

Monthly Fund Fact Sheet

MIDF AMANAH MONEY MARKET FUND

February 2017

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, 2017)

| | |
|---------------------------|----------------------------------|
| Fund size | RM0.50 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

Local government bond market was rather subdued and trade flows were thin. Bond yields were largely unchanged with the long end of curve traded higher whilst the short end remained supported.

The 1st auction for the year was the 3-years GII re-opening, followed by the 2nd auction, the reopening of MGS 15-years benchmark total issue size of RM3.5 billion and RM 4 billion respectively. Demand for the 3 years was rather weak with bid-to-cover ratio of 1.789 times while the 15-years received strong demand with bid-to-cover ratio of 2.503 times.

As of closing, MGS yields closed the day mixed with 3-years and 7-years traded lower at 3.35% and 4.11% whilst the 5-, 10- and 15-years closed higher by 3 to 11 bps at 3.75%, 4.27% and 4.73% respectively. Meanwhile, in the GII-segment, the 3- and 5-years closed 6 to 7bps lower at 3.65% and 3.87%, whilst the 7-, 10- and 15-years traded 1 to 9 bps higher at 4.18%, 4.39% and 4.79% respectively.

On the economic front, Malaysia's inflation for November came in at 1.8% YoY from October's 1.4% gain. The increase was the highest since May 2016 and was largely attributable to food and recreation while transportation and communication costs continue to fall. On a MoM basis, inflation rose 1.0% while transport was the biggest MoM gainer at 4.5%.

Malaysia's Industrial Production for November rose 6.2% YoY compared to October's 4.2% growth. Electricity output recorded the highest growth at 9.7% while mining output was the weakest at 4.7%. On a MoM basis, industrial production fell 2.8% with manufacturing output falling 4.0%.

Malaysia's exports rebounded more than expected to increase 7.80% YOY (RM 72.8 billion) in November, led by much faster growth in E&E and palm oil exports, as well as smaller contractions in energy exports

Investment Outlook & Strategy

Following the sharp bond market sell-off, ringgit government bond yields continue to hover at higher levels. Despite firmer USD against the MYR, the weaker UST yields continue to pressure ringgit government bond yields. Foreign holdings in MGS climbed to an all-time high of 51.9% in October 2016, but retracing back to 47.1% in December amid capital outflows post US election. We foresee foreign

appetite on local government bonds to remain tepid in the near term with risk of more outflows should the broad EM risk-off sentiment is pro-longed.

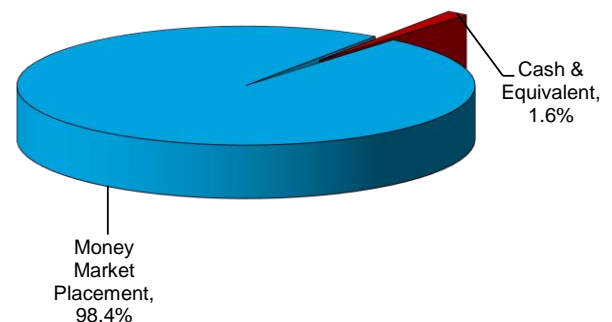
On the secondary market, liquidity is expected to be subdued as investors are cautious and prefer to stay sideline on the back of persist market volatility and ahead of the FOMC meeting. However, we expect some positive catalyst for the ringgit bonds in the short to medium term on the back of higher oil prices but benign inflation environment in the domestic market. On the corporate bond market, we are still cautious in lieu of further readjustment in spreads against the government bonds. Having said, we think trading momentum will gradually improve as we progress into 2017.

The Fund will continue investing in short term deposits.

LARGEST HOLDINGS (as at January 31, 2017)

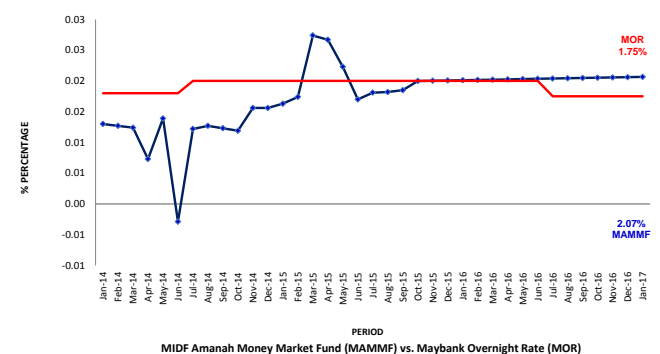
| | |
|------------------------|-------|
| MONEY MARKET PLACEMENT | 98.4% |
| CASH % EQUIVALENT | 1.6% |

ASSET ALLOCATION (as at January 31, 2017)



*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, 2017)



CALENDAR YEAR RETURN % (as at February 3, 2017)

| | 3M | 6M | 1YR | 3YRS | 5YRS |
|------|------|------|------|------|------|
| FUND | 0.00 | 0.00 | 0.57 | 2.69 | 4.73 |

Source: Lipper Fund Table (The Edge, February 6, 2017)

(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 2017, the volatility Factor (VF) for this fund is 0.52 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.

Investors are advised to read and understand the prospectus before investing. Among others, investors should consider the fees and charges. The price units and distributions payable, if any, may go down as well as up. Past performance of the fund should not be taken as indicative of its future performance. Investment in the funds are subjected to credit risk, interest rate risk & reinvestment risk. A copy of our Master Prospectus dated 1 March 2016 has been registered with the Securities Commission who takes no responsibility of its contents. The prospectus and application form can be obtained at our office. Units will only be issued upon receipt of an application form referred to in and accompanying the prospectus.