

**Monthly Fund Fact Sheet as at 30 June 2020**

**MIDF AMANAH SHARIAH MONEY MARKET FUND II**  
(formerly known as MIDF AMANAH MONEY MARKET FUND)

**JULY 2020**

**FUND OBJECTIVE**

The objective of the fund is to provide investors with a regular income stream over a short to medium term that complies with Shariah principles 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 30 June 2020)**

Fund size	RM3,153.073 million
Unit NAV	RM 0.5000
Fund Inception	24 January 1984
Financial Year End	15 <sup>th</sup> day of November
Management Fee	0.1% p.a. of NAV
Trustee Fee	Up to 0.02% 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**

MYR government sukuk/bonds continue to advance in the second quarter with yields of the MGS 10-years benchmark hovering around 2.80% during the quarter from the peak of 3.60% in March. MYR sukuk/bonds yields tightened significantly on the back of monetary easing measures and strong support from investors.

Despite the revision outlook of Malaysian Sovereign rating to negative by Fitch, it did not weigh much to impact the trading sentiments in the local sukuk/bonds market as it was largely well anticipated.

Investors were seen well invested positioning for a 50 basis points (bps) BNM rate cut in May which was delivered as widely expected. GII/MGS continued to tighten with the overall yield curves fell significantly by 10 bps to 60 bps during the period under review.

**Investment Outlook & Strategy**

BNM delivered a 3<sup>rd</sup> OPR cut of 50bps from 2.50% to 2.00% at its MPC meeting. The move is deemed necessary to provide more accommodative easing as the impact of COVID-19 continued to dent the country's economy activities. With inflation in negative territory and real interest rates at unprecedented highs, there is indeed policy space for further policy easing should downside risks to growth escalate.

Moving in 3Q 2020, the key event risk will be on the upcoming FTSE Russell September review. We expect no exclusion in September as we see FTSE Russell acknowledges BNM efforts in enhancing MYR bond market liquidity.

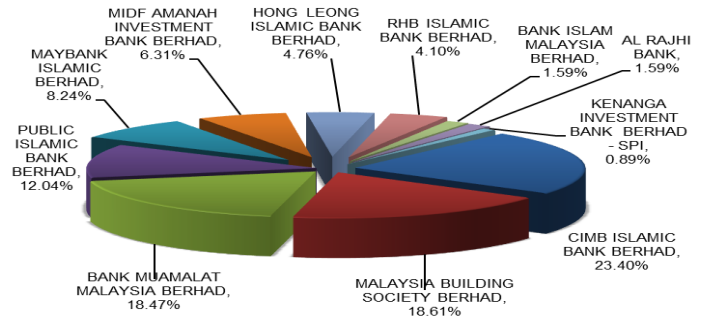
Given the current backdrop of benign inflation and slower growth prospects, MYR sukuk/bond market will remain resilient on the back of onshore strong support. We expect the local sukuk/bond market to remain buoyant. Factors supporting the local sukuk/bond market are still abundant liquidity in the financial system; which are likely to keep the overall credit yield curve well anchored and supported.

The Fund will continue investing in short term Islamic deposits.

**LARGEST BANKS (as at 30 June 2020)**

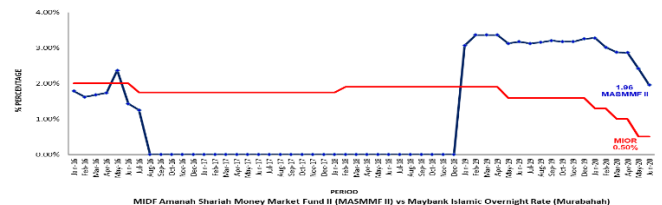
CIMB ISLAMIC BANK BERHAD	23.40%
MALAYSIA BUILDING SOCIETY BERHAD	18.61%
BANK MUAMALAT MALAYSIA BERHAD	18.47%
PUBLIC ISLAMIC BANK BERHAD	12.04%
MAYBANK ISLAMIC BERHAD	8.24%

**ASSET ALLOCATION (as at 30 June 2019)**



\*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 30 June 2020)**



**CALENDAR YEAR RETURN % (as at 30 June 2020)**

	1M	3M	6M	YTD	1YR	3YRS	5YRS
<b>FUND</b>	<b>0.16</b>	<b>0.60</b>	<b>1.37</b>	<b>1.37</b>	<b>2.96</b>	<b>4.37</b>	<b>5.56</b>

Source: MIDF Amanah's Internal data & Lipper Fund Table (The Edge, 13 July 2020)

(1) MIDF Amanah Bond Fund has been converted to MIDF Amanah Money Market Fund on 1 January 2011, subsequently the name was changed to MIDF Amanah Shariah Money Market Fund II on 22 May 2018 due to conversion of fund from conventional to Islamic.

(2) Based on the fund's portfolio returns as at 10 June 2020, the volatility Factor (VF) for this fund is 0.49 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, 1<sup>st</sup> Supplementary Master Prospectus dated 26 July 2017, 2<sup>nd</sup> Supplementary Master Prospectus dated 22 May 2019 and 3<sup>rd</sup> Supplementary Master Prospectus dated 9 March 2020 have 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.