

## Monthly Fund Fact Sheet

### MIDF AMANAH STRATEGIC FUND

October 2014

#### FUND OBJECTIVE

The objective of the fund is to achieve long-term capital growth through investments in smaller, high growth companies.

#### THE FUND IS SUITABLE FOR INVESTORS WHO:

- Are seeking long term capital growth;
- Are prepared to take on a higher level of risk associated with investment in small-capitalized stocks.

#### FUND DETAILS (as at September 30, 2014)

Fund size	RM 26.29 million
Unit NAV	RM1.1024
Fund Inception	1 June 1970
Financial Year End	15th day of January
Management Fee	1.5% p.a. of NAV
Trustee Fee	0.08% p.a. of NAV
Initial Service Charge	Up to 5.00% of NAV
Redemption Payment Period	Within 10 calendar days
Investment Manager	MIDF Amanah Asset Management Bhd

#### MANAGER'S COMMENTS

##### Review

In September, the KLCI was sliding to its year lows as investors digested Aug's poor results season. Smaller cap stocks resumed their outperformance after last month's short breather. The KLCI ended the month 20pts or 1.1% lower to close at 1,846pts. The broader market also ended the month lower but managed to outperform the KLCI, with the FBM Emas falling 0.5% mom to 12,925pts. The FBM Small cap index rose 0.3% to 18,666pts while the FBM ACE climbed 0.5% to 7,279pts. Average daily value traded on Bursa in Sep declined 15% mom to RM2.14bn.

##### Investment Outlook & Strategy

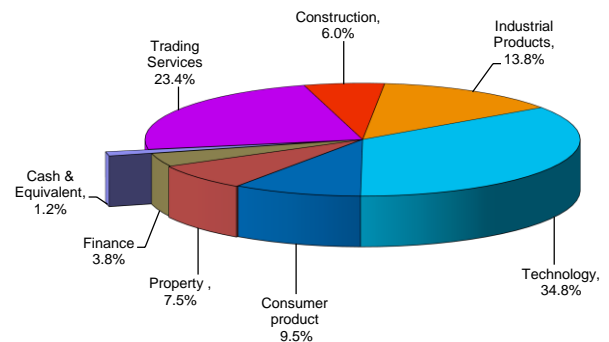
Tactically, our short term view of the market remains cautious but do recognised that there are pocket of opportunities to be made in view of the mass liquidity driven market globally looking for yield enhancing investment returns, despite of the mixed signals / noises emanating from local and global markets alike. Rotational asset and regional play is inevitable. As such, a fluid and dynamic investment strategy on asset allocation and stock specific-centric are crucial. The recent strategy of selling ahead in anticipation of market correction and subsequent accumulation on market weakness under the expense of short term underperformance should begin to bare fruits moving forward in expectation of a market run-up towards year-end. On a medium to long term basis, we still believe that the market's fundamentals still remains sound and intact as the overall global economic and capital market conditions/outlook now continue to improve albeit at a different beat and momentum. In addition, equity will still be a relatively better asset class to invest in compared to fixed income on the back of flush liquidity and eventual rising rate environment.

Long term investment strategy should reflect such conditions rather than allow our sentiments and emotions over-ruled the logical thought process. As a result of this, reinvestment, rebalancing and/or switching activities will focus towards; (a) specific stocks for outperformance & dividend yield play, (b) under-valued companies with cheap valuations against its historical band/peers, (c) good companies which are currently at the wrong market cycle but will benefit moving forward due to its inflection point of structural or induced recovery, and (d) tactical position in specific thematic plays, other than selective defensive-resilient led stocks.

#### LARGEST HOLDINGS (as at September 30, 2014)

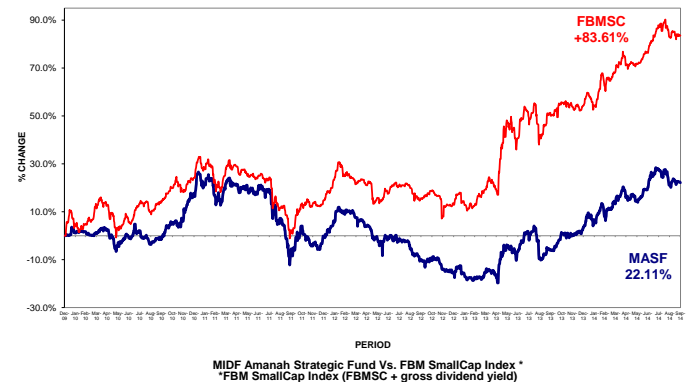
COMPANY	%
VITROX CORP. BHD	10.56
HOVID BHD	9.52
GLOBETRONIC TECHNOLOGY BHD	9.08
PRESTARIANG BHD	8.28
UCHI TECHNOLOGIES BHD	7.24

#### ASSET ALLOCATION (as at September 30, 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 September 30, 2014)



#### CALENDAR YEAR RETURN % (as at September 30, 2014)

	3M	6M	1 YR	3YRS	5YRS
FUND	2.72	7.61	30.15	39.56	22.97
FBMSC*	4.25	9.15	21.48	85.70	87.29

\*FBM SmallCap Index (FBMSC + gross dividend yield)

Source: Lipper Fund Table (The Edge, October 7, 2014)

(1) Based on the fund's portfolio returns as at 15 Sep 2014, the volatility Factor (VF) for this fund is 19.02 and is classified as "very high" (source:Lipper).