Date: 8 December 2025

INVESTMENT FUNDS BERHAD 199501004999 (334195-K)

KAF DANA ALIF

RESPONSIBILITY STATEMENT

This Product Highlights Sheet has been reviewed and approved by the directors of KAF Investment Funds Berhad and they collectively and individually accept full responsibility for the accuracy of the information. Having made all reasonable enquiries, they confirm to the best of their knowledge and belief, that there are no false or misleading statements, or omission of other facts which would make any statement in the Product Highlights Sheet false or misleading.

STATEMENT OF DISCLAIMER

The Securities Commission Malaysia has authorised the issuance of KAF Dana Alif and a copy of this Product Highlights Sheet has been lodged with the Securities Commission Malaysia.

The authorisation of the KAF Dana Alif and lodgement of this Product Highlights Sheet, should not be taken to indicate that the Securities Commission Malaysia recommends the KAF Dana Alif or assumes responsibility for the correctness of any statement made or opinion or report expressed in this Product Highlights Sheet.

The Securities Commission Malaysia is not liable for any non-disclosure on the part of KAF Investment Funds Berhad responsible for the KAF Dana Alif and takes no responsibility for the contents of this Product Highlights Sheet. The Securities Commission Malaysia makes no representation on the accuracy or completeness of this Product Highlights Sheet, and expressly disclaims any liability whatsoever arising from, or in reliance upon, the whole or any part of its contents.

This Product Highlights Sheet only highlights the key features and risks of KAF Dana Alif. Investors are advised to request, read and understand the Master Prospectus before deciding to invest.

PRODUCT HIGHLIGHTS SHEET
KAF DANA ALIF

Name of Fund	KAF Dana Alif.
Fund Category	Balanced (Islamic).
Fund Type	Income and growth.
Commencement Date	26 February 2003.
Capital Protected / Guaranteed	No.

PRODUCT SUITABILITY

WHO IS THE PRODUCT SUITABLE FOR?

This Fund is suitable for investors who:

- have a medium to long-term investment horizon and reasonable risk tolerance; and
- prefer to invest in Shariah-compliant securities.

KEY PRODUCT FEATURES

WHAT ARE YOU INVESTING IN?

The Fund aims to provide Unit Holders with a steady and consistent dividend income over the medium-term to long-term investment period. It is intended that returns will be further enhanced through capital appreciation of investments.

Investment Strategy

Investment policy and strategy

Asset allocation:

The strategic limit on asset allocation of the Fund is as follows:

Shariah-compliant equities	Minimum 40% and maximum 60%
Sukuk and Islamic liquid assets	Minimum 40% and maximum 60%

The process begins with a top-down view for asset allocation decisions and a bottom-up view for Shariah-compliant equities selection.

The asset allocation strategy is dependent on the state of the macro picture as perceived by the Manager after going through a strict investment process to review the outlook of the economy, Shariah-compliant stock and Islamic money markets over the medium to long-term horizon. This entails relevant analysis on economy and business statistics in order to produce forecasts for stock market and interest rates directions. The Manager adopts an active asset allocation policy and will time the investment strategies to suit market developments and global economic conditions. Where necessary, the Manager will switch the Fund's asset allocation appropriately between Shariah-compliant equities, sukuk and Islamic money market instruments. The Manager aims to reduce all these risks by using diversification that is expected to reduce the market volatility.

The above asset allocation policy of the Fund may be reviewed from time to time based on the general market and economic situations. The Manager may take temporary defensive positions that may be inconsistent with the Fund's principal strategy in attempting to respond to adverse market conditions, economic or political market conditions. This defensive position may take the form of holding significantly higher amount of Islamic liquid assets/cash and/or Islamic money market instruments. The Manager will then decide on the best appropriate asset allocation strategy and reallocate the Fund's Shariah-compliant equity investment into other more defensive investments. The weighting for Shariah-compliant equity investments then may be scaled down to not less than 20% of the Fund's NAV.

