Hong Kong at 10.9x and China at 10.8x are cheaper than Malaysia. On a dividend yield basis, Malaysia has moved up the rank to 4th highest in the region at 3.15%, taking over Thailand at 3.10%, after Singapore at 3.28%, Hong Kong at 3.46%, and China at 3.47%.

Tactically, our short term view of the market has turned cautious since the recent changes in the monetary policy by BNM from an easing to a tighter measured policy and global chains of adverse geopolitical developments. We believe that the market will eventually realized that the cost of doing business will escalate (downgrades in earnings – EPS growth for 2014 around low single digit of around 2% - 4% vs. 8% - 9% for 2015) and will increase pressure on margins and share prices if the market moves too far ahead based on BNM's optimistic view of the global / local economy, especially if actual numbers fall short. Additionally, 8 out of 10 occasions historically, our market's performance for the month of August and especially September on a m-o-m basis has always been a negative month. As such selling ahead would be prudent in the expense of short term underperformance for long term preservation of capital and realized profits. Bottom-up stock picking is crucial more so in the mid to small cap space where more value and growth can be found.

LARGEST HOLDINGS (as at August 31, 2014)

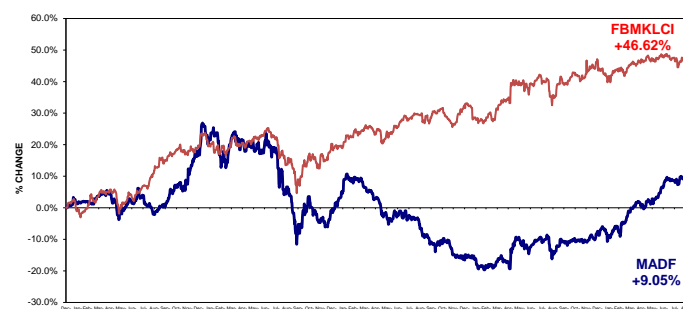
| COMPANY | % |
|-----------------------------------|------|
| CAHYA MATA SARAWAK BHD | 8.59 |
| VITROX CORP. BHD | 8.10 |
| CRESCENDO CORPORATION BHD | 7.96 |
| AXIS REAL ESTATE INVESTMENT TRUST | 7.67 |
| TSH RESOURCES BHD | 5.53 |

ASSET ALLOCATION (as at August 31, 2014)



*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 August 31, 2014)



PERIOD
MIDF Amanah Dynamic Fund Vs. FBMKLCI Index *
*FBMKLCI Index (FBMKLCI + gross dividend yield)

CALENDAR YEAR RETURN % (as at August 31, 2014)

| | 3M | 6M | 1YR | 3YRS | 5YRS |
|----------|-------|-------|-------|-------|-------|
| FUND | 7.23 | 18.18 | 27.57 | 2.28 | 7.87 |
| FBMKLCI* | -0.56 | 1.66 | 9.53 | 28.94 | 58.92 |

*FBMKLCI Index (FBMKLCI + gross dividend yield)

Source: Lipper Fund Table (The Edge, September 8, 2014)

(1) Based on the fund's portfolio returns as at 15 Aug 2014, the volatility Factor (VF) for this fund is 16.06 and is classified as "very high" (source:Lipper).