

Monthly Fund Fact Sheet

MIDF AMANAH MONEY MARKET FUND

January 2014

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 December 31, 2013)

Fund size	RM0.83 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 0.07% 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

Malaysian Government Securities ("MGS") closed mixed in the month of December 2013, with yield hike after the taper announcement with selling pressure on the short-end whilst selective buying on the long ends. The weak sentiment was further affected by rising global bond yields.

The 5-/3- year and 10-/3-year spread narrowed by 19 basis points ("bps") and 22 basis points ("bps") to 33bps and 76bps from 51bps and 98bps respectively. On a monthly basis, the 3-, 5-, 10- and 15-year closed higher by 4bps to 26bps at 3.35% (Nov 2013: 3.09%), 3.68% (3.61%), 4.11% (4.07%) and 4.48% (4.31%) respectively, whilst the 7- and 20-year closed lower at 3.97% (Nov 2013: 4.04%) and 4.42% (4.45%). Government Investment Issues ("GII") closed higher with the 3-, 5- and 7-year at 3.44% (Nov 2013: 3.37%), 3.96% (3.88%) and 4.13% (4.03%) whilst the 10-year was unchanged at 4.04%.

Investment Outlook & Strategy

The outlook for Malaysia economy remains positive despite weak external demand and outflows of funds. GDP is expected to grow at 5.0% to 5.5% in 2014 (2013: versus +4.5% to 5.0%), backed by robust domestic demand and gradual export recovery. Fiscal deficit ratio is expected to fall to 3.5% of GDP for 2014 (2013: 4%) while Inflation rate is expected to trend higher at 2.8% - 3.2% in 2014 (2013: 2.2%).

Local bond yields is expected to trend upward going into 2014 as heightened volatility amid illiquid trading activity persists. BNM is likely to keep OPR at 3.00% as rate hike coupled with cost-push inflation may derail growth momentum. High foreign ownership level which corresponds to foreign exchange rates and the start of QE tapering in January 2014 could cause near term fluctuation to Ringgit. As at Nov-13, foreign holdings in MGS declined to 45% from 46% in Oct-13. Currently, Malaysia's foreign exchange reserves stood at USD136.3 billion, sufficient to finance 9.7 months of retained imports and covers 3.9 times of short-term external debt. Liquidation by foreigners could be offset by local buying interest and demands.

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

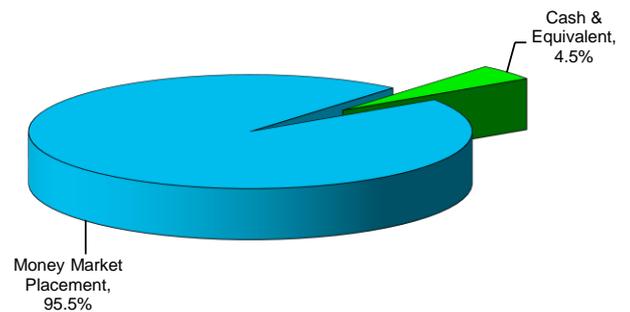
Investors are advised to read and understand the prospectus before investing. Among others, investors should consider the fees and charges. The price units and distributions payable, if any, may go down as well as up. Past performance of the fund should not be taken as indicative of its future performance. A copy of our Master Prospectus dated 1 March 2013 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.

Corporate bond issuance in 2014 will come from GLC, banks (load up on Basel III capital) and project finance (ETP-related and power sector), with estimated amount of RM50-60 billion. PDS yield curve is expected to be well anchored and supported given ample liquidity and demand. Hence, we envisioned that market players will likely to take an overweight stance on corporate bonds vis-à-vis volatile government bonds market. We remain overweight on corporate bonds while tactically managing duration and pro-actively realigning the asset allocation with market movements to optimize investment returns with vigilant credit selection at all times.

LARGEST HOLDINGS (as at December 31, 2013)

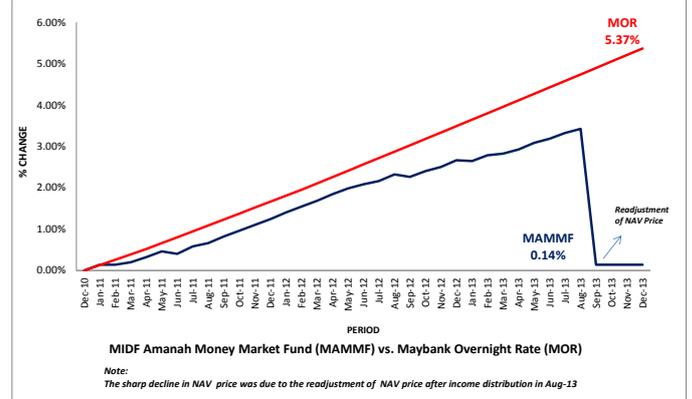
MONEY MARKET PLACEMENT	95.5%
CASH	4.5%

ASSET ALLOCATION (as at December 31, 2013)



*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 December 31, 2013)



CALENDAR YEAR RETURN % (as at December 31, 2013)

	3M	6M	1YR	3YRS	5YRS
FUND	0.00	0.24	0.77	-	-

Source: Lipper Fund Table (The Edge, January 6, 2014)