For **Shariah-compliant equity securities**, the Manager adopts a bottom-up approach in selecting Shariah-compliant equities after having ascertained the direction of the economy. Portfolio construction will focus on the category of Shariah-compliant equities, which will benefit most from the Manager's view of the market. In order to enhance returns to the Fund, the Manager will conduct fundamental analysis on potential investable companies to determine the suitability of the investment. Information can be obtained from regular company visits and participation in various industry presentations and stockbrokers forums. Apart from Shariah-compliant

equities picks, the Manager will also actively monitor industry trends, earnings revision trends and financial performances of companies which the Fund has interest in, so that appropriate investment decisions can be made.

Accordingly, some of the important investment criteria for Shariah-compliant equities selections are as follows:

- High earnings per share growth potential;
- Low price earnings to growth ratio;
- Strong balance sheets;
- Cash flows and gearing levels;
- Relatively high dividend yield;
- Focused management team and its track records; and
- Sustainable financial performance.

The Manager will only make an investment in Islamic collective investment schemes if those investment objectives complement the Fund's objective and enhance the return of the Fund.

The Manager will invest in Islamic derivatives for hedging purposes, when appropriate. Such investments shall be made in Islamic futures and Islamic options or any other Islamic derivatives that may be allowable by the relevant authorities from time to time. For the purposes of the Fund's investment in Islamic derivatives, the global exposure will be calculated using commitment approach to ensure it does not exceed the Fund's NAV. The global exposure of the Fund to Islamic derivatives is calculated as the sum of the:

- absolute value of the exposure of each individual Islamic derivative not involved in netting or hedging arrangements;
- absolute value of the net exposure of each individual Islamic derivative after netting or hedging arrangement; and
- the values of cash collateral received pursuant to the reduction of exposure to counterparties of over-the-counter (OTC) Islamic derivatives.

The Fund will at all times place/invest its cash in Islamic money market, Government Investment Issues ("GII"), sukuk and/or Islamic deposits. The Fund shall invest in sukuk that are rated at least "BBB" by RAM or other approved rating agencies. These sukuk are mainly subject to interest rate risk and credit risk. As for the Fund's placement in Islamic deposit, the tenure of such placement shall vary in accordance to the Manager's outlook of the stock.

Accordingly, some of the important investment criteria or principal valuations measures for selections of sukuk are as follows:

- Issuer's financial position and gearing levels;
- Issuer's cash flows quality;
- Issuer's expected future cash flows and repayment ability;
- Industry outlook;
- Duration and interest rates sensitivity analysis;
- Yield to maturity;
- Yield to first call;
- Ratings by RAM/MARC; and
- Other applicable measures as and when necessary

Benchmark

The composite benchmark comprising:

60% of FTSE Bursa Malaysia EMAS Shariah Index ("FBSI"); and

40% of Malayan Banking Berhad ("Maybank") one (1)-month General Investment Account (GIA) rate.

Note: The risk profile of the Fund is different from the risk profile of the benchmark.

Distribution Policy

Distribution of income, if any is subject to the availability of income and/or realised gains and will be declared on yearly basis.

Parties Involved

WHO ARE YOU INVESTING WITH?

Manager	KAF Investment Funds Berhad.
Trustee	Universal Trustee (Malaysia) Berhad.
Tax adviser	PricewaterhouseCoopers Taxation Services Sdn Bhd.
Auditors	PricewaterhouseCoopers.
Shariah adviser	BIMB Securities Sdn Bhd.

KEY RISKS

WHAT ARE THE KEY RISKS OF THIS INVESTMENT?

Specific risks of the Fund

- ***Specific stock risk***

  Specific stock risk can be associated with the shift in consumer taste, advertising campaigns, lawsuits and competitive industry conditions. It can be mitigated by diversifying the Fund's investment over more companies in various segments of the economy, which operate independently from one another. Failing to achieve the expected earnings would result in the stock price declining, which in turn will affect the performance of the Fund. Specific stock risk is mitigated by exercising prudence in stock selection.

