

MIDF AMANAH SHARIAH MONEY MARKET FUND II

Date of Issuance: 31 March 2022

RESPONSIBILITY STATEMENT

This Product Highlights Sheet (“PHS”) has been reviewed and approved by the directors of MIDF Amanah Asset 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.

STATEMENT OF DISCLAIMER

The Securities Commission Malaysia (“SC”) has authorised the issuance of MIDF Amanah Shariah Money Market Fund II (“MASMMF II / the Fund”) and a copy of this PHS has been lodged with the SC.

The authorisation of the MASMMF II and lodgement of this PHS, should not be taken to indicate that the SC recommends the MASMMF II 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 MASMMF II 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 disclosure documents of the Fund before deciding to invest.

PRODUCT HIGHLIGHTS SHEET
for
MIDF AMANAH SHARIAH MONEY MARKET FUND II

BRIEF INFORMATION OF THE PRODUCT

MIDF Amanah Shariah Money Market Fund II ("MASMMF II / the Fund"), is an Islamic money market fund issued by MIDF Amanah Asset Management Berhad, aims to provide investors with a regular income stream* over the short to medium term while maintaining capital stability.

** In the absence of written instructions to the contrary from a unit holder, any income distribution will be reinvested in the Fund.*

This is neither a capital protected nor capital guaranteed fund.

PRODUCT SUITABILITY

The Fund is suitable for investors who:

- have either a short to medium term* investment horizon;
- desire a stream of income**; and
- have low risk tolerance.

*Notes: * short to medium term refers to a period of less than three (3) years.*

*** In the absence of written instructions to the contrary from a unit holder, any income distribution will be reinvested in the Fund.*

KEY PRODUCT FEATURES

a) What am I investing in?

Fund Category / Type	Islamic Money Market / Income (Islamic)
Fund Inception	24 January 1984
Class	Class C and Class R <i>With effect from 31 March 2022, units of the Fund will be split into Class C and Class R where non-individual unit holders will be categorised under Class C and individual unit holders will be categorised under Class R.</i>
Investment Strategy	The Fund will invest in Islamic money market instruments and other short-term Islamic debt instruments.
Asset Allocation	Minimum 90% - Islamic deposits/ Islamic money market instruments/ Islamic short-term debt instruments, all of which have a remaining maturity period of not more than 365 days. Up to 10% - Islamic short-term debt instruments which have a remaining maturity period of more than 365 days but less than 732 days.
Benchmark	Maybank Islamic Overnight Rate (Murabahah)
Financial Year End	15 th day of November
Distribution Policy	The Fund's distribution policy will be in line with the objective of the Fund. Distribution of income, if any will be declared at the end of each month depending on the level of income (if any) generated by the fund and at the discretion of the Manager.

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:

Credit Risk	This refers to the possibility that an issuer may not be able to make timely profit or principal payments. A default in the payment of profit and principal will adversely affect the value of the Fund. However, this risk can be mitigated through investing in instruments that have a minimum rating of BBB by the RAM or other local rating agencies while employing a portfolio diversification strategy. Any downgrading of a particular instrument below the minimum rating will be disposed of for its creditworthiness as soon as practicable.
Profit Rate Risk	The risk refers to the effect of profit rate changes on the market value of a sukuk portfolio. In the event of rising profit rates, the profit rate is affected and the sukuk prices will generally fall and vice versa, thus affecting the NAV of the Fund. However, should the Fund hold a sukuk till maturity, such price fluctuations would dissipate as it approaches maturity, and thus the NAV shall not be affected at maturity. In order to mitigate profit rates exposure of the Fund, the Manager will actively manage the duration of the sukuk portfolio.
Reinvestment Risk	This is a risk that future proceeds (profit and/or capital) are reinvested at a lower potential profit rate. Reinvestment risk is especially evident during periods of falling profit rates where the coupon/profit payments are reinvested at less than the yield to maturity (actual profit rate) at the time of purchase.

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

	Class C	Class R
Sales Charge	Nil	
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	Up to 0.50% per annum of the Fund's NAV.	
Trustee Fee	Up to 0.07% 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>Unit holder may redeem part or all of his units by completing a Transaction Form and returning it to the Manager. Unit holder shall be paid within 10 calendar days from the date the request to repurchase is received by the Manager.</p> <p>For partial repurchase, the unit holdings after the repurchase must not be less than as follows:</p>

	Class	Minimum Unit Holdings
	Class C	1,000 units
	Class R	1,000 units
<p>If the unit holdings of an investor are, after a repurchase request, below the minimum unit holdings for the respective classes of units, a request for full redemption is deemed to have been made.</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 November 2021, the NAV was maintained at RM0.5000 per unit. The difference of 0.08% in the NAV per unit is the distribution payable for the period from 1 November 2021 to 15 November 2021, which will be declared in the next financial period of the Fund. The number of units in circulation decreased to 6.16 billion units as at 15 November 2021 from 13.45 billion units registered as at 15 November 2020. The Fund met its objective in providing capital stability with regular income through investment in short-term Islamic placements and Islamic fixed deposits and will seek to provide regular income through monthly income distribution, if any. The Fund invested wholly in Islamic money market instruments, which is in line with the investment guidelines as stated in the prospectus. The Fund has declared and distributed a total income of 0.90 sen which translates to a net dividend yield of 1.80% p.a. The Maybank Islamic Overnight Rate has been identified as the benchmark given that it is easily accessible and provides a good indicator on the performance of the Islamic Money Market ("IMM").

