3-year Fund Volatility
0.08
Very Low
Lipper Analytics
10 July 2026

KAF DANA AL-IDDHIKHAR (KDAI)

JULY 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 surged by 45.3% while imports increased by 14.1% Year-on-Year (YoY) in May 2026 (May). The trade surplus increased to Malaysian Ringgit (MYR) 40.4 billion (bn) in May; up from MYR28.8bn in the previous month. Malaysia's Consumer Price Index (CPI) was higher at 2.0% YoY in May compared to 1.90% in April 2026 (April). Malaysian foreign reserves increased in June 2026 (June) to United States Dollar (USD) 130.5bn from USD129.5bn in May. Meanwhile, Malaysia's Purchasing Managers' Index (PMI) was higher 50.7 in June compared to 49.9 in the previous month. US Treasury yields were higher in June with the Treasury 2-year, 5-year and 10-year benchmark yield closing the month at 4.17%, 4.23% and 4.47% respectively compared to 4.00%, 4.14% and 4.44% in May. Malaysian Government Securities (MGS) 3-year, 5-year yield and 10-year yield were higher, ending at 3.26%, 3.40% and 3.60% in June compared to 3.23%, 3.40% and 3.56% in the previous month.

The US-Iran war came to quiet end in the middle of June and oil tankers began passing through the Strait of Hormuz again. While oil prices have returned close to pre-war levels, the political situation in the region remains fragile with the lingering risk of tensions suddenly flaring up at any time. In addition to the supply chain disruptions caused by the war, the barrage of Iranian missiles fired at neighbouring oil producing countries damaged oil and gas facilities that will take between several months to years to fully restore. Hence, the longer term macroeconomic impact of the oil price and supply chain shocks over the past few months are likely still unfolding. The US Federal Reserve (the Fed) committee kept rates unchanged during the June Federal Open Market Committee (FOMC) meeting but new Fed chairman Kevin Warsh signaled that restraining rising inflation will be a higher priority moving forward. Global bonds recovered slightly by the end of June as investors were relieved to see an end of the conflict but most investors are taking a "wait and see" approach as uncertainty remains. With US CPI inflation accelerating for a third month in a row on the back of strong US economy, most market participants have cemented expectations that the Fed will raise rates by 25 or 50 basis points (bp) by end of the 2026. In Malaysia, the local bond market remained quiet and subdued amid the ongoing global uncertainty. Government bonds were mostly flattish throughout June but corporate bonds particularly on the long end have seen yields continue to creep up. Despite the targeted fuel subsidies, domestic CPI inflation further climbed to 2% while the Producer Price Index (PPI) rose sharply to 7.8%. Nonetheless, demand for government bond auctions remained firm throughout the month with the 3-year MGS 03/2029, 15-year Government Investment Issue (GII) 07/2040, 5-year MGS 06/2031 and 20-year GII 05/2045 minted strong Bid-to-Cover (BTC) ratios of 1.928x, 3.41x, 2.282x and 3.136x respectively. With the conflict in the Middle East appearing to be over, we look for opportunities to buy quality assets at attractive prices while keeping an eye on potential inflationary risks. Hence, we maintain our conservative stance of medium portfolio duration and an emphasis on high credit quality.

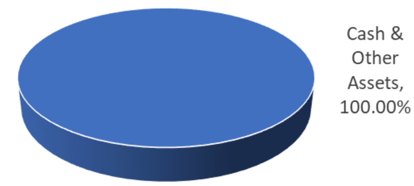
INVESTMENT STRATEGY

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 30 JUNE 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)	RM0.5353
Fund size	RM2.574mil
Units in Circulation	4.809mil
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 JUNE 2026



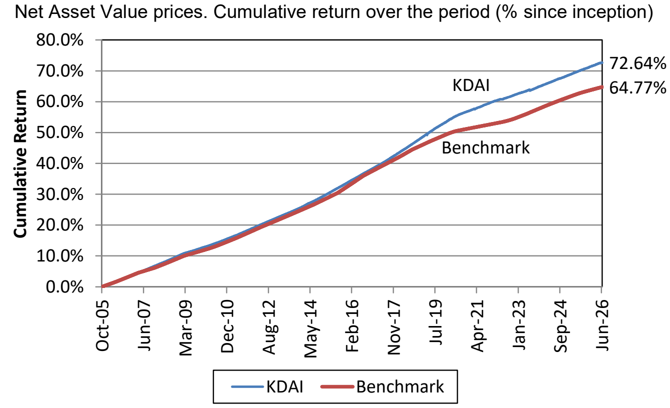
*As percentage Net Asset Value of the fund. Asset exposure is subject to change on a daily basis.
Source: KAF Investment Funds Berhad.

Distribution History

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

FUND PERFORMANCE ANALYSIS AS AT 30 JUNE 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	0.06	0.34	0.77	1.67	5.54	8.90
Benchmark	0.10	0.31	0.63	1.34	5.30	8.33

Source: Novagni Analytics & Advisory Sdn Bhd

LARGEST HOLDINGS* AS AT 30 JUNE 2026

Cash & other assets	100.00%

*as percentage of Net Asset Value.

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