- ***Interest rate risk***

  Interest rate risk is crucial in a sukuk fund since sukuk portfolio management depends on forecasting interest rate movements. Valuation of sukuk move inversely with interest rates and the degree of sensitivity to interest rates is a function of sukuk maturity and profit payment as well as the level of interest rates. In the event of rising interest rates, valuation of sukuk will generally decrease and vice versa. Corporate profits may be affected by high interest rates, hence affecting the NAV of the Fund. Therefore, interest rate risk should be low for short-term sukuk, moderate for intermediate term sukuk and high for long-term sukuk. Interest rate risk is mitigated by exercising prudence in the selection of investments, strict monitoring of those investments and ensuring sufficient diversification of the Fund's investments. The above interest rate is a general economic indicator that will have an impact on the management of the Fund regardless whether it is an Islamic unit trust fund or otherwise. It does not in any way suggest that the Fund will invest in conventional financial instruments. All investments carried out for the Fund are in accordance with Shariah requirements.

- ***Credit/default risk***

  Credit risk refers to the possibility that the issuer of a sukuk will not be able to make timely payments of profit on the profit payment date or principal payment on the maturity date. The risk is graded by credit rating agencies that rate the issuer's ability to meet these obligations in a timely manner. Failure to comply with conditions attached to the issue or to make a payment on time will result in an event of default with serious consequences for the issuer and loss to the investor. A default by the issuer will result in a fall in the value of sukuk which ultimately reduced the NAV of the Fund. The lower the rating, the greater the risk that the sukuk issuer will default. All things being equal, the lower a sukuk's credit rating, the higher its yield should be to compensate investors for assuming higher risk. Mitigating credit risk involves diversification of the Fund's investments.

- ***Shariah status reclassification risk***

  (a) Shariah-compliant equity securities

  This risk refers to the risk that the currently held Shariah-compliant equity securities in the portfolio of the Fund may be reclassified as Shariah non-compliant in the periodic review of the securities by the SACSC or the Shariah Adviser. If this occurs, the Manager will take the necessary steps to dispose of such securities.

  Opportunity loss could occur due to the restriction on the Fund to retain the excess capital gains derived from the disposals of the reclassified Shariah non-compliant securities. In such an event, the Fund is required:

  (i) to dispose of such securities with immediate effect or within one (1) calendar month if the value of the securities exceeds or is equal to the investment cost on the effective date of reclassification of the list of Shariah-compliant securities ("Reclassification") by the SACSC or the date of review ("Review") by the Shariah Adviser. The Fund is allowed to keep dividends received up to the effective date of Reclassification or Review and capital gains from the disposal of the securities up toon the effective date of Reclassification or Review. However, any dividends received and excess capital gains from the disposal of the Shariah non-compliant securities after the effective date of Reclassification or Review should be channeled to *baitulmal* and/or charitable bodies as advised by the Shariah Adviser;

(ii) to hold such securities if the value of the said securities is below the investment cost on the effective date of Reclassification or Review until the total subsequent dividends received (if any) and the market price of the securities is equal to the cost of investment at which time disposal has to take place within one (1) calendar month, excess capital gains (if any) from the disposal of the securities should be channelled to *baitulmal* and/or charitable bodies as advised by the Shariah Adviser; or

(iii) to dispose of such securities at a price lower than the investment cost which will result in a decrease in the Fund's value.

(b) *Sukuk or Islamic money market instruments or Islamic deposits or Islamic collective investment schemes*

This risk refers to the risk of a possibility that the currently held sukuk or Islamic money market instruments or Islamic deposits or Islamic collective investment schemes invested by the Fund may be declared as Shariah non-compliant by the relevant authority or the Shariah Adviser. If this occurs, the Manager will take the necessary steps to dispose of or withdraw such fixed income securities or money market instruments or deposits or collective investment schemes.

Please be advised that if a Unit Holder invests in units through an IUTA which adopts the nominee system of ownership, the Unit Holder would not be considered to be a Unit Holder under the deed and the Unit Holder may consequently not have all the rights ordinarily exercisable by a Unit Holder (for example, the right to call for a Unit Holder's meeting and to vote thereat and the right to have the Unit Holder's particulars appearing in the register of Unit Holders of the Fund.

FEES & CHARGES

WHAT ARE THE FEES AND CHARGES OF THIS INVESTMENT?

