

Monthly Fund Fact Sheet

MIDF AMANAH MONEY MARKET FUND

February 2016

FUND OBJECTIVE

The objective of the fund is to provide investors with a regular income stream over a short to medium term while maintaining capital stability.

THE FUND IS SUITABLE FOR INVESTORS WHO:

Have either a short or medium term investment horizon; desire a stream of income; and have low risk tolerance.

FUND DETAILS (as at January 31, 2016)

Fund size	RM0.61 million
Unit NAV	RM 0.5000
Fund Inception	24 January 1984
Financial Year End	15 th day of November
Management Fee	0.5% p.a. of NAV
Trustee Fee	Up to 0.05% p.a. of NAV
Initial Service Charge	Nil
Redemption Payment Period	Within 10 calendar days
Investment Manager	MIDF Amanah Asset Management Bhd

MANAGER'S COMMENTS

Review

The local government bond and sukuk remained bearish at the start of the 2016 with global market continued to tilt towards a risk-off mode, and causing the Ringgit to weaken further. Ringgit ended 0.6% w-o-w weaker at 4.3995/USD as Brent prices dropped below USD30/bbl, the lowest in 12 years. The overall yield curve shifted upwards by 3bps to 6bps w-o-w with decent volume traded. The 7-years new GII benchmark auction garnered good demand with bit-to-cover ratio of 2.68 times with an average yield of 4.39%. The local government bond took a bullish turn as market start pricing in expectations for the budget revision, expecting rates to head down. The rally was triggered by the IRS moved lower. Despite oil prices hitting new lows, trading below \$30, the short end rallied in response by foreign investors on the local government bonds.

BNM held the 2nd auction i.e the 3-years MGS reopening tender, with demand remained healthy at 2.06 times averaging at 3.27% amid positive momentum on the cash market. The MGS curve shifted 2bps to 35bps downward with the 3y, 5y, 7y and 10y settled at 3.25%, 3.43%, 3.97% and 4.16%, respectively. Meanwhile, the GII segment all traded lower by 2bps to 18bps with the 3y, 5y, 7y and 10y settled at 3.36%, 3.80%, 4.30% and 4.53%, respectively.

On the economic front, Malaysia's exports in November climbed 6.3% y-o-y. Shipments of electrical and electronic products, which contributed 34.2% to total exports, rose 0.6% in November while export of refined petroleum products surged 13.2% y-o-y. Meanwhile, imports grew 9.1% y-o-y in November, mainly due to consumption goods, intermediate goods and capital goods.

Investment Outlook & Strategy

Going into 2016, we expect the market will remain volatile due to the headwinds mainly from fluctuations in crude oil prices, weakening ringgit, fears of further Fed hikes and concerns on China economy slowing down. The Malaysian economy growth for 2016 is expected to moderate at 4.5% versus 4.8% in 2015. Pressure on ringgit will

continue in 2016 though expect some strength to return if crude oil price show an upward swing or Malaysia's domestic issues subside.

Oil prices and ringgit performance will continue to be the key drivers for the domestic bond market. Choppiness in oil prices movements is a key influence for the ringgit performance. However, we think as the USD/MYR stabilizes, this will prompt foreign buying interest back into the local bond market.

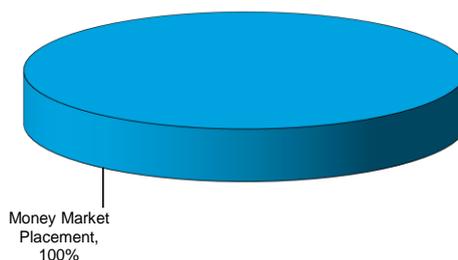
Meanwhile, the domestic liquidity is still good but may turn tepid as investors may become increasingly discerning on credit amid less rosy economic and credit condition outlook. Slowing domestic prospect and the reduction in liquidity may constrain the pace of fresh funds growth and this will consequently limit the expansion of domestic liquidity.

Though sentiment towards the ringgit and local government bonds may have improved, we are of the view that bond and sukuk market players will continue to be cautious and to maintain on short duration so as to minimize impact of a yield upswing.

The Fund will continue investing in short term deposits.

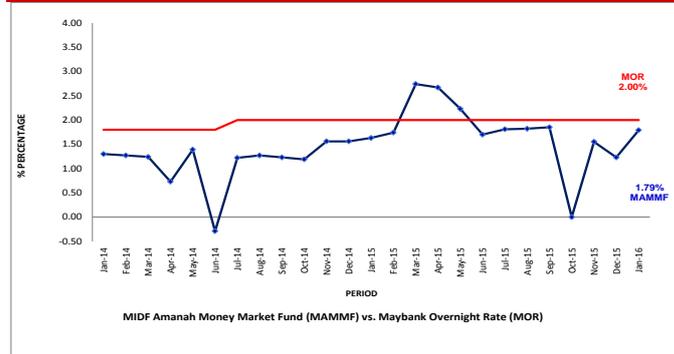
LARGEST HOLDINGS (as at January 31, 2016)

MONEY MARKET PLACEMENT	100.00%
ASSET ALLOCATION (as at January 31, 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 January 31, 2016)



	3M	6M	1YR	3YRS	5YRS
FUND	0.14	0.46	1.11	2.81	-

Source: Lipper Fund Table (The Edge, February 8, 2016)

(1) MIDF Amanah Bond Fund has been converted to MIDF Amanah Money Market Fund on 1 January 2011.

(2) Based on the fund's portfolio returns as at 15 January 2016, the volatility Factor (VF) for this fund is 0.53 and is classified as "very low" (source:Lipper).

(3) Volatility Factor (VF) is subjected to monthly changes and Volatility Class (VC) will be revised every six months.

(4) The portfolio composition may change overtime, therefore there is no guarantee that the VF and VC to remain constant.