

KAF DANA AL-IDDHIKHAR (KDAI)

NOVEMBER 2025

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 grew by 12.2% while imports increased by 7.3% Year-on-Year (YoY) in September 2025 (September). The trade surplus increased to Malaysian Ringgit (MYR) 19.9 billion (bn) in September; up from MYR16.1bn in the previous month (August). Malaysia's Consumer Price Index (CPI) was higher at 1.50% YoY in September compared to 1.30% in August 2025 (August). Malaysian foreign reserves increased in October 2025 (October) to United States Dollar (USD) 123.4bn from USD122.8bn in September. Meanwhile, Malaysia's Purchasing Managers' Index (PMI) was lower at 49.5 in October compared to 49.8 in the previous month. US Treasury yields were lower in October with the Treasury 2-year, 5-year and 10-year benchmark yield closing the month at 3.57%, 3.69%, and 4.08% respectively compared to 3.61%, 3.74%, and 4.15% in September. Malaysian Government Securities (MGS) 3-year, 5-year yield and 10-year yield was higher, ending at 3.12%, 3.25% and 3.49% in October compared to 3.10%, 3.22% and 3.45% in the previous month.

Global Fixed Income markets rallied in October in anticipation of continued rate cuts by the US Federal Reserve (the Fed). The US financial outlook was cloudy amid the US government shutdown which limited the release of economic data except the Automatic Data Processing (ADP) Non-Farm payrolls and delayed CPI which pointed to a weakening labour market and softer inflation despite the trade tariffs. As expected, the Fed did indeed cut the Fed Funds Rate (FFR) by 25 basis points (bp) but bonds bulls were splashed with cold water when Fed chairman Jerome Powell warned that another rate cut in December 2025 (December) was far from certain because of the uncertainty over inflation. There are also dark clouds on the horizon as some investors have been voicing concerns about the massive US debt level and resulting huge supply of US Treasury bonds. Market participants dialed back their rate cut expectations after the Fed's hawkish comments and now expect the Fed to cut the FFR down to 3.50% instead of 3.25% by middle of 2026. In Malaysia, local bond yields continued to creep up and pushed the 10-year MGS to 3.50% after market participants also rolled back their expectations that Bank Negara Malaysia (BNM) would cut the Overnight Policy Rate (OPR) by another 25bp in November 2025 (November). The market consensus now expects BNM to only deliver the cut in the first quarter of 2026 after preliminary Third Quarter Gross Domestic Product (3Q GDP) came out stronger at 5.20% and local CPI had an uptick to 1.5%. Fixed income investors were also flushed with supply as corporates rushed to issue bonds to take advantage of the current low rates before the end of 2025. The 3 government auctions in October saw soft demand with the 30-year MGS 07/2055, 5-year Government Investment Issue (GII) 08/2030 and 20-year MGS 05/2044 minting Bid-to-Cover (BTC) ratios of 1.38x, 2.814x and 1.697x respectively. As bond yields are higher now, we continue to look for opportunities to buy quality assets at attractive prices while maintaining our conservative stance of medium portfolio duration and an emphasis on high credit quality.

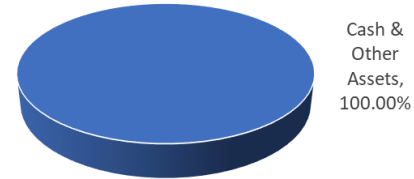
INVESTMENT STRATEGY

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 OCTOBER 2025

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)	RM0.5303
Fund size	RM3.101mil
Units in Circulation	5.847mil
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 OCTOBER 2025



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

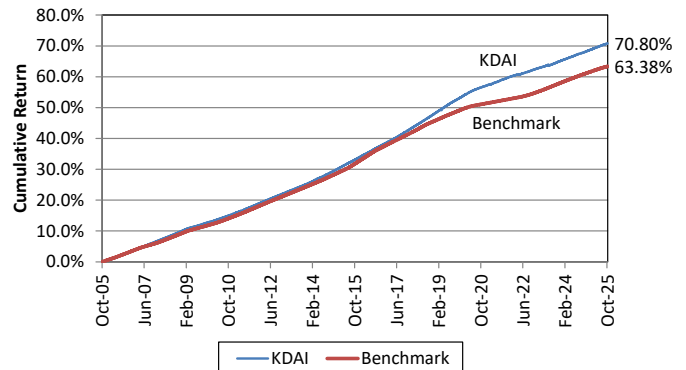
Source: KAF Investment Funds Berhad.

Distribution History

Month (2025)	Distribution (sen)
January	0.01
February	0.01
March	0.01
April	0.01
May	0.01
June	0.01
July	0.01
August	0.01
September	0.01
October	0.01

FUND PERFORMANCE ANALYSIS AS AT 31 OCTOBER 2025

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



%	1 Month	3 Months	6 Months	1 Year	3 Years	5 Years
KDAI	0.13	0.42	0.89	1.82	5.37	9.04
Benchmark	0.11	0.35	0.77	1.66	5.78	8.12

Source: Novagani Analytics & Advisory Sdn Bhd

LARGEST HOLDINGS* AS AT 31 OCTOBER 2025

Cash & other assets 100.00%

*as percentage of Net Asset Value.

Disclaimer:

Based on the Malaysian Fund Volatility Report issued by Refinitiv Lipper dated 11 November 2025, 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 4.275. 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. 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.