

MIDF AMANAH DYNAMIC FUND

Date of Issuance: 6 August 2021

Responsibility Statements

This Product Highlights Sheet ("PHS") has been reviewed and approved by the directors of MIDF Amanah Asset Management Berhad ("MIDF Amanah / the Manager") and they have collectively and individually accept full responsibility for the accuracy of the information. Having made all reasonable inquiries, they confirm to the best of their knowledge and belief, that there are no false or misleading statements or omission of other facts which would make any statement in the PHS false or misleading.

Statements of Disclaimer

The Securities Commission Malaysia has authorised the issuance of MIDF Amanah Dynamic Fund ("MADF / the Fund") and a copy of this PHS has been lodged with the Securities Commission Malaysia ("SC").

The authorisation of the MADF and lodgement of this PHS, should not be taken to indicate that the SC recommends the MADF or assumes responsibility for the correctness of any statement made or opinion or report expressed in this PHS.

The SC is not liable for any non-disclosure on the part of the Manager responsible for the MADF and takes no responsibility for the contents in this PHS. The SC makes no representation on the accuracy or completeness of this PHS, and expressly disclaims any liability whatsoever arising from, or in reliance upon, the whole or any part of its contents.

This PHS only highlights the key features and risks of this unlisted capital market product. Investors are advised to request, read and understand the master prospectus of the Fund before deciding to invest.

PRODUCT HIGHLIGHTS SHEET
for
MIDF AMANAH DYNAMIC FUND

BRIEF INFORMATION ON THE PRODUCT

MIDF Amanah Dynamic Fund ("MADF / the Fund") is an equity fund issued by MIDF Amanah Asset Management Berhad, aims to achieve *Long Term capital growth through investments in equities with superior growth prospects**.

This is neither a capital protected nor capital guaranteed fund.

*Note: *Long Term refers to a period of 5 years and above.*

*** superior growth prospects refer to local high growth companies with earnings growth potential that are expected to exceed the gross domestic product growth of Malaysia.*

PRODUCT SUITABILITY

The Fund is suitable for investors who are seeking *Long Term capital growth and who can tolerate a high level of risks associated with stock market investments.

*Note: *Long Term refers to a period of 5 years and above.*

KEY PRODUCT FEATURES

a) What am I investing in?

| | |
|----------------------|--|
| Fund Category / Type | Equity / Growth |
| Fund Inception | 5 May 1976 |
| Investment Strategy | To seek *Long Term capital appreciation by investing in Shariah-compliant equities, irrespective of their specific type, size or sector. <i>Note: *Long Term refers to a period of 5 years and above.</i> |
| Asset Allocation | Shariah-compliant equities: 70% - 98% Islamic deposits and/or Islamic liquid assets: 2% - 30% |
| Benchmark | FTSE Bursa Malaysia Hijrah Shariah Index |
| Financial Year End | 15 th day of March |
| Distribution Policy | The Fund's distribution policy will be incidental. The distribution of income (if any) will be declared at the end of each financial year end of the Fund. |

b) Who am I investing with?

| | |
|-----------------|-------------------------------------|
| Manager | MIDF Amanah Asset Management Berhad |
| Trustee | AmanahRaya Trustees Berhad |
| Auditors | Ernst & Young |
| Solicitors | Wei Chien & Partners |
| Shariah adviser | MIDF Amanah Investment Bank Berhad |

KEY RISKS

Specific Risks associated with this product:

| | |
|--------------------------|--|
| Market Risk | Market risk refers to potential losses that may arise from changes in the market prices of the Fund's investments. The prices of Shariah-compliant securities that the Fund invests in may fluctuate due to various factors, for example, events or news relating to the general market or economic conditions. Such movements in the prices of Shariah-compliant securities will cause the prices or NAV of the units to fluctuate. |
| Securities Specific Risk | Any fluctuation in the value of Shariah-compliant securities in response to the circumstances affecting individual companies such as adverse financial performance, news of a possible merger or loss of key personnel of a company may affect the price of units. The impact is however mitigated by the Fund investing in a wide portfolio of Shariah-compliant investments, thus spreading the |

