

Monthly Fund Fact Sheet

MIDF AMANAH ISLAMIC FUND

January 2014

FUND OBJECTIVE

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

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 December 31, 2013)

Fund size	RM 7.93 million
Unit NAV	RM 0.3128
Fund Inception	14 May 1971
Financial Year End	15 th day of June
Management Fee	1.5% p.a. of NAV
Trustee Fee	0.1% 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

In December, the KLCI gained 54pts or 3.0% to close at 1,866.96pts. The broader market underperformed the KLCI as the FBM Emas gained 2.2% to 12,853.60pts. Small caps also underperformed as the FBM Small cap rose a mere 0.4% mom to 15,694.20pts while the FBM ACE increased 1.5% mom to 5,675.79pts. Average daily value traded on Bursa in Dec was a whopping 58% higher mom at RM3.21bn.

Investment Outlook & Strategy

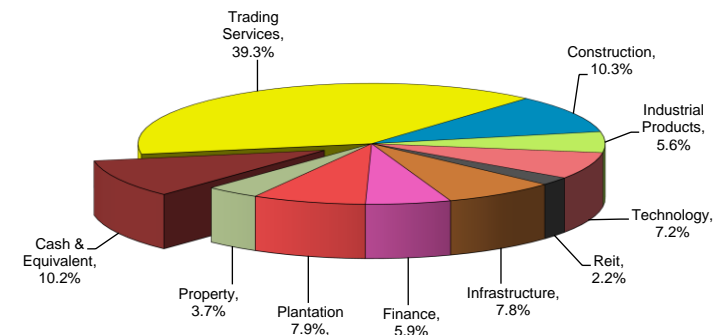
We continue to believe that the sound underlying factors remain somewhat more favourable now than before for the local market as the last overhanging concerns (revised Shariah List) was a non-event and we see better clarity moving forward, which is currently reflected in our over-weighted equity asset allocation strategy in anticipation for a typical buoyant market in Q1 of 2014. On a medium to long term basis, the market's upside potential is still intact and any market weakness or correction currently should be viewed as an opportunity to accumulate fundamentally sound companies with good earnings resilience and visibility track record, rather than panic-sell and/or stay on the side-line. The local market will be at a sweet spot in 2014 when the market and economic cycle are more in sync and move in tandem on the back of a Global Recovery Theme. The question now is not "how" but "when" our market gains more traction vis-à-vis its neighbouring peers.

At this current juncture, it is only prudent to lock-in profits to be repositioned into stocks that have the catalysts to outperform on the theme of a global recovery, domestic spending in key projects and infrastructure, subsidy rationalization, a weakening Ringgit which will benefit exporters and sectors that may benefit more from the Government's more responsible fiscal reforms. Bottom-up stock picking is also crucial more so in the mid to small cap space where more value can be found. Sectors in focus will be Oil & Gas (selective), Telecommunication, Construction, Technology, Property, Manufacturing (companies whose large portion of revenue is from exports), Energy & Utilities, Airline, Shipping, and Plantation.

LARGEST HOLDINGS (as at December 31, 2013)

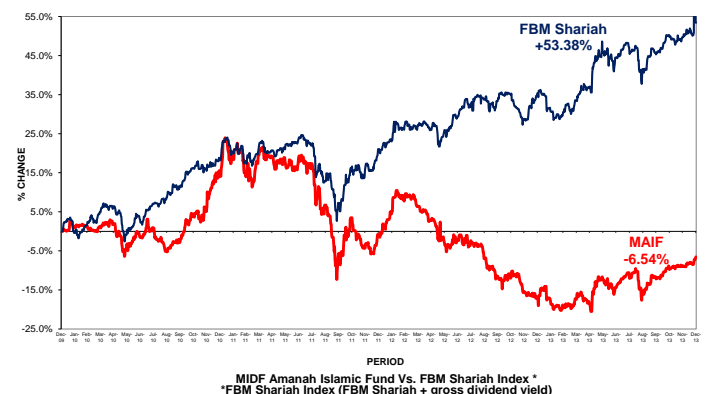
COMPANY	%
GLOBETRONICS TECHNOLOGY BHD	7.19
TELEKOM M'SIA BHD	5.95
PETRONAS DAGANGAN BHD	5.94
KULIM (M) BHD	5.64
BIMB HLDG BHD	5.61

ASSET ALLOCATION (as at December 31, 2013)



*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 December 31, 2013)



CALENDAR YEAR RETURN % (as at December 31, 2013)

	3M	6M	1YR	3YRS	5YRS
FUND	4.97	9.33	11.93	-18.50	10.50
FBM SHARIAH*	5.23	7.43	14.48	30.09	122.17

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

Source: Lipper Fund Table (The Edge, January 6, 2014)

(1) Based on the fund's portfolio returns as at 15 Dec 2013, the volatility Factor (VF) for this fund is 16.44 and is classified as "very high" (source:Lipper).