AVERAGE TOTAL RETURN

As at 15 th Nov	★ The Fund (%)	# Maybank Islamic Overnight Rate (%)
One year	1.90	0.25
Three years	2.53	0.95

★ The figure reported as above is the gross average total return of the fund.

Source : Maybank's website (www.maybank2u.com.my)

Note: Effective 1 June 2018, Maybank Islamic Overnight Rate has been identified as new benchmark for MASMMF II 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. Maybank Islamic Overnight Rate) for Five years are not available.

Average total return is derived using the following formula:

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

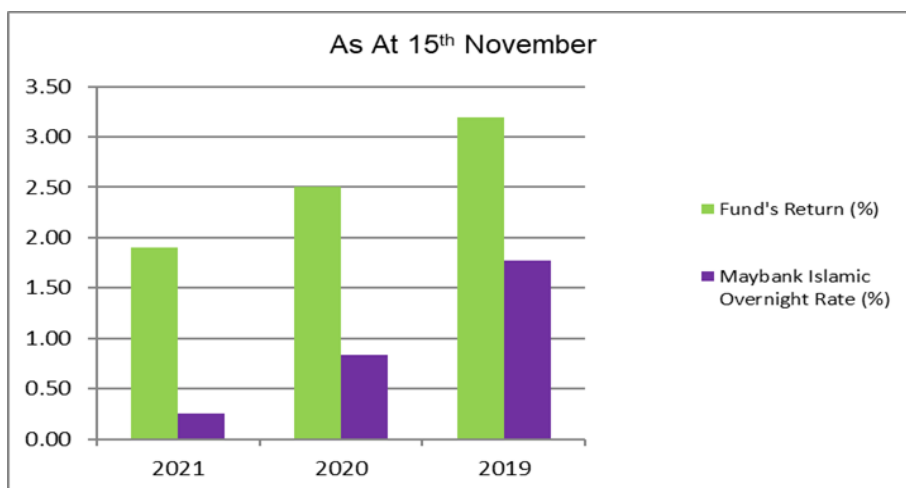
ANNUAL TOTAL RETURN

MIDF Amanah Shariah Money Market Fund II			
As At 15 th November	2021	2020	2019
Fund's Return (%)★	1.90	2.50	3.20
# Maybank Islamic Overnight Rate (%)	0.25	0.84	1.77

★ The figure reported as above is the gross annual total return of the fund.

#Source : Maybank's website (www.maybank2u.com.my)

Note: Effective 1 June 2018, Maybank Islamic Overnight Rate has been identified as new benchmark for MASMMF II 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. Maybank Islamic Overnight Rate) for year 2018 and 2017 are not available.



Financial Year As At 15 th November	2021	2020	2019
Asset Allocation:			
- Quoted Fixed Income Securities	0%	0%	0%
- Money Market Instruments and Others	100%	100%	100%
Portfolio Turnover Ratio("PTR") (times)*	16.94	16.53	18.65
Management Expenses Ratio("MER")(%)#	0.10	0.12	0.12
Income Distribution – Gross per Unit (sen)^	0.90	1.19	1.54
Income Distribution – Net per Unit (sen)^	0.90	1.19	1.54

* The PTR for 2021 is at 16.94 times, as compared to 16.53 times in 2020.

The MER for 2021 is at 0.10%, slightly lower than previous year of 0.12%.

^Income distribution was made in the form of reinvestment of units.

FUND HIGHLIGHTS

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

	2021	2020	2019
	RM	RM	RM
Total Investment Income/(Loss)	93,049,160	128,396,297	39,318,962
Total Expenses	(5,147,356)	(6,606,186)	(1,499,894)
Net Income/(Loss) Before Taxation	87,901,804	121,790,111	37,819,068
Net Income/(Loss) After Taxation	87,901,804	121,790,111	37,819,068

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

	2021	2020	2019
	RM	RM	RM
Total Assets	3,082,884,055	6,731,389,596	4,930,129,882
Total Liabilities	360,642	5,857,093	6,320,111
Net Asset Value/Total Equity	3,082,523,413	6,725,532,503	4,923,809,771

**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 deed and any supplemental deeds for the Fund that may be entered into between the Manager and the Trustees and registered with the SC
Fund	: refers to any unit trust schemes that may offered by MIDF Amanah
MASMMF II / The Fund	: MIDF Amanah Shariah Money Market Fund II
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.