

## KAF DANA AL-IDDHIKHAR (KDAI)

JUNE 2026

The fund aims to seek to provide a regular stream of income by investing primarily in Islamic money market instruments and other fixed income securities, which comply with Shariah requirements.

### THE FUND IS SUITABLE FOR INVESTORS WHO:

- Conservative in nature in terms of Shariah-compliant investment;
- Prefer a consistent, reasonable and stable level of return on Shariah-compliant investment;
- Prefer a lower level of investment risk; and
- Have a short-term investment horizon.

### MANAGER'S COMMENTS

Malaysia's exports surged by 36.9% while imports increased by 20.0% Year-on-Year (YoY) in April 2026 (April). The trade surplus increased to Malaysian Ringgit (MYR) 28.8 billion (bn) in April; up from MYR24.6bn in the previous month. Malaysia's Consumer Price Index (CPI) was higher at 1.90% YoY in April compared to 1.70% in March 2026 (March). Malaysian foreign reserves increased in May 2026 (May) to United States Dollar (USD) 129.5bn from USD128.8bn in April. Meanwhile, Malaysia's Purchasing Managers' Index (PMI) was lower 49.9 in May compared to 51.6 in the previous month. US Treasury yields were higher in May with the Treasury 2-year, 5-year and 10-year benchmark yield closing the month at 4.00%, 4.14% and 4.44% respectively compared to 3.87%, 4.01% and 4.37% in April. Malaysian Government Securities (MGS) 3-year, 5-year yield and 10-year yield were lower, ending at 3.23%, 3.40% and 3.56% in April compared to 3.20%, 3.38% and 3.57% in the previous month.

Reality set in May for fixed income investors as US President Donald Trump's optimistic projections of a swift resolution to re-open the Strait of Hormuz failed to materialise. Hawkish projections of rate hikes by global central banks circulated financial news in view of high energy prices, declining emergency crude oil supplies and most notably that inflation is on an uptrend on the back of a still resilient global economy. US Treasuries were sold off throughout the month with the 10-year Treasury note briefly hitting 4.69% before buyers emerged to snap up the rich yields. Since the start of the Middle East conflict, market participants have been divided on whether the US Federal Reserve (the Fed) under the fresh leadership of Kevin Warsh will prioritise defending the US economy or focus on the fight against inflation. At present, investors have priced in an equal chance of no changes to interest rates or a single 25 basis point rate hike by end of the 2026. In Malaysia, local bonds followed the lead of their global peers which saw government bond yields creeping up throughout May while primary issuances of corporate bonds also saw investors demanding higher yields. Nonetheless, the selloff was relatively muted as regional investors continue to view Malaysia as the safer option compared to regional peers due to the local oil & gas industry and the robust local economy. Despite the targeted fuel subsidies, the mounting fuel cost pressure is starting to trickle through the system as noted by CPI Year-on-Year (YoY) inflation which posted an uptick in April and more concerningly the Producer Price Index (PPI) which recorded a huge 5.4% increase after being in negative territory since early 2025. Bank Negara Malaysia (BNM) maintained the Overnight Policy Rate (OPR) at 2.75% during the Monetary Policy Committee (MPC) meeting in early May although concerns regarding external risks were mentioned in the accompanying MPC statement. Demand for government bond auctions remained firm throughout the month with the 10-year Government Investment Issue (GI) 04/2035, 7-year MGS 04/2033 and 30-year 01/2056 minting Bid-to-Cover (BTC) ratios of 2.868x, 2.582x and 2.258x respectively. While the situation in the Middle East remains in a perennial quagmire, we maintain the defensive stance against potential inflationary risks and maintaining our conservative stance of medium portfolio duration and an emphasis on high credit quality.

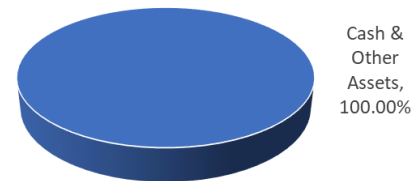
### INVESTMENT STRATEGY

The fund seeks to achieve its objective by investing primarily in Islamic money market instruments and other Sukuk. The Manager will decide which instrument or security to buy based primarily on their yield, relative to their credit quality and the period to maturity. The fund will at all times place/invest its cash in Islamic money market deposits/instruments and Sukuk (listed or unlisted), which are rated by RAM, MARC or other approved rating agencies.

