

## KAF DANA AL-IDDHIKHAR (KDAI)

FEBRUARY 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 grew by 10.3% while imports increased by 12.0% Year-on-Year (YoY) in December 2025 (December). The trade surplus increased to Malaysian Ringgit (MYR) 19.3 billion (bn) in December; up from MYR6.1bn in the previous month (November). Malaysia's Consumer Price Index (CPI) was higher at 1.60% YoY in December compared to 1.40% in November 2025 (November). Malaysian foreign reserves increased in January 2026 (January) to United States Dollar (USD) 125.6bn from USD124.3bn in December. Meanwhile, Malaysia's Purchasing Managers' Index (PMI) was flat at 50.2 in January compared to 50.1 in the previous month. US Treasury yields were higher in January with the Treasury 2-year, 5-year and 10-year benchmark yield closing the month at 3.52%, 3.79% and 4.24% respectively compared to 3.47%, 3.73% and 4.17% in December. Malaysian Government Securities (MGS) 3-year, 5-year yield and 10-year yield were flat, ending at 2.99%, 3.27% and 3.50% in January compared to 3.00%, 3.26% and 3.49% in the previous month.

January started 2026 as a continuation of the quiet 2025 year end for global fixed income markets as investors had their eyes glued on more exciting haven asset classes namely precious metals. US Treasuries were range bound throughout January with most market participants in "wait and see" mode preferring to side on the sidelines due to the high US political and economic uncertainties. US President Donald Trump nominated Kevin Warsh as the next chairman of the US Federal Reserve (the Fed) which gave reprieve to US bond holders concerned about further loss of confidence in Fed independence and credibility. Warsh has a reputation as a traditional orthodox policymaker with significant experience in the Fed system and was known for his hawkish stance during his previous stint as a Fed governor in 2006 - 2011 although he has recently turned more dovish. Nonetheless, investors are generally of the opinion that Warsh will be able to resist political pressure from the Trump administration to cut rates if the US inflationary outlook does not justify further cuts. The Fed left rates unchanged at 3.75% during the January Federal Open Market Committee (FOMC) but most market participants still expect the Fed to deliver 2 cuts this year which will bring the Fed Funds Rate down to 3.25%. In Malaysia, Bank Negara Malaysia (BNM) also held the Overnight Policy Rate (OPR) at 2.75% as the local economy continues to remain on firm footing and low inflation despite a small CPI uptick in December. The odds of further rate cuts this year is currently quite low given the stable local economy unless there is a significant protracted external shock. Local bonds were also range bound in tandem with global peers in January despite a strengthening Ringgit due to the perceived large incoming supply of government bonds throughout 2026. Nonetheless, there was adequate support for the 3 government auctions for the month being the 5-year Government Investment Issue (GII) 08/2030, 15-year MGS 01/2041 and 30-year GII 01/2056 which minted Bid-to-Cover (BTC) ratios of 2.296x, 1.944x and 2.071x respectively. The primary challenge for Malaysian Fixed Income at present is generating a solid return amid the low yield environment. We have positioned the portfolio to mitigate the risks amid high uncertainty in 2026. We also 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.

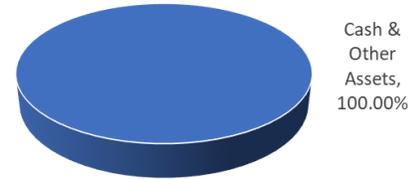
### INVESTMENT STRATEGY

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 JANUARY 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)	RM0.5324
Fund size	RM3.131mil
Units in Circulation	5.881mil
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 JANUARY 2026



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

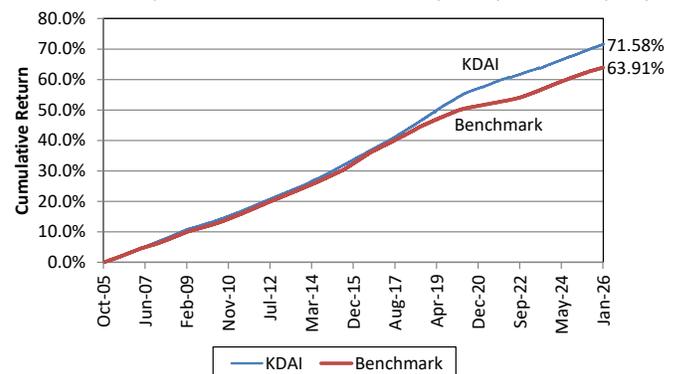
Source: KAF Investment Funds Berhad.

### Distribution History

Month (2026)	Distribution (sen)
January	0.01

### 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>KDAI</b>	0.15	0.45	0.87	1.81	5.41	9.03
<b>Benchmark</b>	0.11	0.33	0.68	1.53	5.62	8.21

Source: Novagni Analytics & Advisory Sdn Bhd

### LARGEST HOLDINGS\* AS AT 31 JANUARY 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 February 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 4.245. 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 (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.