

## Monthly Fund Fact Sheet

### MIDF AMANAH DYNAMIC FUND

November 2016

#### 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 October 31, 2016)

Fund Size	RM 2.56 million
Unit NAV	RM0.8686
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

October was a fairly decent month for the local bourse as the benchmark FBMKLCI recovered from September's woes to end the month higher at 1,672 points. The index started off the month strongly before declining temporarily on concerns the Fed will hike rates sooner rather than later before rebounding towards the end of the month while briefly touching the month high of 1,677 points in the run up to the 2017 Budget announcement. At the close, the KLCI was up 1.2% or 20pts. The broader market however underperformed the KLCI as the FBM Emas only gained 0.8% MoM to end at 11,785 points. Despite the positive news flows for small cap stocks following the budget announcement that the government intends to set up a small to mid-cap research PLC and allocate up to RM3bn for fund managers to invest in small to mid-cap companies, the FBM Small cap index declined 0.3% to close at 15,345 points for the month. Average daily value traded on Bursa for the month of October was at RM1.98bn.

##### Investment Outlook & Strategy

As guided previously, our tactical Over-Weight (85% - 95%) equity strategy focusing on the small to mid-cap space, lagged and bombed out big-cap index-linked stocks has started to gain traction while the heavily concentrated big-cap 30 FBM KLCI and Shariah equivalent big-cap 30 benchmark FBM Hijrah Shariah stocks continued to consolidate and lagged behind. Our rebalancing exercise will continue with the objective of fast-tracking recovery of fund's performance by locking in profits ahead on market strength, switching of underperforming laggard stocks with those with more upside potential, and reposition the portfolio for seasonal year-end / first quarter market uptrend.

Any upside surprise from the upcoming 2017 Budget, earnings improvement (not necessary positive but as long as recovery trend in terms of lower negative results) due to low-base effect in 2H 2016 flowing into 2017, surprising economic numbers, further stabilization of the Ringgit and Crude Oil prices, further local interest rate cuts to boost the economy, 1MDB risk issues subsided and positive global developments will augur well for the market. The window of market opportunities will remain very fluid and narrow. Hence, a greater emphasis on leading indicators of market liquidity fund flows will continue to take precedent over pure economic fundamentals.

As such, our overall focus will remain on long term outperformance at the expense of short term gains. As a result of this, reinvestment,

(1) Based on the fund's portfolio returns as at 15 Oct 2016, the volatility Factor (VF) for this fund is 12.10 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.

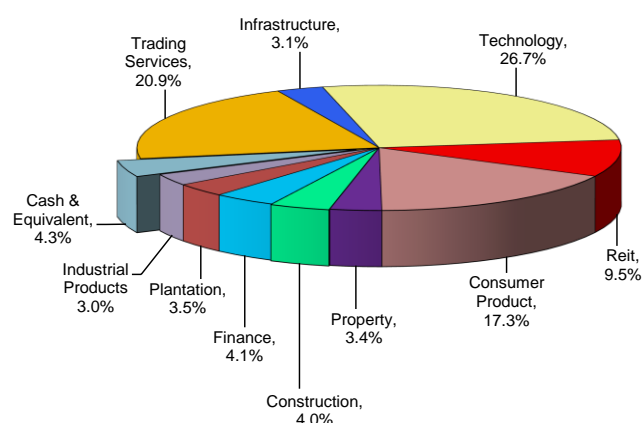
Investors are advised to read and understand the prospectus before investing. Among others, investors should consider the fees and charges. The price units and distributions payable, if any, may go down as well as up. Past performance of the fund should not be taken as indicative of its future performance. Investment in the funds are subjected to market risk, stock specific risk and liquidity risk. A copy of our Master Prospectus dated 1 March 2016 has been registered with the Securities Commission who takes no responsibility of its contents. The prospectus and application form can be obtained at our office. Units will only be issued upon receipt of an application form referred to in and accompanying the prospectus.

rebalancing and/or switching activities will always focus towards; (a) specific small to mid-cap for growth outperformance while timely selective big-cap index-linked stocks for indexation & dividend yield play, (b) under-valued companies with cheap valuations against its historical band/peers, (c) good companies which are currently at the wrong market cycle but will benefit moving forward due to its inflection point of structural or induced recovery, and (d) tactical position in specific thematic plays, other than selective defensive-resilient led stocks.

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

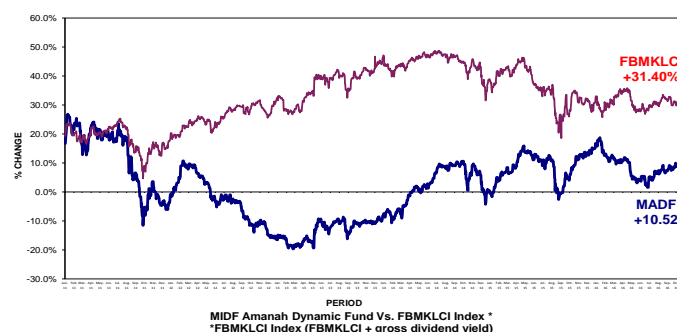
COMPANY	%
YTL HOSP. REIT	9.53
KAREX BHD	7.62
VITROX CORP. BHD	7.14
INARI AMERTRON BHD	5.89
SASBADI HLDG BHD	5.56

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



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

	3M	6M	1YR	3YRS	5YRS
FUND	3.33	4.16	-0.20	22.79	6.89
FBMKLCI*	0.84	-0.14	-0.83	-8.03	12.87

\*FBMKLCI Index (FBMKLCI +gross dividend yield)

Source: Lipper Fund Table (The Edge, November 7, 2016)