

Monthly Fund Fact Sheet as at 30th September 2017

MIDF AMANAH MONEY MARKET FUND

October 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 September 30, 2017)

Fund size	RM 0.489 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 Ringgit government bonds strengthened on the back of improved buying interest primarily attributed to risk-off sentiment and tracking UST gains. Net foreign buying interest for MGS increased, supported broadly due to weaker US Dollar, dovish central banks and rising geopolitical tensions surrounding the US and North Korea. MGS saw a strong rally especially on the long end of the curve. The 10-year MGS benchmark rallied to 3.89% fell almost 10 bps, while the 3-year MGS weakened to 3.36% (+4bps).

On the economic front, economic data were positive with strong growth trajectory but softer inflationary pressures. Malaysian economy expanded 5.8% y-o-y in 2Q17, compared to a 5.6% growth in previous quarter and above market expectation, led by faster pace in private consumption whilst growth in most sectors accelerated. Domestic demand moderated to +5.7% y-o-y and private consumption was robust at +7.1% against prior month (+6.6%). Jul CPI, however was slower at +3.2% from +3.4% y-o-y market consensus.

In the primary government issuances, demand was relatively soft for the new 20-years GII and 3-years MGS benchmark, as bid-to-cover ratio of 1.784 and 1.706 times respectively. On the other hand, foreign investors turned net buyers of MGS in August, but overall debt flows was still down -RM0.7 billion due to some maturity driven outflows from the GII-segment. Foreign holdings in MGS as at August increased slightly to 40.3% from 40.1% in July and 41.2% in Jun 2017.

On monthly basis, the overall MGS yields traded lower by 3 to 14bps whilst 3-years edged higher 6bps to 3.36%. Similarly, the Government Investment Issues yield curve also traded lower by 1 to 11 bps with the 3-, 5- and 10-years GII benchmark closed at 3.50%, 3.71% and 4.05% respectively.

Investment Outlook & Strategy

Renewed bargain hunting in the local bond market have re-emerged taking cue from the recent rebound in MYR strength. Bond yields shifted lower with investors seen extending duration. We expect bond yields to remain supported as Fed rate hike expectations remain low although pace of tapering or balance sheet reduction remains intact.

(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 September 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 2017 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.

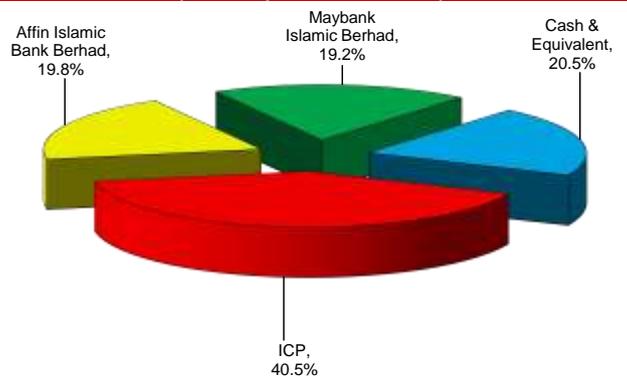
Rhetoric from BNM policy statement suggests a more neutral tone, suggesting that the central bank is likely to maintain its policy stance. Growth is expected to remain well anchored from improving external demands whilst headline inflation to moderate. In the short term period, this should aid the Ringgit bond market interest and we expect bond market to remain well supported.

The Fund will continue investing in short term Islamic deposits.

LARGEST BANKS (as at September 30, 2017)

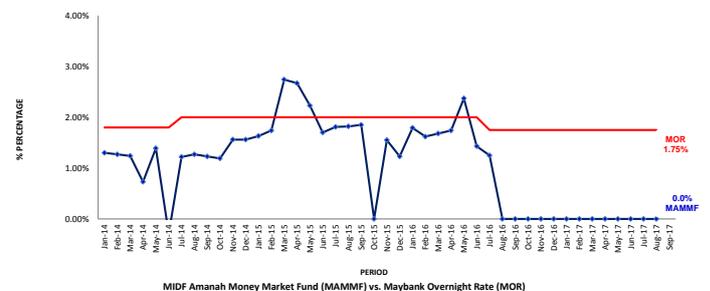
AFFIN ISLAMIC BANK BERHAD	19.81%
MAYBANK ISLAMIC BERHAD	19.20%

ASSET ALLOCATION (as at September 30, 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 September 30, 2017)



CALENDAR YEAR RETURN % (as at September 30, 2017)

FUND	3M	6M	1YR	3YRS	5YRS
	-	-	-	2.69	3.86

Source: Lipper Fund Table (The Edge October 9, 2017)