

Monthly Fund Fact Sheet

MIDF AMANAH ISLAMIC FUND

June 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 May 31, 2014)

Fund size	RM 7.84 million
Unit NAV	RM 0.3220
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 May, the KLCI ended the month 0.1% m-o-m higher at 1,873.38pts. The broader market underperformed the KLCI as the FBM Emas gained 0.04% to 12,945.75pts. Small caps inched marginally to 0.15% in May 2014 closing at 17,452.29 after a sterling performance in Q1 2014 of this year. The FBM ACE was down marginally at 0.04% m-o-m closing at 6,581.33pts.

Investment Outlook & Strategy

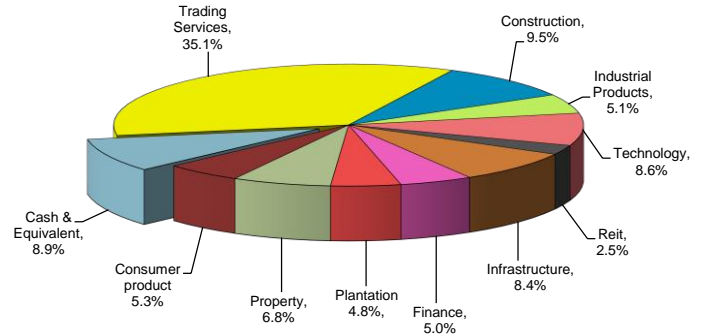
Our investment view over the next two quarters remains unchanged. The dovish stance of current Fed Chairman and the recent measures by the ECB reaffirms our view that investment in the equities space will remain as the best outperforming asset class for local and foreign alike, as amass liquidity globally trying to look for higher yield returns on the back of a relatively lower interest rates cycle regime globally, will be the catalyst for equity markets to trend higher and defy historical fair valuation benchmarks. This may be the saviour for the local equity market to bolster investor's sentiment and increase their risk threshold levels. Key global equity markets are at the inflection point where markets will start to be driven by earnings growth potentials and not just historical / trailing price-to-earnings ratios on the back of a defensive portfolio. Hence, using historical reference only may not be an effective guiding investment tool moving forward, especially at current juncture of the market investment cycle.

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 May 31, 2014)

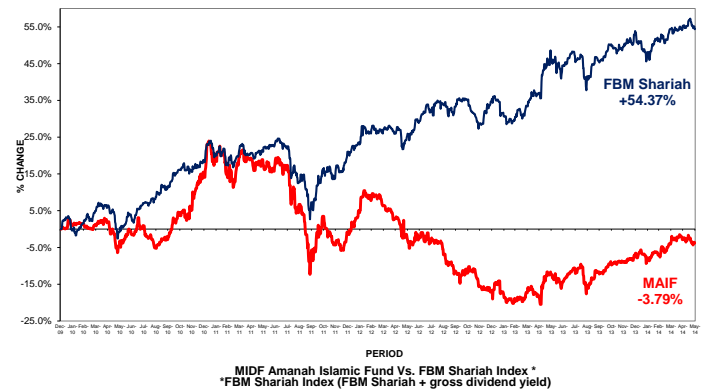
COMPANY	%
GLOBETRONICS TECHNOLOGY BHD	8.57
TELEKOM M'SIA BHD	6.70
PPB GROUP	5.30
CAHYA MATA SARAWAK BHD	5.10
DIGI.COM BERHAD	4.81

ASSET ALLOCATION (as at May 31, 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 May 31, 2014)



CALENDAR YEAR RETURN % (as at May 31, 2014)

	3M	6M	1YR	3YRS	5YRS
FUND	3.54	5.50	9.60	-18.27	0.72
FBM SHARIAH*	1.86	3.16	5.87	27.59	78.94

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

Source: Lipper Fund Table (The Edge, June 9, 2014)

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