midf AMANAH

Monthly Fund Fact Sheet

MIDF AMANAH DYNAMIC FUND

September 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 August 31, 2016)

Fund Size	RM 2.49 million
Unit NAV	RM0.8410
Fund Inception	5 May 1976
Financial Year End	15th 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

August was generally a good month for markets as the benchmark FBMKLCI ended the month 25 points higher or up 1.5% MoM to close at1,678 points. The index started off the month poorly hitting a low of 1,648 points early on before rebounding strongly to touch 1,699 points, just shy of breaching the 1,700 points psychological resistance level. However, markets took a slight dip after that on concerns about the abilities of central banks to keep pump priming the global economy in addition to concerns of a Fed rate hike that also saw the Ringgit weaken against the greenback towards RM4.05 levels before the index finally settled at 1,648 points.

The broader market outperformed the KLCI, with the FBM Emas gaining 1.7% MoM to 11,783 points while small caps underperformed, as the FBM Small Cap index fell 1.1% MoM to 15,163 points. The average daily value traded on Bursa in August improved 5% MoM to RM1.9bn.

Investment Outlook & Strategy

Once short term event driven sentiment factors like Brexit and the Fed's decision on its interest rate stance rolls over, investors' focus will turn back towards global equities, in particular, emerging markets as the window of clarity is further extended towards the year-end. A potential market run-up in the next few months after the fall-out in view of liquidity driven factors and evolving market developments is currently unfolding and taking shape.

Our stance is to tactically Over-Weight (85 – 95%) equities, especially those fundamentally undervalued, under-researched, strong growth potential, small to mid-cap space companies that should bear fruits from now onwards as the extended low interest rate environment is very conducive for global equities over other asset classes.

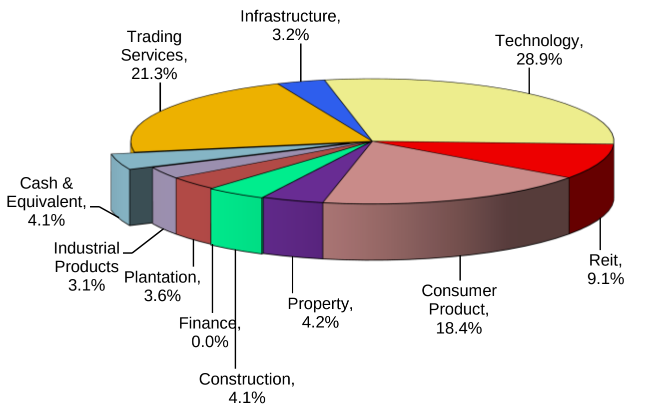
Hence, our stance of accumulating on market weakness and locking-in profits once the market gains momentum remains unchanged. Any upside from improvement in earnings, better than expected economic numbers, further stabilization of the Ringgit and crude oil prices, further interest rate cuts and positive global developments will augur well for the market. However, the window of market opportunity remains very fluid and narrow. As such, the focus on leading indicators of market liquidity fund flows will continue to take priority over pure economic fundamentals in the short term.

As a result of this, reinvestment, rebalancing and/or switching activities will continue to focus on mid to small-cap space for superior growth trajectory while balancing the portfolios with selective defensive and high yielding stocks.

LARGEST HOLDINGS (as at August 31, 2016)

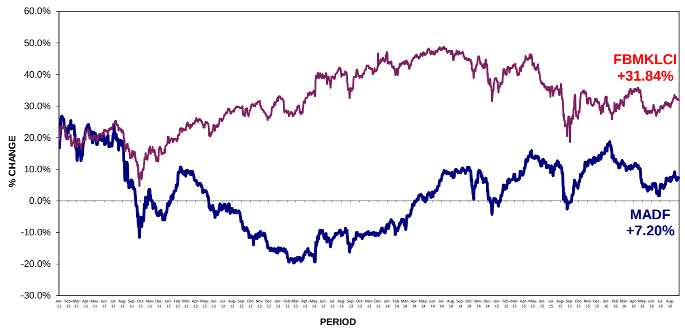
COMPANY	%
YTL HOSP. REIT	9.15
KAREX BHD	7.77
VITROX CORP. BHD	7.57
KESM INDUSTRIES BHD	7.36
INARI AMERTRON BHD	5.73

ASSET ALLOCATION (as at August 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 August 31, 2016)



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

CALENDAR YEAR RETURN (as at August 31, 2016)

	3M	6M	1YR	3YRS	5YRS
FUND	3.13	-4.36	9.04	23.53	2.65
FBMKLCI*	2.88	0.88	6.18	-2.58	16.14

*FMBKLCI Index (FBMKLCI +gross dividend yield)

Source: Lipper Fund Table (The Edge, September 5, 2016)

(1) Based on the fund's portfolio returns as at 15 Aug 2016, the volatility Factor (VF) for this fund is 12.41 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.