

MIDF AMANAH DL FUND

Date of Issuance: 12 September 2024

Responsibility Statements

This Product Highlights Sheet ("PHS") has been reviewed and approved by the directors of MIDF Amanah Asset Management Berhad ("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 DL Fund ("the Fund") and a copy of this PHS has been lodged with the Securities Commission Malaysia ("SC").

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

PRODUCT HIGHLIGHTS SHEET
for
MIDF AMANAH DL FUND

BRIEF INFORMATION ON THE PRODUCT

MIDF Amanah DL Fund (“the Fund”) is an Islamic money market fund issued by MIDF Amanah Asset Management Berhad, seeks to provide investors with liquidity and return over the short to medium term while maintaining capital stability.

This is neither a capital protected nor capital guaranteed fund.

PRODUCT SUITABILITY

The Fund is suitable for investors who:

- are conservative and have low risk tolerance;
- prefer a short to medium term investment horizon; and
- seek regular income.

KEY PRODUCT FEATURES

a) What am I investing in?

Fund Category / Type	Islamic money market / Income							
Fund Inception	5 January 2024							
Investment Policy and Strategy	<p>The Fund will invest in Islamic deposits, Islamic money market instruments and/or short-term Sukuk.</p> <p>The Fund will invest at least 90% of its NAV in short-term Islamic deposits and short-term Islamic money market instruments. Up to 10% of the Fund’s NAV will be invested in high quality short-term Sukuk which have a remaining maturity period of not more than 397 days.</p> <p>Islamic money market instruments and Sukuk shall have a minimum credit rating of at least “AA2” for long-term Shariah-compliant instruments or “P2” for short-term Shariah-compliant instruments. Should the ratings be downgraded below the stated minimum credit rating, the Manager shall dispose the Shariah-compliant instruments within a reasonable time frame after taking into consideration market conditions.</p>							
Asset Allocation	<table border="1" style="width: 100%;"> <thead> <tr> <th style="text-align: left;">Asset Type</th> <th style="text-align: left;">% of the Fund’s NAV</th> </tr> </thead> <tbody> <tr> <td>Short-term Islamic deposits and short-term Islamic money market instruments</td> <td>A minimum of 90%</td> </tr> <tr> <td>Short-term Sukuk with remaining maturity period of not more than 397 days</td> <td>Up to 10%</td> </tr> </tbody> </table>		Asset Type	% of the Fund’s NAV	Short-term Islamic deposits and short-term Islamic money market instruments	A minimum of 90%	Short-term Sukuk with remaining maturity period of not more than 397 days	Up to 10%
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Short-term Islamic deposits and short-term Islamic money market instruments	A minimum of 90%							
Short-term Sukuk with remaining maturity period of not more than 397 days	Up to 10%							
Performance Benchmark	Maybank 1-month Islamic fixed deposit rate <i>Source: www.maybank2u.com.my</i>							
Financial Year End	31 st August							
Distribution Policy	<p>Income distribution will be declared quarterly depending on the level of income (if any) generated by the Fund and at the discretion of the Manager*.</p> <p><i>*The Manager has the discretion to decide on the amount to be distributed to the Unit Holders. If the distribution available is too small or insignificant, the Manager may choose not to distribute the income as the distribution may not be beneficial to the Unit Holders as the total cost to be incurred in such distribution may be higher than the amount available for distribution.</i></p>							

b) Who am I investing with?

Manager	MIDF Amanah Asset Management Berhad
Trustee	AmanahRaya Trustees Berhad
Solicitors	Wei Chien & Partners
Shariah Adviser	MBSB Bank Berhad

KEY RISKS

Specific risks associated with this product:

