

Monthly Fund Fact Sheet

MIDF AMANAH ISLAMIC FUND

May 2016

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 April 30, 2016)

Fund size	RM 7.10 million
Unit NAV	RM 0.3434
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

April was a poor month for local bourses. After rebounding above 1,700pts in March, the FBMKLCI gave back most of its gains towards the end of April due to poor investor sentiment on concerns that 1MDB defaulting on its outstanding USD1.75bn bond issue will trigger a cross default on two other notes worth USD1.9bn. The FBMKLCI ended the month 45pts or 2.6% lower to close at 1,672pts while the broad based FBMEMAS and FBM Small cap index both outperformed the KLCI, down 2.4% M-o-M to 11,638pts and 1.2% M-o-M to 15,426pts respectively. Average daily value traded on Bursa in April declined 3% M-o-M to RM2.09bn.

Investment Outlook & Strategy

Our overall long term strategy remains cautious but our tactical short term strategy is to overweight the small to mid-cap space in anticipation of rotational plays switching away from the big-cap index linked stocks that has outperformed the general market the past few months. Most of the negative factors undermining global markets have progressively dissipated. As such, we recognize that a potential market run-up in the next few months is possible in view of the liquidity driven factors and evolving market developments

2016 may be an exceptional year in contrast to the typical seasonal "Sell in May & Buy back in September" strategy as the market has recorded 2 years of consecutive negative returns and market cycles has also changed structurally. Hence, our stance is to lock-in profits ahead once the market gains momentum.

Any upside surprises in earnings due to the low-base effect, better than expected economic numbers, further strengthening of Ringgit, stabilization of Crude Oil prices, surprise interest rate cut and positive global developments will augur well for the market. The window of market opportunity remains very fluid and narrow. As such, leading indicators of market liquidity fund flows will continue to provide additional insights over total reliance on pure economic fundamentals in the short term.

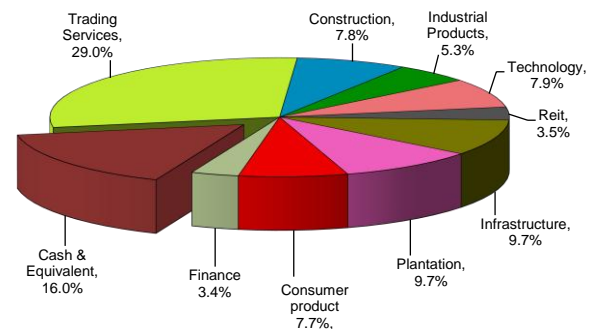
We still believe that the long term investment strategy should reflect such conditions rather than allow our short-term sentiments and emotions to cloud the logical thought process. Hence, the focus will remain on long term outperformance at the expense of short term gains. As a result of this, reinvestment, rebalancing and/or switching activities will focus towards; (a) specific small to mid-cap for growth outperformance while timely selective

big-cap index-linked stocks for indexation & dividend yield play, (b) undervalued companies compared against their historical band/peers, (c) fundamentally robust 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 April 30, 2016)

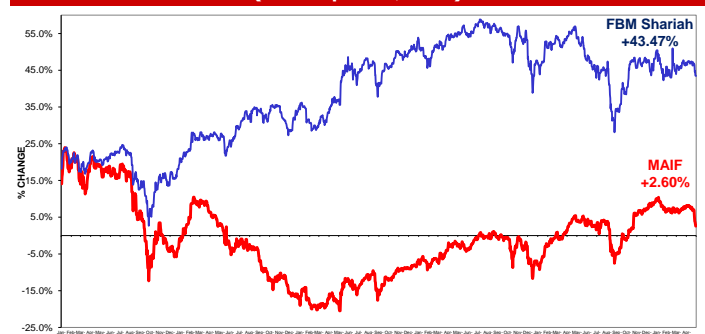
COMPANY	%
TIME DOTCOM BERHAD	6.03
TELEKOM M'SIA BHD	5.62
KULIM (M) BHD	5.58
VITROX CORP. BHD	5.02
PRESTARIANG BHD	4.93

ASSET ALLOCATION (as at April 30, 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 April 30, 2016)



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

CALENDAR YEAR RETURN % (as at April 30, 2016)

FUND	3M	6M	1YR	3YRS	5YRS
FBM SHARIAH*	-3.81	-2.77	-1.32	25.83	-13.83
MAIF	-1.71	-1.44	-7.40	5.01	18.86

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

Source: Lipper Fund Table (The Edge, May 9, 2016)

(1) Based on the fund's portfolio returns as at 15 Apr 2016, the volatility Factor (VF) for this fund is 11.10 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.