| | |
|---|--|
| | element of risk. |
| Liquidity Risk | Liquidity risk refers to the ease of liquidating an asset depending on the asset's volume traded in the market. If the Fund holds assets that are illiquid, or are difficult to dispose of, the value of the Fund will be negatively affected when it has to sell such assets at unfavourable prices. |
| Reclassification of Shariah Status Risk | This risk refers to the risk that the currently held Shariah-compliant equities in the portfolio of the Fund may be reclassified to be Shariah non-compliant in the periodic review of the securities by the Shariah Advisory Council of the SC ("SACSC") or the Shariah adviser. If this occurs, the value of the Fund may be adversely affected where the Manager will take the necessary steps to dispose of such equities in accordance with SACSC's resolutions and guidelines. There may be opportunity loss to the Fund due to the Fund not being allowed to retain the excess capital gains derived from the disposal of the Shariah non-compliant equities. |

Note: If your investments are made through a distributor (i.e. the institutional unit trusts advisers via a nominee system of ownership), you would not be deemed to be a unit holder under the deed and as a result, your rights as an investor may be limited if you are investing through a distributor. Accordingly, we will only recognize the distributor as a unit holder of the Fund and the said distributor shall be entitled to all the rights conferred to it under the deed.

FEES AND CHARGES

| | |
|-------------------|---|
| Sales Charge | Up to 5.0% of the NAV per unit. |
| Repurchase Charge | Nil |
| Switching Charge | Two (2) free switching for each unit holder in a calendar year. Subsequent switching will be charged RM25 per switch. |
| Transfer Fee | RM50 per transfer. |
| Management Fee | 1.50% per annum of the Fund's NAV. |
| Trustee Fee | Up to 0.08% per annum of the Fund's NAV. |

Note: The Manager reserves the right to waive or reduce the amount of any fees or other charges from time to time at its absolute discretion.

YOU SHOULD NOT MAKE PAYMENT IN CASH TO A UNIT TRUST CONSULTANT OR ISSUE A CHEQUE IN THE NAME OF A UNIT TRUST CONSULTANT.

VALUATIONS AND EXITING FROM INVESTMENT AND THE RISKS OR COSTS INVOLVED

| | |
|---------------------------|--|
| Valuations | The NAV of the Fund is calculated at the end of each Business Day immediately after the Bursa Malaysia is closed and the unit price is available on our website at www.midf.com.my/index.php/en/what-we-do-en/asset-management |
| Cooling-off Period | <p>A cooling-off right is only given to an individual investor, other than those listed below, who is investing in any of the Manager's funds for the first time:</p> <ul style="list-style-type: none"> (i) a staff of the Manager; and (ii) persons registered with a body approved by the SC to deal in unit trusts. <p>The cooling-off period shall be for a total of six (6) Business Days commencing from the date the application for units is received by the Manager.</p> |
| Redemption | <p>A unit holder may make a partial or full redemption by completing a transaction form and returning it to the Manager. The redemption proceed shall be paid within 10 calendar days from the date the request to repurchase is received by the Manager.</p> <p>For partial redemption, the unit holdings after the redemption must not be less than one hundred (100) units. If the unit holdings of a unit holder are, after a redemption request, below the minimum unit holdings of the Fund, a request for full redemption is deemed to have been made.</p> <p>In the event if a unit holder opts for a redemption payment method that involves any fees or charges such as postage for courier services, registered mail, bank charges for telegraphic transfer, bank cheque or other special payment method, the applicable fees or charges will be charged to the unit holder.</p> <p>Other than the above conditions, there are no restrictions in terms of frequency and minimum units to be repurchased.</p> |

FUND PERFORMANCE

For the financial year ended 15 March 2021, the NAV per unit of MADF gained 36.89% as compared to the FBMHS Index that gained 21.35%. The key objective of MADF is to achieve long-term capital growth through investments in equities with superior growth prospects. For the period under review, the Fund achieved its objective and outperformed the benchmark. The FBMHS has been identified as the benchmark for MADF as it is the closest comparable index.

