

## Monthly Fund Fact Sheet

### MIDF AMANAH ISLAMIC FUND

November 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 October 31, 2014)

Fund size	RM 7.86 million
Unit NAV	RM 0.3331
Fund Inception	14 May 1971
Financial Year End	15 <sup>th</sup> 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

In October, the KLCI fell below the 1,800pt psychological support level for the second time this year but managed to recoup all of its losses and change. For the month, the KLCI ended marginally higher or up 8.8pts or 0.5% to close at 1,855pts. The broader market performed worse, with the FBM Emas falling 0.3% mom to 12,882.89pts. Small caps were hurt badly as investors fled riskier stocks, resulting in the FBM Small cap index plunging 5.2% to 17,695pts while the FBM ACE declined 9.5% to 6,586pts. Average daily value traded on Bursa in Oct decreased 1.9% mom to RM2.10bn (RM2.14bn previously).

##### Investment Outlook & Strategy

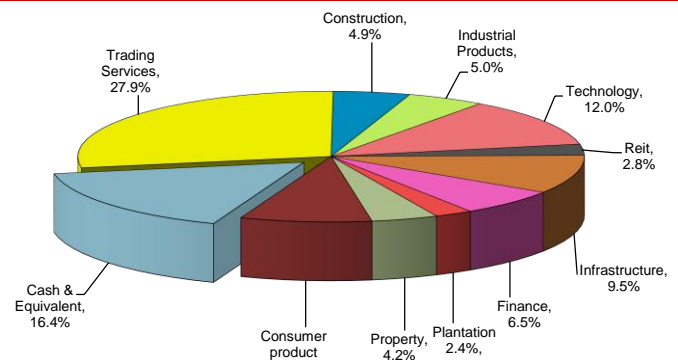
Window of clarity for the market for now only extends up to Q1 2015 as the GST implementation in April will most likely put a cap on corporate earnings potentials / increase uncertainties and in turn cause a more cautious and softer market sentiment / scenario. As such, current Investment Strategy is to front-load and lock-in profits early before end March 2015 pending current chains of events and how the global economic situation and events may unfold moving forward into 2015. On a medium to long term basis, we still believe that the market's fundamentals still remains sound and intact as the overall global economic and capital market conditions/outlook now continue to improve albeit at a different beat and momentum. In addition, equity will still be a relatively better asset class to invest in compared to fixed income on the back of flush liquidity and eventual rising rate environment. This is so if compared to last 12-18 months ago as the central bankers / policy makers are better prepared with anti-recessionary policies in place.

At this current juncture, it is only prudent to remain invested after top slicing profits and switching into stocks and sectors with strong fundamentals for 2015 and beyond. As a result of this, reinvestment, rebalancing and/or switching activities will focus towards; (a) specific small to mid-cap for growth outperformance while selective big-cap index-linked stocks for indexation & dividend yield play, (b) under-valued companies with cheap valuations 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 October 31, 2014)

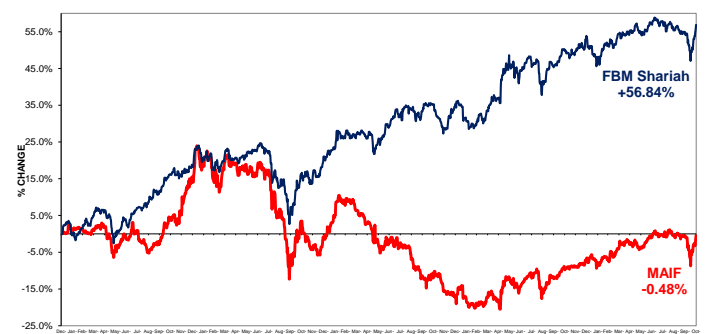
COMPANY	%
GLOBETRONICS TECHNOLOGY BHD	8.05
TELEKOM M'SIA BHD	6.23
DIGI.COM BHD	5.48
PPB GROUP BHD	5.34
CAHYA MATA SARAWAK BHD	4.97

#### ASSET ALLOCATION (as at October 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 October 31, 2014)



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

#### CALENDAR YEAR RETURN % (as at October 31, 2014)

	3M	6M	1YR	3YRS	5YRS
FUND	-0.12	2.08	10.33	-3.81	-1.57
FBM SHARIAH*	-0.28	1.00	4.74	34.47	58.63

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

Source: Lipper Fund Table (The Edge, November 10, 2014)

(1) Based on the fund's portfolio returns as at 15 Oct 2014, the volatility Factor (VF) for this fund is 12.80 and is classified as "very high" (source:Lipper).