

KAF DANA AL-IDDHIKHAR (KDAI)
SEPTEMBER 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 declined by 38.1% while imports decreased by 36.4% Year-on-Year (YoY) in July 2026 (July). The trade surplus grew to Malaysian Ringgit (MYR) 22.5 billion (bn) in July; up from MYR14.9bn in the previous month. Malaysia's Consumer Price Index (CPI) was lower at 1.8% YoY in July compared to 1.90% in June 2026 (June). Malaysian foreign reserves increased in August 2026 (August) to United States Dollar (USD) 132.7bn from USD131.8bn in July. Meanwhile, Malaysia's Purchasing Managers' Index (PMI) was lower at 50.2 in August compared to 50.9 in the previous month. US Treasury yields were higher in August with the Treasury 2-year, 5-year and 10-year benchmark yield closing the month at 4.34%, 4.50% and 4.75% respectively compared to 4.29%, 4.45% and 4.73% in August. Malaysian Government Securities (MGS) 3-year, 5-year yield and 10-year yield were higher, ending at 3.35%, 3.61% and 3.87% in August compared to 3.30%, 3.49% and 3.70% in the previous month.

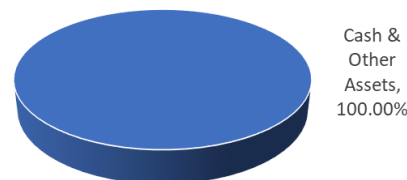
Global fixed income markets capitulated in August amid the perfect bond market storm. Investor fears of ballooning global sovereign debt were aggravated after US Treasury Secretary Scott Bessett announced a US Treasury bond buyback programme to cap long term US yields which was met with negative criticism from major market participants. Bonds remained under heavy selling pressure throughout the month fueled by a steady stream of bad news about the conflict in the Middle East. The painful month ended when US Federal Reserve (the Fed) Chairman Kevin Warsh hammered the last nail into the coffin by delivering hawkish comments about fighting inflation at the Jackson Hole meeting at the end of the August. After the hawkish shift in the Fed, most market participants have increased their expectations to 2 rate hikes in 2026 with the first hike at the Federal Open Market Committee (FOMC) meeting in September 2026 (September) which will bring the Fed Funds Rate to 4.25%. Back in Malaysia, local bonds were also shredded as fixed income investors made a stampede for the exit pushing the 10-year Malaysian Government Securities (MGS) above 3.80% and opened the prospect of hitting 4.00% in September. To make matters worse, the recent uptick in political uncertainty has likely soured foreign investor confidence. Local inflation appeared to be under control after Year-on-Year (YoY) CPI fell slightly to 1.80% but the Producer Price Index (PPI) further accelerated to an alarming 9.7% YoY suggesting that rising inflation is likely still brewing below the surface. The 4 government auctions for the month reflected the negative sentiment with the 5-year Government Investment Issue (GII) 10/2031, 30-year MGS 07/2055, 7-year GII 03/2033 and 20-year MGS 04/2046 minting deteriorating Bid-to-Cover (BTC) ratios of 2.242x, 2.017x, 2.147x and 1.635x respectively. Despite the avalanche of doom and gloom in global fixed income markets, bond yields have risen to very attractive levels. Hence, we look for opportunities to buy quality assets while keeping an eye on potential inflationary risks. For now, we maintain 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 AUGUST 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)	RM0.5364
Fund size	RM2.592mil
Units in Circulation	4.831mil
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 AUGUST 2026


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

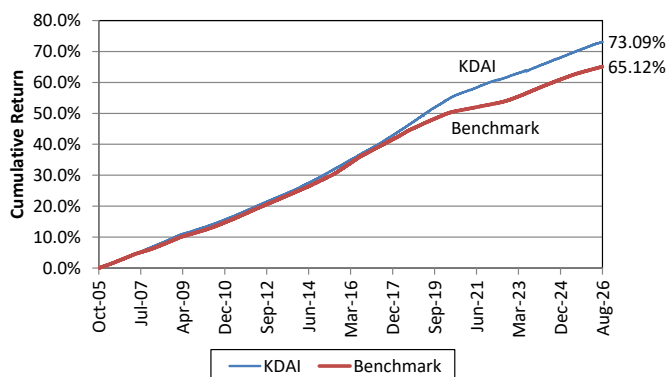
Source: KAF Investment Funds Berhad.

Distribution History

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

FUND PERFORMANCE ANALYSIS AS AT 31 AUGUST 2026

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	0.32	0.77	1.61	5.45	8.80
Benchmark	0.11	0.31	0.63	1.30	5.14	8.37

Source: Novagani Analytics & Advisory Sdn Bhd

LARGEST HOLDINGS* AS AT 31 AUGUST 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 September 2026, the Volatility Factor (VF) for this fund is 0.08 and is classified as "Very Low". "Very Low" includes funds with VF that are between 0 to 4.515. 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.