AVERAGE TOTAL RETURN

| As at 15 th March | The Fund | FBM HS* |
|------------------------------|----------|---------|
| One year | 36.89% | 21.35% |
| Three years | -4.29% | -2.23% |

* Note: Effective 1 June 2018, FBMHS has been identified as the new benchmark for MADF subsequent to its conversion from a conventional fund to a Shariah-compliant fund. Therefore, data on the average total return of the fund against its new comparable benchmark (i.e. FBMHS) for Five years is not available.

Average total return is derived using the following formula:

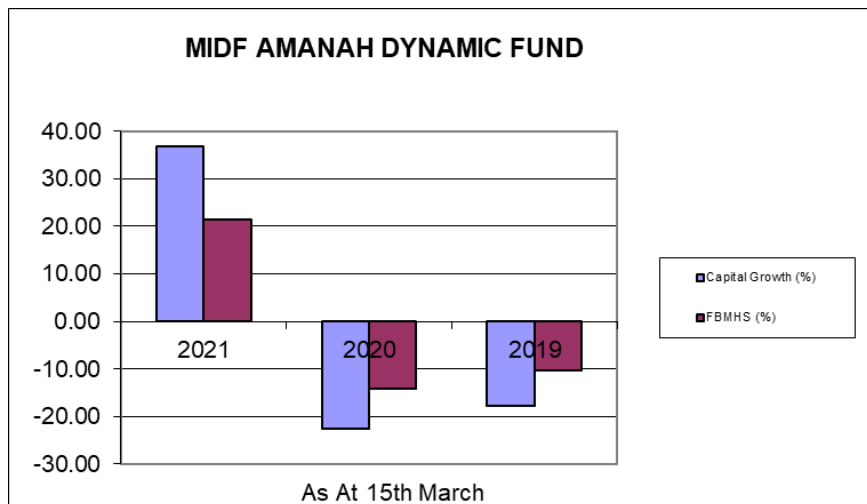
$$\frac{\text{Total Returns}}{\text{Number of Years Under Review}}$$

ANNUAL TOTAL RETURN

| MIDF AMANAH DYNAMIC FUND | | | |
|------------------------------|-------|--------|--------|
| As At 15 th March | 2021 | 2020 | 2019 |
| Fund's Return (%) | 36.89 | -22.62 | -17.73 |
| *FBMHS (%) | 21.35 | -14.22 | -10.36 |

Source : Bursa Malaysia

Note: Effective 1 June 2018, FBMHS has been identified as the new benchmark for MADF subsequent to its conversion from a conventional fund to a Shariah-compliant fund. Therefore, data on the annual total return of the fund against its new comparable benchmark (i.e. FBMHS) for year 2018 and 2017 are not available.



| Financial Year As at 15 th March | 2021 | 2020 | 2019 |
|---|-------|-------|-------|
| Asset Allocation: | | | |
| - Equities | 82.7% | 85.0% | 94.1% |
| - Money Market Instruments and Others | 17.3% | 15.0% | 5.8% |
| Portfolio Turnover Ratio("PTR") (times)* | 2.63 | 3.98 | 2.41 |
| Management Expenses Ratio("MER")(%)# | 2.79 | 2.82 | 2.60 |
| Income Distribution – Gross per Unit (sen) | Nil | Nil | Nil |
| Income Distribution – Net per Unit (sen) | Nil | Nil | Nil |

* The PTR for the financial year ended 15 March 2021 was 2.63 times as compared to 3.98 times a year before due to lower trading activities in 2021.

MER for the financial year ended 15 March 2021 declined slightly to 2.79% compared to 2.82% registered as at 15 March 2020.