Liquidity Risk	Liquidity risk refers to the ease of liquidating an investment depending on the investment's volume traded in the market. If the Fund holds short-term Sukuk that are illiquid, or are difficult to dispose of, the value of the Fund may be negatively affected when it has to sell such short-term Sukuk at an unfavourable price.
Profit Rate Risk	<p>Profit rate risk refers to the impact of profit rate changes on the valuation of short-term Sukuk and/or Islamic money market instruments. When profit rates rise, short-term Sukuk and/or Islamic money market instruments prices generally decline and this may lower the market value of the Fund's investment in short-term Sukuk and/or Islamic money market instruments. The reverse may apply when profit rates fall. Meanwhile, short-term Sukuk and/or Islamic money market instruments with longer maturities and lower profit rates are more sensitive to profit rate changes.</p> <p>In addition, the Fund's placement in Islamic deposits will also be affected by profit rate changes. In the event of a decreasing profit rate environment, banks may offer Islamic deposits with lower profit rates, effectively reducing the potential returns of Islamic deposits. Profit rates offered by the Financial Institutions will fluctuate according to the overnight policy rate ("OPR") determined by Bank Negara Malaysia and this has direct correlation with the Fund's placement in Islamic deposits. The Fund will enjoy higher profit income when profit rates rise and vice versa. Upon the revision of the OPR, rates for pre-existing Islamic deposit placements will remain unchanged. The change in the OPR will only affect new placements made after such change.</p> <p>The above profit rate is a general indicator that will have an impact on the management of the Fund regardless whether it is an Islamic unit trust fund or otherwise. It does not in any way suggest that an Islamic unit trust fund will invest in conventional financial instruments.</p>
Credit and Default Risk	<p>Credit risk relates to the creditworthiness of the issuers of short-term Sukuk, Islamic money market instruments and/or the Financial Institutions where the Islamic deposits are placed and their expected ability to make timely payment of profit and/or principal. Any adverse situations faced by the issuer of the short-term Sukuk, Islamic money market instruments and/or the Financial Institutions where the Islamic deposits are placed may impact the value as well as liquidity of the short-term Sukuk, Islamic money market instruments and/or Islamic deposits. In the case of rated short-term Sukuk, Islamic money market instruments and Financial Institutions, this may lead to a credit downgrade.</p> <p>Default risk relates to the risk that an issuer of a short-term Sukuk, Islamic money market instrument or a Financial Institution where the Islamic deposits are placed either defaulting on payments or failing to make payments in a timely manner which will in turn adversely affect the value of the short-term Sukuk, Islamic money market instruments and Islamic deposits. This could adversely affect the NAV of the Fund.</p>
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 profit payments are reinvested at less than the yield to maturity (actual profit rate) at the time of purchase.
Regulatory Risk	Any changes in national policies and regulations may have an effect on the capital markets in which the Fund is investing. If this occurs there is a possibility that the value of Unit Holders' investments may be adversely affected.

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 5.00% of the NAV per Unit.
Repurchase Charge	Nil
Switching Fee	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 0.02% 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

Valuations	The Fund is valued once at the end of every Business Day.
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> <p>(i) a staff of the Manager; and (ii) persons registered with a body approved by the SC to deal in unit trusts.</p> <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> <p>The refund for every Unit held by the investor pursuant to the exercise of his cooling-off right shall be as follows:</p> <p>(a) if the NAV per Unit on the day the Units were first purchased is higher than the NAV per Unit at the point of exercise of the cooling-off right ("Market Price") the Market Price at the point of cooling-off; or (b) if the Market Price is higher than the NAV per Unit on the day the Units were first purchased, the NAV per Unit on the day the Units were first purchased; and (c) the sales charge per Unit originally imposed on the day the Units were purchased.</p> <p>The refund amount shall be paid to the Unit Holder within seven (7) Business Days from the date of cooling-off request is received.</p>
Repurchase of Units	<p>Investors may redeem part or all of his Units by simply completing the transaction form and returning it to the Manager. The minimum Unit for redemption is 100 Units or such other lower number of Units as may be determined by the Manager from time to time. Investors shall be paid within three (3) Business Days from the date the request to repurchase is received by the Manager ("T Date"), subject to the cumulative redemption amount on T Date not exceeding 20% of the net asset of the Fund on T Date. Payment will be made within seven (7) Business Days from T Date if the cumulative redemption amount on T Date exceeds 20% of the net asset of the Fund on T Date.</p> <p>For partial repurchase, the Unit holdings after the repurchase must not be less than 1,000 Units or such other lower number of Units as may be determined by the Manager from time to time. If the holdings of an investor are, after a repurchase request, below the minimum Unit holdings, 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> <p>Processing of a repurchase request shall be subject to the Manager's receipt of the complete application form and such other documents as may be required by the Manager.</p> <p><i>Note: The Manager's distributors may set a lower minimum Unit for redemption or Unit holdings after the repurchase than the above for investments made via the distributors subject to their terms and conditions for investment.</i></p>

CONTACT INFORMATION

- 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 : 03-7890 4242
 - (b) via e-mail to : complaints@fimm.com.my
 - (c) via online complaint form available at : www.fimm.com.my
 - (d) via letter to : Legal & 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	: the stock exchange managed or operated by Bursa Malaysia Securities Berhad (Registration No.: 200301033577 (635998-W))
Business Day	: a day on which the Bursa Malaysia is open for trading
Financial Institution(s)	: (a) if the institution is in Malaysia, (i) licensed bank; (ii) licensed investment bank; or (iii) licensed Islamic bank; (b) if the institution is outside Malaysia, any institution that is licensed, registered, approved, or authorised by the relevant banking regulator to provide financial services.
Fund	: MIDF Amanah DL Fund
Manager / we / us / our	: MIDF Amanah Asset Management Berhad
NAV	: the total value of the Fund's assets minus its liabilities at the valuation point
NAV per Unit	: the NAV of the Fund at the valuation point divided by the total number of Units in circulation at the same valuation point
PHS	: Product Highlights Sheet
RM	: Ringgit Malaysia
SC	: Securities Commission Malaysia
Sukuk	: certificate of equal value which evidence undivided ownership or investment in the assets using Shariah principles and concepts endorsed by the Shariah Advisory Council of the SC
Unit or Units	: a measurement of the right or interest of a Unit Holder in the Fund and means a Unit of the Fund
Unit Holders / investors / you	: the person registered as the holder of a Unit or Units including persons jointly registered

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