

## Monthly Fund Fact Sheet

### MIDF AMANAH DYNAMIC FUND

March 2015

#### 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 February 28, 2015)

Fund Size	RM 2.76 million
Unit NAV	RM0.8507
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

February was a relatively good month for global markets and Malaysia as oil prices stabilised and rebounded slightly. Also, the Fed's indication that interests would not be hiked anytime soon helped boost market sentiment for many markets around the world. In addition, corporate earnings released during the month were not as bad as feared as thus far in February, 41 companies were in line, 22 below and 18 above.

For the month, the KLCI gained 2.2% or 40pts to close at 1,821pts. The broader market continued to outperformed, with the FBM Emas gaining 2.3% m-o-m to 12,557pts.

Small caps performed even better, with the FBM Small cap index gaining 4.7% to 16,620pts but the FBM ACE was only up 1.2% m-o-m to 6,634pts. Average daily value traded on Bursa in February was down slightly by 1% m-o-m to RM2.19bn.

##### Investment Outlook & Strategy

Similar to last year, 2015 is poised to experience greater market volatility. The volatility would come from (action) potentially weaker economic data around the world and then countered by (reaction) the government's move to put in place a fiscal and/or monetary policy. Investors are also looking at the US as the beacon of hope next year and how they will manage their rate hike.

Domestically, the market is moving as expected which is buoyant in 1Q. Then we expect 2Q and 3Q to be weaker and hopefully the market will close stronger at the end of the year. Historically, after a year of negative performance, the following year is a positive one. This suggests that 2015 will be a good trading year by taking advantage of the market volatility. But strong headwinds for this year which we did not have last year which are low oil prices, weak Ringgit and 1MDB fiasco.

Tactically, our short term view of the market remains cautious but we do recognize that there are pockets of opportunity to be made in view of the mass liquidity driven market globally looking for yield enhancing investment returns. Despite, the mixed signals/noises emanating from local and global markets alike, rotational assets and regional play is inevitable. Focus on leading indicators of market liquidity fund flows over pure economic fundamentals (lagging catalyst) is very crucial at current times of uncertainties. As such, a fluid and dynamic investment strategy on asset allocation and stock specific-centric are crucial.

As guided earlier, our Over-Weight call from Neutral was spot on as the equity market rebounded from last year's follow-through sell-down into early January and continued its uptrend to current levels. Main focus now will be to front-load portfolio performance (lock-in realized profits and relative

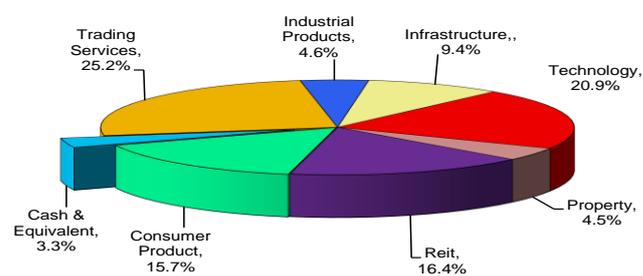
performance) ahead before end of Q1 2015, i.e prior to GST implementation in April as we anticipate a market correction to ensue.

On a medium to long term basis, we still believe that the market's fundamentals still offer opportunities as the overall global economic and capital market conditions/outlook now continue to improve albeit at a different beat and momentum. In addition, equity will still be a relatively better asset class to invest in compared to fixed income on the back of flush liquidity and eventual rising rate environment. This is so if compared to last 12-24 months ago as the central bankers / policymakers are better prepared with anti-recessionary / expansionary policies in place. Therefore, long term investment strategy should reflect such conditions rather than allow our short-term sentiments and emotions over-ruled the logical thought process.

#### LARGEST HOLDINGS (as at February 28, 2015)

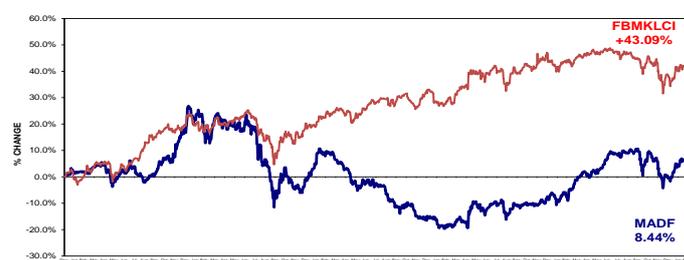
COMPANY	%
VITROX CORP. BHD	10.82
GLOBETRONICS TECHNOLOGY BHD	10.03
DIGI.COM BHD	8.76
AXIS REAL ESTATE INVESTMENT TRUST	8.50
DELEUM BHD	8.07

#### ASSET ALLOCATION (as at February 28, 2015)



\*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 February 28, 2015)



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

#### CALENDAR YEAR RETURN (as at February 28, 2015)

	3M	6M	1YR	3YRS	5YRS
FUND	1.87	-0.74	17.63	-0.19	6.30
FBMKLCI*	-0.48	-2.73	-0.57	16.82	43.31

\*FBMKLCI Index (FBMKLCI +gross dividend yield)

Source: Lipper Fund Table (The Edge, March 9, 2015)

(1) Based on the fund's portfolio returns as at 15 Feb 2015, the volatility Factor (VF) for this fund is 11.50 and is classified as "very high" (source:Lipper).