

Monthly Fund Fact Sheet

MIDF AMANAH ISLAMIC FUND

July 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 June 30, 2014)

Fund size	RM 8.03 million
Unit NAV	RM 0.3320
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 June, the KLCI ended the month 9pts or 0.5% higher to close at 1,882pts. The broader market marginally outperformed the KLCI as the FBM Emas gained 0.6% mom to 13,022pts. Small cap performance outperformed as the FBM Small cap gained 2.7% to 17,932pts while the FBM ACE was up 1.3% to 6,668pts. Average daily value traded on Bursa in May declined 20% mom to RM1.86bn.

Investment Outlook & Strategy

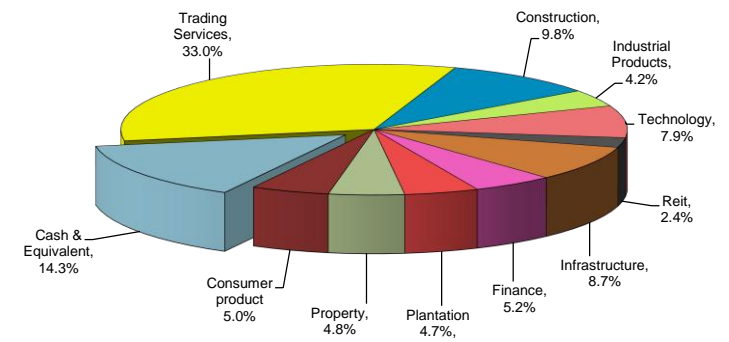
The continuous positive economic data from the Developed Markets, continuous loose monetary policies will provide a positive sentiment for the equity market, however the downside risk could stem from further defaults in China, geo-political risks arising from Iraq and the Russian – Ukraine impasse. Recent announcement by our PM on further capital markets liberalization i.e. 100% shareholding allowed for foreigners in Unit Trust companies in Malaysia, removal of compulsory credit rating for bond issuance starting 2017 and allow more credit rating agencies to be 100% foreign owned in Malaysia. This move can be seen to not only infuse more liquidity into the market but may potentially also reduce Government's liabilities and contingent liabilities.

In the short term, investors' interest will likely be cautious and continue to be well spread across the board especially over the small-mid cap space of the market. Hence any market weaknesses should be deemed as an opportunity to accumulate as the potential for a global recovery in 2H 2014 gains traction on the back of a stronger economic recovery momentum in the Developed Markets. Global recovery in these key Advanced and Developed Markets will have a direct positive impact to Emerging Markets (EM) having higher intra-trade content other than their respective strong domestically driven economy, which will provide the fillip to the financial markets globally. As a result of this, reinvestment, rebalancing and/or switching activities will focus towards; (a) specific small to mid-cap for outperformance while selective big-cap index-linked stocks for indexation & dividend yield play, (b) bombed-out over-looked, under-research or ignored companies with cheap valuation 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 June 30, 2014)

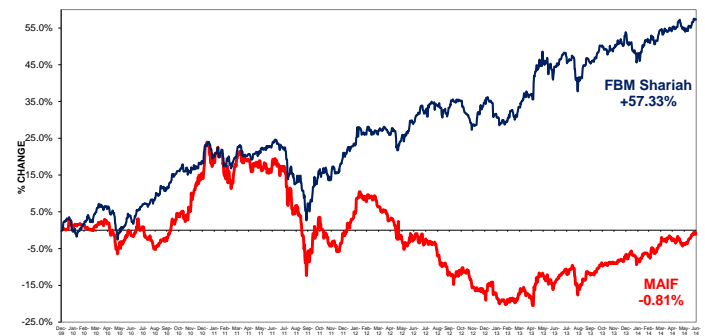
COMPANY	%
GLOBETRONICS TECHNOLOGY BHD	7.90
TELEKOM M'SIA BHD	6.72
PPB GROUP	4.99
DIGI.COM BERHAD	4.96
CAHYA MATA SARAWAK BHD	4.18

ASSET ALLOCATION (as at June 30, 2014)



*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 June 30, 2014)



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

CALENDAR YEAR RETURN % (as at June 30, 2014)

	3M	6M	1YR	3YRS	5YRS
FUND	2.99	6.57	16.51	-14.56	3.96
FBM SHARIAH*	2.11	2.91	10.20	28.49	79.65

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

Source: Lipper Fund Table (The Edge, July 7, 2014)

(1) Based on the fund's portfolio returns as at 15 June 2014, the volatility Factor (VF) for this fund is 15.29 and is classified as "very high" (source:Lipper).