

Monthly Fund Fact Sheet

MIDF AMANAH MONEY MARKET FUND

November 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 October 31, 2014)

Fund size	RM0.75 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") buying interest improved on the back of weaker US Treasuries and amid fears of global economic growth and slumping equities market. MGS yields declined across the curve by 6 to 14 basis points ("bps") with focus slanted along the 10- and 20-years. BNM held two reopening auction of RM 1.4 billion worth of the 7-year Sukuk Perumahan Kerajaan ("SPK") and RM 2.5 billion of 15-years MGS. Aside, Malaysia's Budget 2015 was tabled in Parliament on Oct 10 and the government has committed to a narrower fiscal deficit target of 3.0% of GDP in 2015 (estimated -3.5% in 2014) and this would entail financing around RM35.7billion.

On a monthly basis, the 5-, 7-, 10-, 15- and 20-years closed lower by 6 to 14 bps at 3.63% (Sept-14: 3.69%), 3.78% (3.81%), 3.81% (3.92%), 4.16% (4.22%) and 4.26% (4.33%) respectively whilst the 3-year was held steady at 3.49% (3.48%).

On the economic front, Malaysia's export inched 1.7% in Aug-14 better-than-expected from its slowest rate in 13 months of +0.6% in July, compared to median estimate of 1.4% contraction, underpinned by electrical and electronic product whilst imports rose 7.6% due to intermediate goods. On the inflation front, Malaysia's inflation eased to +2.6% y-o-y in Sept-14 from +3.3% y-o-y in Aug-14, led by cost of food, housing, utilities and fuel.

Outlook

Malaysia Real GDP growth accelerated to +6.4% y-o-y in 2Q14 from +6.2% in 1Q14, faster than market consensus of 5.8%. The outlook remains encouraging amid an improving global backdrop that should support exports and investments. Given the strong growth and robust ahead, the full year GDP was revised to 6.0% from 5.5% in 2014. The inflation rate is expected to remain relatively stable for the rest of the year. However, the inflation is expected to edge higher and expected to be above its long-term average due to domestic cost factors.

In the domestic bond market, we expect players will continue to be cautious even though the probability of a rate hike has dropped with growing evidences of a softening degree of demand-pull inflation and signs of easing strains on financial imbalances. The rate hike expectation will likely happen in 1H2015. The local government bond is expected to stay wide in coming months primarily driven by domestic factors as corporate bonds spreads become more attractive and likely

to continue into 2015, while the PDS market continued to show encouraging signs as the widening of credit spread looks more attractive. Meanwhile, foreign ownership of MGS remained stable but eased marginally to 47.3% in Aug-14 from 48.4% in Jul-14. Foreign ownership of Ringgit's debt has peaked and is showing signs of easing for the rest of the year on rising expectation of steady policy rate in MPC's November meeting and slowing regional inflows.

Given the above scenario, we are of the view that the market players will 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 proactively realigning the asset allocation in line with market movements.

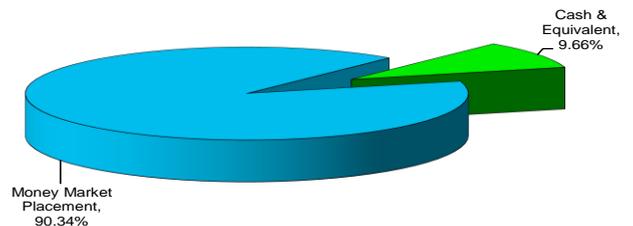
Strategy

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

LARGEST HOLDINGS (as at October 31, 2014)

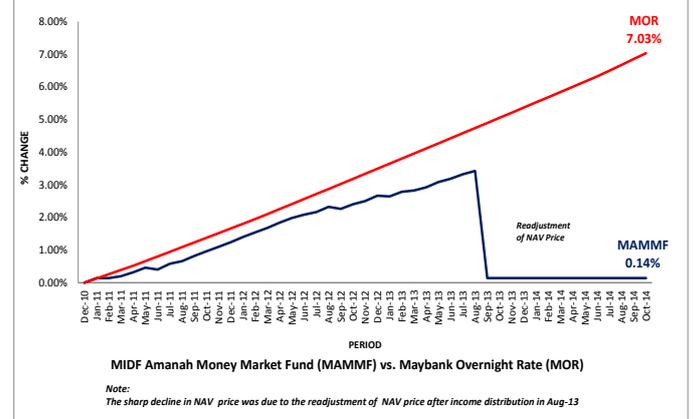
MONEY MARKET PLACEMENT	90.34%
CASH	9.66%

ASSET ALLOCATION (as at October 31, 2014)



*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 October 31, 2014)



CALENDAR YEAR RETURN % (as at October 31, 2014)

	3M	6M	1YR	3YRS	5YRS
FUND	0.00	0.00	0.00	2.45	-

Source: Lipper Fund Table (The Edge, November 10, 2014)

(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 Oct 2014, the volatility Factor (VF) for this fund is 0.24 and is classified as "very low" (source:Lipper).