This table describes the charges that you may **directly** incur when you buy or redeem units of the Fund:

Charges	
Sales charge by distribution channels:	
Direct investment with the Manager	Up to 6.50% of NAV per unit.
Authorised IUTAs	Up to 6.50% of NAV per unit.
Authorised tied agents	Up to 6.50% of NAV per unit.
EPF Members Investment Scheme	Up to 3.00% of NAV per unit.
The sales charge is negotiable. The Manager may at his discretion impose a lower sales charge based on the size of investment and/or other criteria to be determined by the Manager.	
Repurchase charge	Nil.
Switching fee	Nil.
Transfer fee	Nil.
Other charges	Charges, for instance bank charges, telegraphic charges and courier charges, shall be borne by the Unit Holder in order to execute transactions on behalf of the Unit Holder.

This table describes the fees that you may **indirectly** incur when you invest in the Fund:

Fees	
Annual management fee	1.50% per annum of NAV. *Note: The Manager reserves the right to waive or reduce the annual management fee at its discretion*
Annual trustee fee	0.08% of NAV subject to a minimum of RM18,000.

Note: All fees and charges disclosed above are expressed on a tax-exclusive basis. Accordingly, to the extent that services provided are subject to tax, the amount of tax payable on any related fees and / or charges will be payable by the Unit Holder and / or the Fund (as the case may be) in addition to the fees and charges as disclosed above.

YOU SHOULD NOT MAKE PAYMENT IN CASH TO A UNIT TRUST CONSULTANT OR ISSUE A CHEQUE IN THE NAME OF A UNIT TRUST CONSULTANT.

FUND PERFORMANCE

Average total return:

	Average total returns (%) *			
	1 year	3 years	5 years	10 years
	30/09/2024 - 30/09/2025	30/09/2022 - 30/09/2025	30/09/2020 - 30/09/2025	30/09/2015 - 30/09/2025
Fund	2.57	6.65	2.43	3.43
60% FBSI and 40% Maybank 1-month GIA rate.	(0.26)	4.89	(0.06)	1.16

* The Fund's performances are calculated on NAV per unit to NAV per unit basis.

Annual total return:

	Annual total return* (%) Financial year ended 30 September									
	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Fund	2.57	7.78	8.51	(10.07)	3.96	7.42	(2.66)	1.42	14.40	(1.37)
60% FBSI and 40% Maybank 1-month GIA rate.	(0.26)	8.40	6.06	(11.31)	(1.99)	6.86	(3.32)	0.77	3.41	4.49

* The Fund's performances are calculated on NAV per unit to NAV per unit basis.

Performance review:

For the financial year under review, the Fund recorded a return of 2.57% and outperformed the benchmark which recorded a negative return of 0.26% due to the implemented strategy's risk-off stance, specifically the tactical concentration in high-dividend-yielding equities.

Since its inception, the Fund recorded a total return of 86.94% outperforming its benchmark, which recorded a total return of 41.39%.

Distribution record:

	Financial year ended 30 September		
	2025	2024	2023
Gross distribution per unit (sen)	1.000	1.000	-
Net distribution per unit (sen)	1.000	1.000	-

Portfolio turnover ratio (PTR)

	Financial year ended 30 September		
	2025	2024	2023
PTR	0.65 times	0.49 times	0.63 times

The PTR for the latest financial year was higher than the previous financial year mainly due to the increase in portfolio rebalancing activities undertaken by the Fund.

PAST PERFORMANCE OF THE FUND IS NOT AN INDICATION OF ITS FUTURE PERFORMANCE

VALUATIONS AND EXITING FROM INVESTMENT

HOW OFTEN ARE VALUATIONS AVAILABLE?

The Fund will be valued at least once every Business Day. The valuation of the Fund will be conducted at the close of Bursa Malaysia for that Business Day.

From time to time, Unit Holders will be able to obtain the unit price of the Fund as published in the major newspaper and at our website**, www.kaf.com.my** to monitor their investments. Unit Holders may also obtain the latest NAV per unit by contacting the Manager directly.

HOW CAN YOU EXIT FROM THIS INVESTMENT AND WHAT ARE THE RISKS AND COSTS IN DOING SO?

Unit Holders may redeem their investments in the Fund by completing the prescribed repurchase request form and returning it to the Manager before the cut-off time of 4:00 p.m. on a Business Day. Any repurchase request received after 4:00 p.m. on a Business Day, will be considered to be received on the next Business Day.

