

KAF SUKUK FUND (KSF)

This is an Islamic bond fund that aims to achieve capital growth in the medium to long term by investing primarily in sukuk.

THE FUND IS SUITABLE FOR INVESTORS WHO:

- Have a low to moderate risk temperament; and
- Medium to long term investment horizon.

MANAGER'S COMMENTS

Malaysia's exports grew by 15.7% while imports increased by 11.2% Year-on-Year (YoY) in October 2025 (October). The trade surplus increased to Malaysian Ringgit (MYR) 19.0 billion (bn) in October, down from MYR19.9bn in the previous month (September). Malaysia's Consumer Price Index (CPI) was lower at 1.30% YoY in October compared to 1.50% in September 2025 (September). Malaysian foreign reserves increased in November 2025 (November) to United States Dollar (USD) 124.1bn from USD123.4bn in October. Meanwhile, Malaysia's Purchasing Managers' Index (PMI) was higher at 50.1 in November compared to 49.5 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 3.49%, 3.60% and 4.01% respectively compared to 3.57%, 3.69%, and 4.08% in October. Malaysian Government Securities (MGS) 3-year, 5-year yield and 10-year yield were also lower, ending at 3.02%, 3.25% and 3.44% in November compared to 3.12%, 3.25% and 3.49% in the previous month.

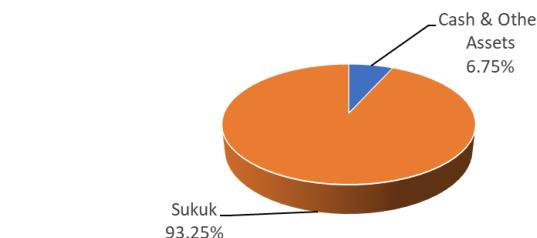
Global Fixed Income markets were sluggish and traded in tight ranges throughout November amid the longest ever US government shutdown which starved investors of key US macroeconomic data and prompted market participants to stay on the sidelines. The delayed data was finally released toward the end of the month after 43 days of government closure and pointed to a cooling US labour market but no uptick in inflation. Nonetheless, the US Federal Reserve (the Fed) committee continues to remain fiercely divided between cutting rates to support the labour market or holding rates to keep inflation under control. Market expectations over the direction of interest rates in last Federal Open Market Committee (FOMC) meeting of the year in December 2025 (December) swung wildly during the month but most market participants now expect the Fed to deliver another 25 basis point (bp) cut given the soft labour market data. Bank Negara Malaysia (BNM) kept the Overnight Policy Rate (OPR) unchanged during the last Monetary Policy Committee (MPC) meeting in November which was largely within the market expectations. Malaysia's economy remains on firm footing as Third Quarter (3Q) Final Gross Domestic Product (GDP) rose to 5.2% while inflation declined to 1.3%. The local fixed income market continued to be buoyed by the stronger macroeconomic data and strengthening trend in the Ringgit. Demand for the 3 government auctions in November was decent with the 10-year Government Investment Issue (GII) 04/2035, 7-year MGS 07/2032 and 20-year GII 05/2045 minting Bid-to-Cover (BTC) ratios of 2.565x, 1.909x and 2.339x respectively. In the closing months of 2025, we have positioned the portfolio to mitigate the risks amid increasing uncertainty going into 2026. 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 in a diversified portfolio of RM denominated sukuk issued in Malaysia. For the avoidance of doubt, the sukuk portfolio of the fund may contain sukuk issued by issuers domiciled in Malaysia or out of Malaysia.

FUND DETAILS AS AT 30 NOVEMBER 2025

Manager	KAF Investment Funds Bhd.
Trustee	CIMB Islamic Trustee Bhd.
Fund Category	Sukuk Fund.
Fund Type	Growth Fund.
Launch Date	1 November 2013
Unit net asset value (NAV)	RM172.3838
Fund size	RM137.971mil
Units in Circulation	800,372,1700
Financial Year End	31 August.
Min. Initial Investment	RM1,000.00
Min. Additional Investment	RM1,000.00
Benchmark	RAM-Quant MGS Index (All Durations)
Sales Charge	None.
Repurchase Charge	None.
Annual management fee	0.40% per annum of NAV.
Annual trustee fee	0.05% per annum of NAV, subject to a minimum of RM12,000 per annum (excluding foreign custodian fees and charges).
Redemption payment period	Within 7 days after receipt of the request to repurchase.
Distribution policy	As the fund's objective is to provide capital growth, the Manager does not intend to distribute income.

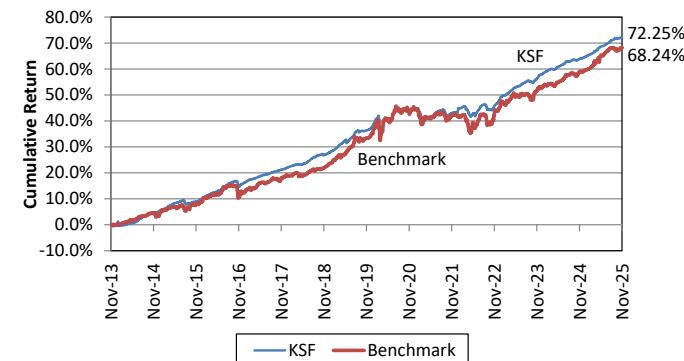
SECTOR ALLOCATION* AS AT 30 NOVEMBER 2025


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

Source: KAF Investment Funds Berhad.

FUND PERFORMANCE ANALYSIS AS AT 30 NOVEMBER 2025

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



	1 Month	3 Months	6 Months	1 Year	3 Years	5 Years
KSF	0.24	0.65	2.13	5.09	18.24	19.59
Benchmark	0.54	0.07	1.86	5.92	17.74	18.00

Source: Novagni Analytics & Advisory Sdn Bhd

LARGEST HOLDINGS* AS AT 30 NOVEMBER 2025

YTL Power International Berhad	15.72%
Lebuhraya DUKE Fasa 3 Sdn Bhd	13.69%
Edra Energy Sdn Bhd	11.96%
Money Market (KAF)	9.23%
Tenaga Nasional Berhad	8.36%

*as percentage of Net Asset Value.

Disclaimer:

Based on the Malaysian Fund Volatility Report issued by Refinitiv Lipper dated 10 December 2025, the Volatility Factor (VF) for this fund is 1.18 and is classified as "Very Low". "Very Low" includes funds with VF that are between 0 and 4.195. 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 credit/default risk, interest rate risk, reinvestment risk and liquidity risk. These risks and other general risks are elaborated in the Master Prospectus. This factsheet is prepared for information purposes only 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.

