

Monthly Fund Fact Sheet

MIDF AMANAH MONEY MARKET FUND

March 2015

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 February 28, 2015)

Fund size	RM1.68 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

Malaysian Government Securities ("MGS") closed mixed m-o-m with the longer end steepened while the short-end of the yield curve posted gains ahead of the MPC meeting in March. The overnight policy rate ("OPR") is widely expected to be maintained at 3.25% Global crude prices recovered from just under \$50 per barrel at the start of February to hover around \$60-65 by month end, reducing a possible impact on the government's budget outlook. Meanwhile, the ringgit remained weak around 3.62 at closing from a high of 3.65 during the month. BNM conducted two auctions of the new 5-year GII and 7-years SPK with an average yield of 3.799% and 4.03% respectively. Demand for both auctions was good and garnered a strong bid-to-cover ratio of 3.015 times and 2.34 times. The auction outperformance since January saw offshore inflows gaining traction in February, improving to +RM1.38 billion.

On monthly basis, the 3- and 5-years traded lower by 4 to 19 bps at 3.43% (Jan 2015: 3.62%) and 3.63 % (3.66%) whilst the 7-, 10- and 15-years edged higher by 1 to 7 bps at 3.76% (3.77%), 3.87% (3.80%) and 4.14% (4.10%) respectively.

Outlook

Globally, the US economy will likely to continue to gain traction on the back of household balance sheets, sustained job creation and falling crude oil prices. Meanwhile the weakness of Euro Zone economy will likely to prevail and the battle of inflationary pressure will prove to be challenging. Thus far, the economic data from the region has not been inspiring. The ECB is expected to embark on a more aggressive stimulus to rev up growth and counter disinflationary pressure. Going forward, we foresee increasing volatility in the global economy and financial markets as a result of a higher gyrations in commodity prices.

On the domestic front, the focus will be on the trend of the capital outflows as investors will continue to assess the possible changes in Malaysia's fundamentals. Foreign holdings of total debt suffered its 3rd consecutive month of large outflow with m-o-m decrease of RM7.1 billion in Jan-15 due to persistent outflows from discount instruments.

Meanwhile, the foreign holdings in MGS remained resilient netting in RM1.4 billion but the shares of foreign holdings declined 43.8% from 44.1% in Dec-14 due to the lower foreign absorption rate.

Hence, we remain cautious on foreign flows as it may edge lower to 42-40% with risk of breaking the 40% threshold in 1H2015. We expect continued price volatilities in the bond market but will start to stabilize and smoothen in the 2H15 given the strong presence of large domestic institutional investors which serves as a strong buffer against the external shocks remains an important mitigating factor against the risk of a sudden reversal of foreign flows.

We expect market players to continue to take an overweight stance on corporate bonds (especially from the primary market) vis-à-vis a more volatile government bond market, while tactically managing duration and pro-actively realigning the asset allocation in line with market movements.

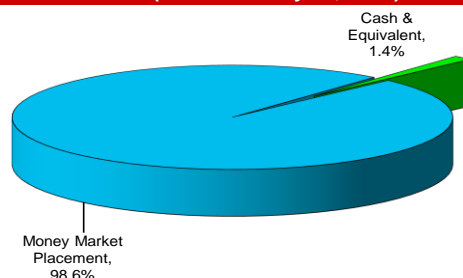
Strategy

The Fund will continue investing in quality short term money market instruments.

LARGEST HOLDINGS (as at February 28, 2015)

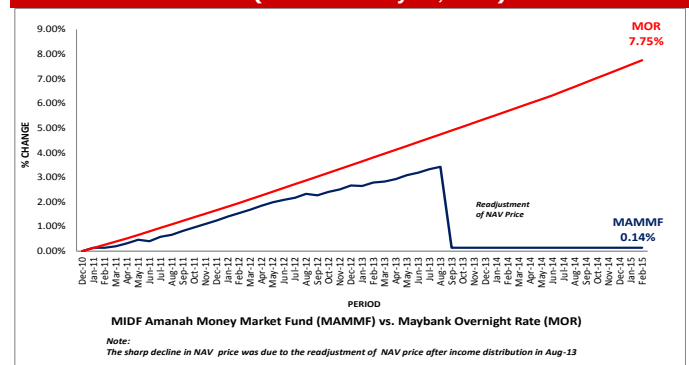
MONEY MARKET PLACEMENT	98.62%
CASH	1.38%

ASSET ALLOCATION (as at February 28, 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 February 28, 2015)



CALENDAR YEAR RETURN % (as at February 28, 2015)

	3M	6M	1YR	3YRS	5YRS
FUND	0.00	0.89	0.89	2.79	-

Source: Lipper Fund Table (The Edge, March 9, 2015)

(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 Feb 2015, the volatility Factor (VF) for this fund is 0.53 and is classified as "very low" (source:Lipper).

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 2014 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.