

Monthly Fund Fact Sheet as at 31st July 2017

MIDF AMANAH ISLAMIC FUND

August 2017

FUND OBJECTIVE

The objective of the fund is to achieve long-term capital growth through investments which conform to the Shariah principles.

THE FUND IS SUITABLE FOR INVESTORS WHO:

- Are seeking long term capital growth, who wish their investments to be in line with Shariah requirements ;
- Can tolerate high level of risks.

FUND DETAILS (as at July 31, 2017)

Fund size	RM 7.170 million
Unit NAV	RM 0.3924
Fund Inception	14 May 1971
Financial Year End	15 th day of June
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

July was quite a flattish month as markets trended largely sideways throughout the month. The benchmark FBMKLCI started the month on a positive note before falling to 1,755 levels and hovered around that region for most of the month before ending the month at 1,764 points or down 0.1% MoM due to the lack of fresh catalysts. The highly anticipated Lotte Chemical IPO which is the biggest new listing on the local bourse since 2012 failed to lift sentiment higher and nose-dived instead, after its 2Q earnings plunged significantly. The decline for the benchmark marks the 3rd consecutive month of decline after 4 successive months of positive close early on. Despite the annual Invest Malaysia conference taking place during the month, there was a lack of exciting corporate developments and newflows to help lift sentiment and spur the market on. The broader market underperformed the benchmark as the FBM Emas fell 0.4% MoM to end the month at 12,552 points while small caps also underperformed, declining 0.4% MoM to end the month at 17,274 points as most investors remained on the sidelines, resulting in average daily trading value for the month of July declining 15% MoM to RM2.1bn.

Investment Outlook & Strategy

We continue to have an overall positive fundamental undertone to the economy and capital market moving forward but have turned more cautious as we move further into the 3Q which historically & seasonally has the poorest market performance in the year, particularly the small-cap stocks as evidenced by its share price corrections / consolidation now outpacing outperformers on a MoM basis. As highlighted in our earlier reports, the anticipated switching activities continues to unfold itself with market interest switching to laggard mid-and big-cap index-linked stocks from small caps. However, any technical sell down catalyst for our market may be short-lived and supported as been reiterated at length in our long term view of the market reported previously.

Hence, our tactical strategy now remains unchanged focusing on locking-in relative and absolute performance ahead, especially on the small-cap stocks which is tapering now, and continue switching to laggard mid-big cap stocks and will be reducing overall portfolio weightings in anticipation of the market continuing to be caught in a trading range. Our strategy of increasing mid to big-cap exposure is currently in motion, especially among the laggard index-linked stocks and high dividend yielders while

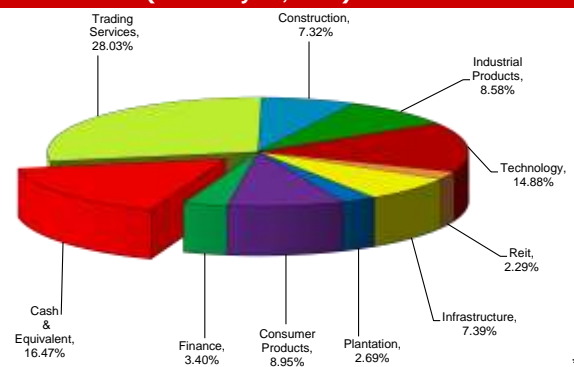
reducing small cap exposures particularly those that have substantially outperformed the overall market.

Our long term focus will still be on value / growth driven in high dividend yielders, under-valued, recovery, and thematic plays (E-Commerce, General Election, Green Sustainable Energy, IOT disruptors, Logistics, Penang-Sabah-Sarawak infra, Tech-related, Telco, Tourism, Utilities etc.) that will hopefully shield the portfolio relatively better during market corrections while still favourably positioning the portfolio well for the rest of the year.

LARGEST HOLDINGS (as at July 31, 2017)

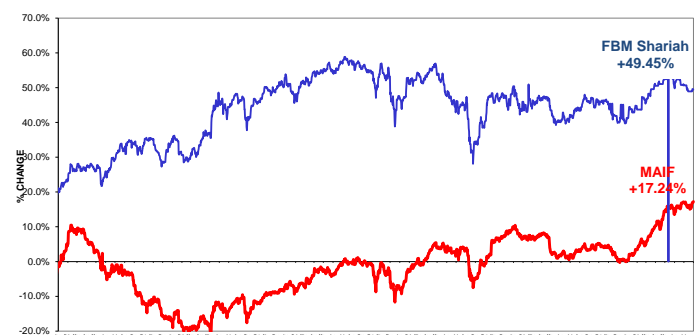
COMPANY	%
VITROX CORP. BHD	7.03%
TENAGA NASIONAL BHD	5.91%
PPB GROUP BHD	4.35%
PRESTARIANG BHD	4.11%
TIME DOTCOM BERHAD	4.04%

ASSET ALLOCATION (as at July 31, 2017)



*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 July 31, 2017)



PERIOD
MIDF Amanah Islamic Fund Vs. FBM Shariah Index *
*FBM Shariah Index (FBM Shariah + gross dividend yield)

CALENDAR YEAR RETURN % (as at July 31, 2017)

	3M	6M	1YR	3YRS	5YRS
FUND	2.17	13.08	13.15	17.32	21.50
FBM SHARIAH*	-1.75	4.18	4.16	-5.07	13.67

*FBM Shariah Index (FBM Shariah + gross dividend yield)

Source: Lipper Fund Table (The Edge, August 7, 2017)

(1) Based on the fund's portfolio returns as at 15 July 2017, the volatility Factor (VF) for this fund is 10.83 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.