FUND HIGHLIGHTS

Audited Statement of Comprehensive Income for the Financial Years ended 15 March:

| | 2021 | 2020 | 2019 |
|----------------------------------|------------------|------------------|------------------|
| | RM | RM | RM |
| Total Investment Income/(Loss) | 623,333 | (328,794) | (334,406) |
| Total Expenses | (83,382) | (102,223) | (90,273) |
| Net Income Before Taxation | 539,951 | (431,017) | (424,679) |
| Net Income After Taxation | (539,951) | (431,017) | (425,316) |

Audited Statement of Financial Position for the Financial Years ended 15 March:

| | 2021 | 2020 | 2019 |
|-------------------------------------|------------------|------------------|------------------|
| | RM | RM | RM |
| Total Assets | 2,068,310 | 1,792,502 | 2,005,998 |
| Total Liabilities | 108,958 | 324,258 | 64,914 |
| Net Asset Value/Total Equity | 1,959,352 | 1,468,244 | 1,941,084 |

**THE AUDITED FINANCIAL STATEMENTS OF THE FUND ARE DISCLOSED IN THE FUND'S ANNUAL REPORT.
THE ANNUAL REPORTS OF THE FUND ARE AVAILABLE UPON REQUEST.**

PAST PERFORMANCE OF THE FUND IS NOT AN INDICATION OF ITS FUTURE PERFORMANCE.

CONTACT INFORMATION

Who should I contact for further information or to lodge a complaint?

- 1) For internal dispute resolution, you may contact:

Our Customer Service Line at 03 – 2173 8488, which is available Mondays to Fridays (except public holidays), from 8.45 a.m. to 5.45 p.m. or you may email us at midfamanah@midf.com.my

- 2) If you are dissatisfied with the outcome of the internal dispute resolution process, please refer your dispute to the Securities Industry Dispute Resolution Centre (SIDREC):

- (a) via phone to : 03-2282 2280
- (b) via fax to : 03-2282 3855
- (c) via email to : info@sidrec.com.my
- (d) via letter to : Securities Industry Dispute Resolution Centre (SIDREC)
Unit A-9-1, Level 9, Tower A
Menara UOA Bangsar
No. 5 Jalan Bangsar Utama 1
59000 Kuala Lumpur

- 3) You can also direct your complaint to the SC even if you have initiated a dispute resolution process with SIDREC. To make a complaint, please contact the SC's Consumer & Investor Office:

- (a) via phone to Aduan Hotline at : 03-6204 8999
- (b) via fax to : 03-6204 8991

- (c) via email to : aduan@seccom.com.my
 (d) via online complaint form available at www.sc.com.my
 (e) via letter to : Consumer & Investor Office
 Securities Commission Malaysia
 No 3 Persiaran Bukit Kiara
 Bukit Kiara
 50490 Kuala Lumpur
- 4) Federation of Investment Managers Malaysia (FIMM)'s Complaints Bureau
 (a) via phone to : 03-2092 3800
 (b) via fax to : 03-2093 2700
 (c) via e-mail to : complaints@fimm.com.my
 (d) via online complaint form available at : www.fimm.com.my
 (e) via letter to : Legal, Secretarial & Regulatory Affairs
 Federation of Investment Managers Malaysia
 19-06-1, 6th Floor, Wisma Tune,
 No.19, Lorong Dungun,
 Damansara Heights,
 50490 Kuala Lumpur.

APPENDIX: GLOSSARY

| | |
|---------------------------|---|
| Bursa Malaysia | : Bursa Malaysia Securities Berhad |
| Business Day | : a day on which the Bursa Malaysia is open for trading |
| CMSA | : Capital Markets and Services Act 2007 |
| Deed | : the master deed and any master supplemental deeds for the Fund that may be entered into between the Manager and the Trustees and registered with the SC |
| FBMHS | : FTSE Bursa Malaysia Hijrah Shariah Index |
| Fund | : refers to any unit trust schemes that may offered by MIDF Amanah |
| MADF / The Fund | : MIDF Amanah Dynamic Fund |
| MIDF Amanah / The Manager | : MIDF Amanah Asset Management Berhad |
| NAV | : Net Asset Value (NAV) of the Fund is the total value of the Fund's asset minus its liabilities at the valuation point. |
| NAV per unit | : the NAV of the Fund divided by its total number of units in issue as at a valuation point |
| PHS | : Product Highlights Sheet |
| RM | : Ringgit Malaysia |
| SC | : Securities Commission Malaysia |

Note: Unless the context otherwise requires, words importing the singular number should include the plural number and vice versa.