

Monthly Fund Fact Sheet

MIDF AMANAH DYNAMIC FUND

October 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 September 30, 2016)

Fund Size	RM 2.52 million
Unit NAV	RM0.8533
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

September was yet another volatile month for local markets as the key benchmark FBMKLCI ended the month 25.5 points lower or down 1.52% MoM to close at 1,652 points. The index started off the month strongly, touching a month high of 1,691 points on the back of perceived stability returning to markets that was however rather short lived as markets lost its footing on concerns over the health of Germany's largest bank after the U.S. Justice Department proposed that Deutsche Bank pay USD14bn to settle its role in a mortgage securities scandal that contributed to the 2008-2009 global financial crisis as well as renewed concerns of a Fed rate hike that saw the index shed 38.8 points while the Ringgit weakened against the greenback towards the RM4.10 levels before finally settling at RM4.12/USD at month's end.

The broader market outperformed the KLCI, with the FBM Emas declining 0.8% MoM to 11,687 points while small caps outperformed with the FBM Small Cap index gaining 1.5% MoM to 15,394 points. The average daily value traded on Bursa for the month of September improved 4% MoM to RM1.97bn.

Investment Outlook & Strategy

Our stance of tactically over-weighting equities particularly in fundamentally undervalued, under-researched, potential growth stocks in the small to mid-cap space and oversold / laggard big-cap index-linked stocks has started to gain traction and should bear fruits from now onwards as the low interest rate environment is still very conducive for global equities as compared to other asset classes. Rebalancing exercise will continue with the objective of fast-tracking the fund's performance by locking in profits ahead on market strength, switching underperforming laggard stocks to those with more upside potential and repositioning the portfolio for the year-end / first quarter market uptrend.

Any upside surprises from the upcoming 2017 budget announcement, earnings improvement or upward revision 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 and positive global developments will augur well for the market. The window of market opportunities remains very fluid and narrow. Hence, the greater emphasis on leading indicators of market liquidity fund flows will continue to complement over pure economic fundamentals.

As such, our overall focus will remain on long term outperformance and this may result in short-term underperformance. As a result of this, reinvestment, rebalancing and/or switching activities will always focus

(1) Based on the fund's portfolio returns as at 15 Sept 2016, the volatility Factor (VF) for this fund is 12.20 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.

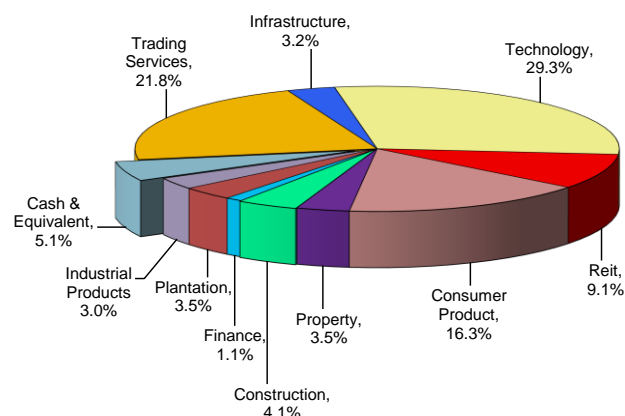
Investors are advised to read and understand the prospectus before investing. Among others, investors should consider the fees and charges. The price units and distributions payable, if any, may go down as well as up. Past performance of the fund should not be taken as indicative of its future performance. 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.

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 September 30, 2016)

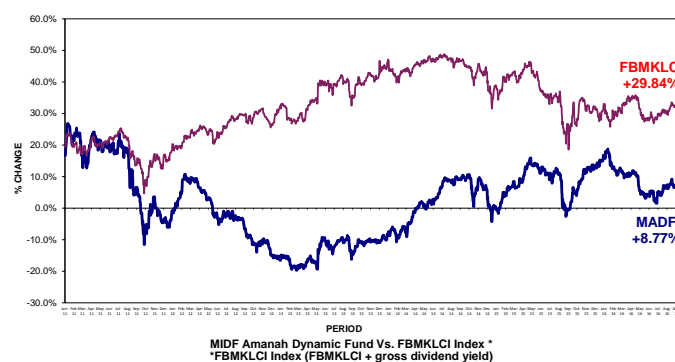
COMPANY	%
YTL HOSP. REIT	9.13
KAREX BHD	7.81
KESM INDUSTRIES BHD	7.4%
VITROX CORP. BHD	7.31
INARI AMERTRON BHD	5.9%

ASSET ALLOCATION (as at September 30, 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 September 30, 2016)



CALENDAR YEAR RETURN (as at September 30, 2016)

	3M	6M	1YR	3YRS	5YRS
FUND	3.38	-1.77	3.82	22.16	14.81
FBMKLCI*	-0.09	-3.80	1.94	-6.56	19.13

*FBMKLCI Index (FBMKLCI + gross dividend yield)

Source: Lipper Fund Table (The Edge, October 10, 2016)