

Monthly Fund Fact Sheet

MIDF AMANAH SHARIAH MONEY MARKET FUND

October 2015

FUND OBJECTIVE

The objective of the fund is to provide investors with a regular income stream over the short to medium term that complies with Shariah requirements whilst maintaining capital stability.

THE FUND IS SUITABLE FOR INVESTORS WHO:

Who seek regular income that complies with Shariah requirements with capital stability; have short to medium-term investment horizon; and have low risk tolerance.

FUND DETAILS (as at September 30, 2015)

Fund size	RM93,33 million
Unit NAV	RM 0.5000
Fund Inception	1 April 2004
Financial Year End	15 th day of October
Management Fee	0.2% p.a. of the NAV of the Fund
Trustee Fee	Up to 0.05% p.a. of NAV subject to a minimum fee of RM18,000 p.a.
Initial Service Charge	Nil
Redemption Payment Period	Within 10 calendar days
Investment Manager	MIDF Amanah Asset Management Bhd

MANAGER'S COMMENTS

Review

The local bond/sukuk market strengthened as UST gained traction on the back of dovish FED outlook suggesting prospect of a dimmer rate normalization for now. Trading activities gain momentum as stronger bidding interests were seen coming from both local and offshore players. Gains were slanted towards the bellies of the curve with the 7- and 10-years yield fell 16 to 17 bps whilst the short dated bonds weakened by 38 bps. The rise in short term yields were led by the 3-year MGS auction, as players switched over to the new benchmark paper. Despite sentiment slightly dampened by Fitch's cautious comments on Malaysia's credit rating, citing deterioration in currency position, the local bonds/sukuk were able to recover amid stabilizing crude oil prices and pullback in MYR during the month. Month-on-month basis, the 3-years traded higher at 3.70% (Aug 2015: 3.31%) whilst the 5-, 7-, 10- and 15-years fell 13 to 29 bps at 3.74% (3.88%), 4.02% (4.31%), 4.12% (4.39%) and 4.50% (4.65%) respectively. Similarly, the Government Investment Issues ("GII") also traded in similar trend with 5-, 7- 10- and 15-years fell 4 to 17 bps at 4.0% (4.17%), 4.20% (4.37%), 4.31% (4.45%) and 4.65% (4.69%) whilst the 3-years traded a tad higher at 3.77% (3.76%).

Investment Outlook & Strategy

The global economic recovery continues at a patchy and uneven pace. Although, US economic data has been somewhat positive but the external developments are weighing the situation down. All eyes are on the upcoming Fed meeting decision whether or not to hike rate, but FOMC statement overall sounded dovish citing concern over global economic and financial developments. Meanwhile, weaker oil prices and ringgit depreciation have given rise to domestic fiscal concern. Malaysia economy is expected to ease to 4.70% in 2015 from 6.00% in 2014 given the fragile domestic growth outlook and financial market uncertainties. Despite the challenging environment, the long-term growth prospects remained intact as the overall growth continues to be underpinned by domestic demand. We expect demand to normalize by end of 2015 as the government had front-loaded policy actions such as the goods and services tax and subsidy rationalization that were beneficial to tackle the current economic challenges.

On the monetary policy front, BNM held its OPR steady at 3.25% as expected, however the overall policy tone remain cautious reaffirming heightened risks to growth and financial conditions. We foresee that BNM will

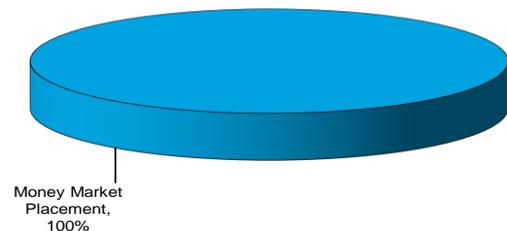
keep the OPR remain unchanged at 3.25% for the rest of 2015 and probably through 1Q16 unless protracted external and/ or domestic headwinds lead to a sharp deterioration in the growth outlook of the Malaysian economy. Meanwhile, the MGS foreign holdings continue to ease to 46.0% in August from 47.8% in July 2015. Total foreign holdings fell to RM197.8 million, the lowest level since June 2015 and as compared to RM206.8 billion in July 2015. The decline was purely attributed by a large maturity in August. During the same period, the Ringgit has weakened considerably against the USD by 9.4% to 4.1925 and foreign reserves has decline to US\$94.7 billion August from US\$96.7 billion in prior month. We foresee that continue prospect of FX volatilities to persist further which will pave the way for higher bond yields. Hence, we expect that trading sentiments will continue to be influenced by the oil prices movement as well as impact on the Ringgit performance.

The Fund will continue investing in short term Islamic deposits.

LARGEST HOLDINGS (as at September 30, 2015)

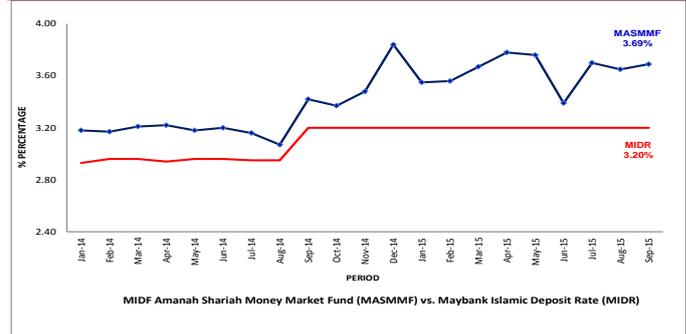
MONEY MARKET PLACEMENT	100.00%
------------------------	---------

ASSET ALLOCATION (as at September 30, 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 September 30, 2015)



*Note: Effective 1st Sept 2013, the NAV price of the fund is maintained at RM1.00. As such, the performance of the fund against the relative benchmark has been represented by its fund yield.

CALENDAR YEAR RETURN % (as at September 30, 2015)

	3M	6M	1YR	3YRS	5YRS
FUND	0.84	1.72	3.58	7.64	-

Source: Lipper Fund Table (The Edge, October 5, 2015)

- (1) MIDF Amanah Islamic Bond Fund has been converted to MIDF Amanah Shariah Money Market Fund on 1 January, 2011.
- (2) Based on the fund's portfolio returns as at 15 September 2015, the volatility Factor (VF) for this fund is 0.69 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, and reinvestment risk. A copy of our Master Prospectus dated 1 March 2015 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.