

## KAF ISLAMIC DIVIDEND INCOME FUND (KIDIF)

FEBRUARY 2026

The fund aims to provide income by investing primarily in dividend yielding Shariah-compliant equities.

### THE FUND IS SUITABLE FOR INVESTORS WHO:

- Seek income;
- Are willing to accept medium degree of risk associated in investing in Shariah-compliant equities; and
- Wish for investments that comply with Shariah requirements.

### MANAGER'S COMMENTS

United States (US) equity markets ended January 2026 (January) higher, supported by improving market breadth and a rotation away from mega-cap concentration. The Dow Jones Industrial Average rose 1.73%, while the Standard & Poor (S&P) 500 and Nasdaq gained 1.37% and 0.95%, respectively. Sentiment remained resilient on steady economic conditions and sustained demand for AI-related technologies, despite heightened political and geopolitical uncertainty. European equities also advanced, with the STOXX Europe 600 climbing 3.18% amid easing inflation pressures and expectations of a less restrictive monetary policy stance. In Asia, Japan's Nikkei 225 rose 5.93%, supported by a weaker yen, continued foreign inflows and optimism over pro-growth policies. Greater China markets delivered solid gains, with the Hang Seng Index up 6.85%, while the Shanghai Composite and Shenzhen Composite rose 3.76% and 6.04%, respectively, supported by improved liquidity conditions and selective bargain hunting. On the domestic front, Malaysian equities recorded a strong start to 2026, with the Financial Times Stock Exchange Bursa Malaysia Kuala Lumpur Composite Index (FBMVKLCI) rising 3.62% to close at 1,740.88 points, its strongest month-end level in several years. Market participation improved markedly, with average daily trading volume increasing 42.31% month-on-month. The FBM EMAS and FBM EMAS Shariah indices gained 3.60% and 1.48%, respectively, while the FBM Small Cap Shariah Index rose a more modest 0.78%, indicating selective risk-taking beyond large-cap names. In commodities, crude oil prices surged 16.17% to US Dollar (USD) 70.69 per barrel on elevated geopolitical risks and tighter supply expectations. Gold prices rose 8.59% on safe-haven demand, while crude palm oil prices gained 4.42%, supported by seasonal supply tightness and biodiesel-related demand expectations in Indonesia. Meanwhile, the Malaysian ringgit appreciated 2.83% against the US dollar to RM3.9453 at end-January.

Recent market developments point to a much more supportive backdrop for Emerging Markets (EM). Even as geopolitical noise resurfaced, from the military intervention in Venezuela to renewed tensions in Iran and ongoing Russia-Ukraine talks, investors are largely looking past the headlines. The focus has shifted to the real story: a stabilizing global macro environment and a massive structural pivot in the Artificial Intelligence (AI) investment cycle. As AI demand moves from training large models to localized inference and compute, the US is hitting major bottlenecks in power grid capacity, labour, and infrastructure delivery. This is naturally pushing capital toward Asia and other Emerging Markets where these constraints are fewer, allowing them to capture a larger slice of the global tech boom. With China's data finally showing stabilization rather than a further dip, and regional currencies holding firm, we remain bullish. We are seeing a clear broadening of capital flows beyond overcrowded developed markets, creating a very constructive environment for EM equities as risk appetite normalizes.

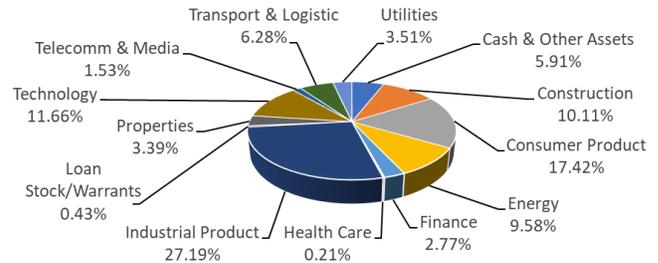
### INVESTMENT STRATEGY

The fund seeks to achieve its investment objective by investing primarily, i.e., at least 70% of its NAV in Shariah-compliant equities listed on Bursa Malaysia. The fund will focus its investments in Shariah-compliant equities with dividend yield that are able to generate income for the fund. The fund's portfolio may also include sukuk, Islamic money market instruments, Shariah-compliant collective investment scheme and Islamic deposit.

