

KAF DANA AL-IDDHIKHAR (KDAI)

OCTOBER 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 1.9% while imports declined by -5.9% Year-on-Year (YoY) in August 2025 (August). The trade surplus increased to Malaysian Ringgit (MYR) 16.1 billion (bn) in August; up from MYR15.0bn in the previous month (July). Malaysia's Consumer Price Index (CPI) was higher at 1.30% YoY in August compared to 1.20% in July 2025 (July). Malaysian foreign reserves increased in September 2025 (September) to United States Dollar (USD) 122.8bn from USD122.0bn in August. Meanwhile, Malaysia's Purchasing Managers' Index (PMI) was lower at 49.8 in September compared to 49.9 in the previous month. US Treasury yields were mixed in September with the Treasury 2-year, 5-year and 10-year benchmark yield closing the month at 3.61%, 3.74%, and 4.15% respectively compared to 3.62%, 3.70%, and 4.23% in August. Malaysian Government Securities (MGS) 3-year, 5-year yield and 10-year yield was higher, ending at 3.10%, 3.22% and 3.45% in September compared to 3.00%, 3.08% and 3.39% in the previous month.

Global Fixed Income markets sprang to life in September during the run up to the Federal Open Market Committee (FOMC) meeting in the middle of the month as buyers came out with certainty that the US Federal Reserve (the Fed) was going to cut rates. The Fed did cut the Fed Funds Rates (FFR) by 25 basis points (bp) but instead of a strong follow-through rally, bond prices fell off as investors viewed that the market had gotten ahead of itself. Despite more clarity over US President Trump's trade policies, forward guidance from the Fed continues to be murky as it grapples with a softening US labour market and stubbornly high tariff-fueled US inflation. Market participants are expecting another 2 rate cuts in 2025 which will bring the FFR down to 3.75% and an eventual neutral rate of 3.25% by end of 2026. Back in Malaysia, the local bond market soured as investors took profits on their bond holdings after an uptick in local Consumer Price Index (CPI) inflation and the announcement of subsidised Research Octane Number (RON) 95 at Ringgit Malaysia (RM) 1.99 per litre down from the previous RM2.05 for all Malaysians with valid driving licenses including the (top 15 percent) T15 income bracket. Investors were also flushed with bonds after a flurry of corporate bond issuances on top of weekly government bond auctions. The 4 government auctions in September totalling RM16.5bn saw only moderate demand with the 3-year MGS 04/2028, 30-year Government Investment Issue (GII) 03/2054, 15-year MGS 04/2039 and 3-year GII 07/2028 minting Bid-to-Cover (BTC) ratios of 1.928x, 1.928x, 1.52x and 2.876x respectively. As bond yields are higher now, we are looking for opportunities to buy quality assets at attractive prices while maintaining our conservative stance of low to medium portfolio duration and an emphasis on high credit quality.

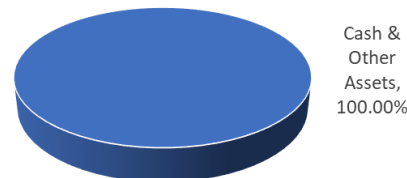
INVESTMENT STRATEGY

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 30 SEPTEMBER 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)	RM0.5297
Fund size	RM3.156mil
Units in Circulation	5.958mil
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 30 SEPTEMBER 2025



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

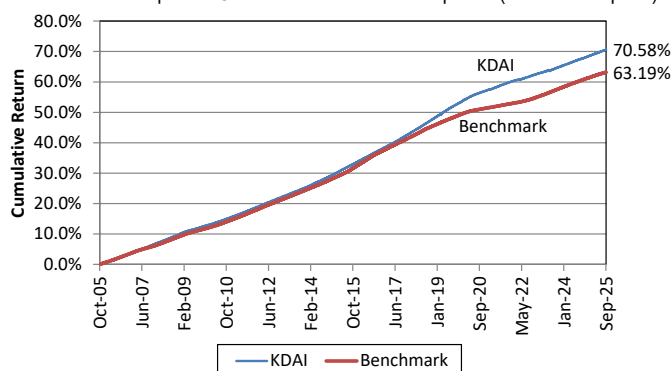
Source: KAF Investment Funds Berhad.

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

FUND PERFORMANCE ANALYSIS AS AT 30 SEPTEMBER 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	0.46	0.91	1.84	5.39	9.07
Benchmark	0.11	0.37	0.80	1.70	5.81	8.09

Source: Novagani Analytics & Advisory Sdn Bhd

LARGEST HOLDINGS* AS AT 30 SEPTEMBER 2025

Cash & other assets	100.00%
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*as percentage of Net Asset Value.

Disclaimer:

Based on the Malaysian Fund Volatility Report issued by Refinitiv Lipper dated 14 October 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 4.33. 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.

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