

Monthly Fund Fact Sheet

MIDF AMANAH ISLAMIC FUND

September 2015

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 August 31, 2015)

Fund size	RM 7.04 million
Unit NAV	RM 0.3186
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

Malaysian markets had yet another difficult month in August as the benchmark FBMKLCI took a beating after the Ringgit plunged to a 17-year low and was compounded further after Wall Street and regional markets fell sharply on the back of various concerns in China. The KLCI ended the month 110pts or 6.4% lower to close at 1,613pts. At the low, the KLCI was down 191pts or 11% at 1,532pts. Unlike the previous month where the broader markets performance was in-line, the FBM Emas underperformed the KLCI this time around, falling 7.7% mom to 10,976pts while small cap stocks fared worse, with the FBM Small cap index falling 14.3% to 13,771pts and the FBM ACE plunging 21.1% mom to 4,947pts. Average daily value traded on Bursa for the month of August rose 14% mom to RM2.07bn.

Investment Outlook & Strategy

U.S. markets have gone into negative territory for its year-to-date performances and stayed there for the past month although overall economic data has been somewhat positive as external developments are weighing down on sentiment. Not much has changed since last month as market participants are still scrutinizing monthly economic data and news flows although the focus may have shifted away from Greece to falling oil prices, trade numbers etc. With Eurozone holding up better, China is now at the center stage and to a lesser extent Japan for further 'feel' to the global situation. A year ago, many would have thought the world would have already moved passed this 'phase'. But today, some would probably share the view that this 'phase' will probably prolong into 2016. What is for certain is that continuous volatility should be expected. The local market has been hammered with bad news one after another. Prior to the current political debacle, political stability in Malaysia was a given. The loss of confidence has likely caused the free fall in the Ringgit which then quickened the pace at which foreigners were selling down the market. Until these selling are purged, the market will stay weak.

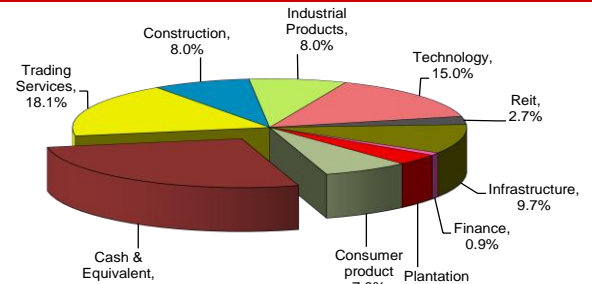
Confluence of adverse internal and external factors has caused investors to push the panic sell button in the local currency and equity markets. This in turn has led to the current sharp market correction. As such, mispricing and cheap valuations of sound listed companies will widen. We will cautiously increase our Equity Asset Allocation to Over-Weight from Neutral should the market corrects further towards -2 SD vs. -0.6 SD currently, which historically has proven to be the bottom of the market down cycle and a prelude to a sharp rebound consequently.

We strongly believe that markets move in cycles and historically periods of downturn were always shorter than upturns. The market's fundamentals still offer opportunities at the right price as equity is still a relatively better asset class to invest in compared to fixed income on the back of flush liquidity and an eventual rising rate environment going forward. Therefore, our long term investment strategy should reflect such conditions rather than allow our short-term sentiments and emotions to over-rule the logical thought process.

LARGEST HOLDINGS (as at August 31, 2015)

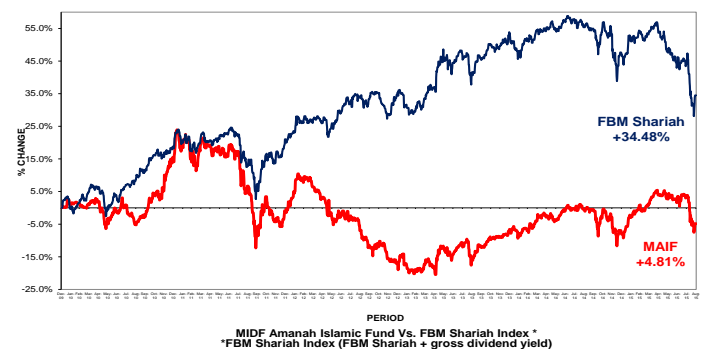
COMPANY	%
GLOBETRONICS TECHNOLOGY BHD	8.17
CAHYA MATA SARAWAK BHD	6.33
TELEKOM M'SIA BHD	5.53
TIME DOTCOM BERHAD	5.23
DIGI.COM BHD	4.46

ASSET ALLOCATION (as at August 31, 2015)



*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 August 31, 2015)



CALENDAR YEAR RETURN % (as at August 31, 2015)

	3M	6M	1YR	3YRS	5YRS
FUND	-7.36	-5.60	-4.38	0.66	0.31
FBM SHARIAH*	-9.16	-12.78	-13.96	0.31	24.39

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

Source: Lipper Fund Table (DigitalEdge Weekly, September 7, 2015)

(1) Based on the fund's portfolio returns as at 15 Aug 2015, the volatility Factor (VF) for this fund is 10.28 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.