### FUND DETAILS AS AT 31 JANUARY 2026

Manager	KAF Investment Funds Bhd.
Trustee	Maybank Trustees Berhad.
Fund Category	Equity Fund (Shariah-compliant).
Fund Type	Income Fund.
Launch Date	15 January 2016
Unit net asset value (NAV)	RM0.6959
Fund size	RM117.049mil
Units in Circulation	168,204mil
Financial Year End	31 January.
Min. Initial Investment	RM1,000.00
Min. Additional Investment	RM100.00
Benchmark	FTSE Bursa Malaysia Emas Shariah Index.
Sales Charge	Up to 6.50% of NAV per Unit.
Repurchase Charge	None.
Annual management fee	1.50% per annum of NAV.
Annual trustee fee	0.06% of NAV, subject to a minimum fee of RM12,000
Redemption payment period	Within 7 days after receipt of the request to repurchase.
Distribution policy	The fund will distribute income on a half yearly basis, subject to the availability of income and/or realized gains.

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



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

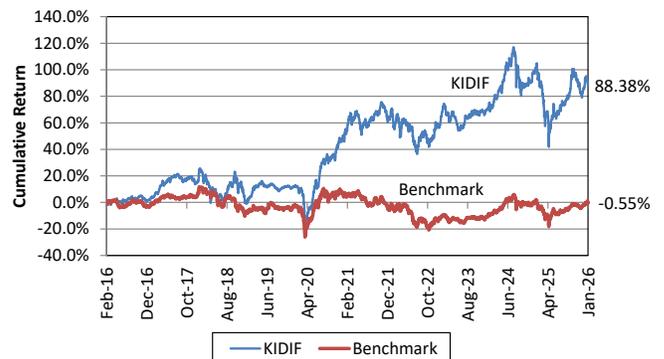
Source: KAF Investment Funds Berhad.

### Distribution History

Year	Distribution (sen)
2021 (Annual)	0.50
2021 (Semi-annual)	3.00
2022 (Annual)	0.50
2022 (Semi-annual)	3.00
2023 (Annual)	0.50
2023 (Semi-annual)	2.00
2024 (Annual)	0.50
2024 (Semi-annual)	1.00
2025 (Annual)	0.50
2025 (Semi-Annual)	NIL
2026 (Annual)	0.50

### FUND PERFORMANCE ANALYSIS AS AT 31 JANUARY 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>KIDIF</b>	1.62	-3.98	8.09	0.35	10.18	22.19
<b>Benchmark</b>	1.48	1.46	7.10	4.59	10.83	-4.63

Source: Novagni Analytics & Advisory Sdn Bhd

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

Southern Cable Group Berhad	7.48%
Mi Technovation Berhad	5.86%
Money Market (KAF)	5.19%
Lim Seong Hai Capital Berhad	4.75%
Oriental Kopi Holdings Berhad	4.74%

\*as percentage of Net Asset Value.

#### Disclaimer:

Based on the Malaysian Fund Volatility Report issued by Refinitiv Lipper dated 10 February 2026, the Volatility Factor (VF) for this fund is 13.20 and is classified as "High". "High" includes funds with VF that are between 10.235 and 13.595. 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 Prospectus") before investing. The 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 Prospectus relates will only be made on receipt of a form of application referred to in the Prospectus. For more details, please call 03-9767 6000 for a copy of the PHS and the Prospectus or collect one from any of our authorised distributors. The Manager wishes to highlight the specific risks of the fund are specific equity risk, interest rate risk, credit/default risk, distribution risk and reclassification of Shariah status risk. These risks and other general risks are elaborated in the Prospectus.

This factsheet is prepared for information purposes only and has not been reviewed by Securities Commission Malaysia. It does not have regard to the specific investment objectives, financial situation and the particular needs of any specific person who may receive it. Past performance is not necessarily a guide for future performance. Returns may vary from year to year.