### FUND DETAILS AS AT 31 MAY 2026

Manager	KAF Investment Funds Bhd.
Trustee	CIMB Islamic Trustee Bhd.
Fund Category	Islamic Money Market Fund.
Fund Type	Income Fund.
Launch Date	6 October 2005
Unit net asset value (NAV)	RM0.5350
Fund size	RM3.134mil
Units in Circulation	5.858mil
Financial Year End	30 September.
Min. Initial Investment	RM1,000.00
Min. Additional Investment	RM1,000.00
Benchmark	Malayan Banking Berhad ("Maybank") one (1) month General Investment Account ("GIA") rate.
Sales Charge	None.
Repurchase Charge	None.
Annual management fee	0.375% per annum of NAV.
Annual trustee fee	0.025% of NAV per annum subject to a minimum trustee fee of RM 12,000.
Redemption payment period	Within 7 days after receipt of the request to repurchase.
Distribution policy	Income, if any, will be distributed on a monthly basis. All such distribution will be reinvested into the fund.

### SECTOR ALLOCATION\* AS AT 31 MAY 2026



\*As percentage Net Asset Value of the fund. Asset exposure is subject to change on a daily basis.

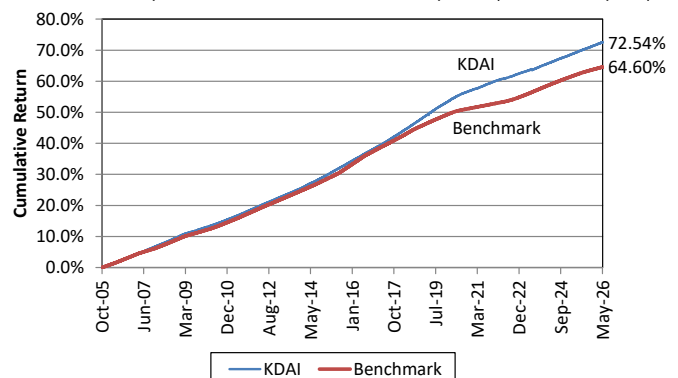
Source: KAF Investment Funds Berhad.

### Distribution History

Month (2026)	Distribution (sen)
January	0.01
February	0.01
March	0.01
April	0.01
May	0.01

### FUND PERFORMANCE ANALYSIS AS AT 31 MAY 2026

Net Asset Value prices. Cumulative return over the period (% since inception)



%	1 Month	3 Months	6 Months	1 Year	3 Years	5 Years
<b>KDAI</b>	0.15	0.45	0.89	1.75	5.44	9.02
<b>Benchmark</b>	0.11	0.32	0.64	1.38	5.38	8.30

Source: Novagni Analytics & Advisory Sdn Bhd

### LARGEST HOLDINGS\* AS AT 31 MAY 2026

Cash & other assets 100.00%

\*as percentage of Net Asset Value.

#### Disclaimer:

Based on the Malaysian Fund Volatility Report issued by Refinitiv Lipper dated 10 June 2026, the Volatility Factor (VF) for this fund is 0.13 and is classified as "Very Low". "Very Low" includes funds with VF that are between 0 to 4.705. The VF means there is a possibility for the fund in generating an upside return or downside return around this VF. The Volatility Class (VC) is assigned by Lipper based on quintile ranks of VF for qualified funds. VF is subject to monthly revision and VC will be revised every six months. The fund's portfolio may have changed since this date and there is no guarantee that the fund will continue to have the same VF or VC in the future. Presently, only funds launched in the market for at least 36 months will display the VF and its VC.

A Product Highlights Sheet ("PHS") highlighting the key features and risks of the fund is available and investors have the right to request for a PHS. Investors are advised to obtain, read and understand the PHS and the contents of the Replacement Master Prospectus dated 30 September 2023 and its supplementary(ies) (if any) ("the Master Prospectus") before investing. The Master Prospectus has been registered with the Securities Commission Malaysia who takes no responsibility for its contents. Amongst others, investors should consider the fees and charges involved. Investors should also note that the price of units and distributions payable, if any, may go down as well as up. Where a unit split/distribution is declared, investors are advised that following the issue of additional units/distribution, the NAV per unit will be reduced from pre-unit split NAV/cum-distribution NAV to post-unit split NAV/ex-distribution NAV; and where a unit split is declared, investors should be highlighted of the fact that the value of their investment in Malaysian Ringgit will remain unchanged after the distribution of the additional units. Any issue of units to which the Master Prospectus relates will only be made on receipt of a form of application referred to in the Master Prospectus. For more details, please call 03-9767 6000 for a copy of the PHS and the Master Prospectus or collect one from any of our authorised distributors. The Manager wishes to highlight the specific risks of the fund are interest rate risk and credit/default risk. These risks and other general risks are elaborated in the Master Prospectus.