There are no restrictions on the number of units a Unit Holders can redeem out of his investments and no restrictions on the repurchase frequency.

If following a repurchase request leaves the Unit Holder with less than 500 units or such other lower quantity as the Manager may decide from time to time (minimum investment balance), the Manager has the option to liquidate the balance of the units held in the Unit Holder's account and forward the proceeds to the Unit Holder.

Repurchase proceeds will be paid within seven (7) Business Days from the date on which the repurchase request is received by the Manager.

CONTACT INFORMATION

HOW CAN YOU CONTACT US?

To contact the Manager or to find out about the distribution channels of the Fund, you may call our customer service number: 03-9767 6000 at any time during our office hours: Mondays through Fridays from 9:00 a.m. – 5:30 p.m. or email your enquiries to **investmentfund@kaf.com.my** or visit our website, **www.kaf.com.my**.

HOW DO YOU LODGE A COMPLAINT?

1. For internal dispute resolution, you may contact:

(a)	via phone to	:	03-9767 6000
(b)	via fax to	:	03-9767 6001
(c)	via email to	:	**investmentfund@kaf.com.my**
(d)	via letter to	:	KAF Investment Funds Berhad
			Level 13, Menara IQ
			Lingkaran TRX, Tun Razak Exchange,
			55188 Kuala Lumpur

2. If you are dissatisfied with the outcome of the internal dispute resolution process, please refer your dispute to the **Financial Markets Ombudsman Service (FMOS)**:

(a)	via phone to	:	03-2272 2811
(b)	via online	:	**www.fmos.org.my** ("File A Complaint")
(c)	via letter/walk in	:	Financial Markets Ombudsman Service (FMOS)
		:	Level 14, Main Block
			Menara Takaful Malaysia
			No. 4, Jalan Sultan Sulaiman
			50000 Kuala Lumpur

3. You can also direct your complaint to the Securities Commission Malaysia (SC) even if you have initiated a dispute resolution process with FMOS. To make a complaint, please contact the SC's Consumer & Investor Office:

(a)	via phone to the Aduan Hotline at	:	03-6204 8999
(b)	via fax to	:	03-6204 8991
(c)	via email to	:	**aduan@seccom.com.my**
(d)	via online complaint form available at **www.sc.com.my**		
(e)	via letter to	:	Consumer & Investor Office
			Securities Commission Malaysia
			No 3 Persiaran Bukit Kiara
			Bukit Kiara
			50490 Kuala Lumpur

4. Federation of Investment Managers Malaysia (FIMM)'s Complaints Bureau:

(a)	via phone to	:	03-2092 3800
(b)	via fax to	:	03-2093 2700
(c)	via email to	:	**complaints@fimm.com.my**
(d)	via online complaint form available at **www.fimm.com.my**		
(e)	via letter to	:	Legal, Secretarial & Regulatory Affairs Federation of Investment Managers Malaysia 19-06-1, 6th Floor Wisma Tune No. 19 Lorong Dungun Damansara Heights 50490 Kuala Lumpur

GLOSSARY

Authorised tied agents	An individual who is duly registered with the Federation of Investment Managers Malaysia to market and distribute unit trust funds.
baitulmal	Refers to the treasury of a State Islamic Religious Council.
Bursa Malaysia	The stock exchange managed and operated by Bursa Malaysia Securities Berhad.
Business Day	A day on which Bursa Malaysia is open for trading.
EPF	Employees Provident Fund.
Fund	KAF Dana Alif.
IUTA	Institutional unit trust adviser registered with Federation of Investment Managers Malaysia.
MARC	Malaysian Rating Corporation Berhad.
Master Prospectus	Master prospectus dated 30 September 2023 and its supplementary master prospectus(es) (if any).
Net Asset Value or NAV	Means the value of all the fund's assets less the value of all the fund's liability at the valuation point.
RAM	RAM Rating Services Berhad.
RM	The lawful currency of Malaysia, Ringgit Malaysia.
SACSC	Means the Shariah Advisory Council of the Securities Commission Malaysia.
Unit Holders	The person registered for the time being as a holder of units in accordance with the provisions of the deed.