Factsheet
as at 30/06/2025

POLICY INVESTMENT

CORPORATE PROFILE

P.O.L.I.C.Y. Limited has been incorporated as a Public Limited Company on 15 June 1979 and was listed on the Stock Exchange of Mauritius on 07 December 1992.

INVESTMENT OBJECTIVES

- Provide shareholders with medium to long-term positive returns consisting of capital appreciation and dividends from a diversified investment portfolio of mainly foreign listed securities, not easily accessible to retail investors.
- Grow the Net Asset Value (NAV) of the Company in the long run by outperforming the benchmark (as per the Investment Policy Statement).

COMMENTS BY THE INVESTMENT ADVISOR

POLICY INVESTMENT PORTFOLIO – Q2 2025 COMMENTARY

P.O.L.I.C.Y. Limited (POLICY) closed the second quarter of 2025 with a Net Asset Value (NAV) of Rs 6.10 per share and declared an interim dividend of Rs 0.12 per share for the financial year, with payment expected on or about 24th July.

Following a volatile start to the year, global markets regained their positive momentum in Q2, supporting investor sentiment. POLICY's portfolio benefited from this rebound, delivering a gross return of 2.5% for the quarter. The portfolio remains globally diversified, and performance continues to be underpinned by high-quality holdings and broad regional exposure. Portfolio activity remained relatively muted amid ongoing uncertainties related to global trade tensions and geopolitical developments.

MAURITIAN HOLDINGS: NAVIGATING BUDGET TURBULENCE

POLICY holds MUR 407 million in Mauritian equities, which faced notable pressure following the Mauritian Governments national budget in June. The introduction of significant tax reforms—particularly the proposed "Fair Share Contribution" levy—sparked market concerns, especially within the financial sector, due to potential impacts on corporate profitability and future dividends. However, we believe these effects will be transitory and unlikely to alter the dividend strategies of large financial institutions that remain focused on long-term growth in the value of their equity. Encouragingly, POLICY's largest domestic holding, MCB Group, announced a stronger-than-expected dividend, which was positively received by investors.

INTERNATIONAL MARKETS: EMBRACING RISK-ON SENTIMENT

Global equity markets rallied during the quarter, led by U.S. equities amid sustained investor enthusiasm around artificial intelligence and resilient economic indicators. The S&P 500 posted sharp gains, with large-cap technology stocks outperforming. POLICY's holdings in NVIDIA (+44%), Taiwan Semiconductor Manufacturing (+35%), and Microsoft (+31%) were among the top contributors during the quarter.

Supportive inflation data and growing expectations of interest rate cuts in 2025 further bolstered risk assets. In Europe, performance was mixed, though opportunities emerged in defensive sectors. Meanwhile, Asian markets—particularly Japan and India—demonstrated relative strength. POLICY's existing global positions continued to deliver solid returns and remain a core driver of performance.

FOCUSED ON RESILIENCE AND LONG-TERM VALUE

As we enter the second half of 2025, signs of stabilising financial conditions are emerging, but caution remains warranted given persistent geopolitical risks, trade policy uncertainty, and the potential for economic deceleration. Through active and disciplined portfolio management, POLICY is well positioned to navigate evolving market conditions.

Investor interest in POLICY continues to grow, reflecting recognition of its measured strategy and diversified positioning. The Board and Investment Advisor remain committed to enhancing transparency, strengthening communication, and reinforcing POLICY's presence on the Mauritian stockmarket.

P.O.L.I.C.Y. LIMITED | BRN: C07003144 | Registered office address: c/o SILEO Corporate Services Ltd, Office 005, Ground Floor, Les Fascines B, Vivéa Business Park, Moka, Mauritius

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POLICY INVESTMENT

NET ASSET VALUE (NAV)

Rs6.10

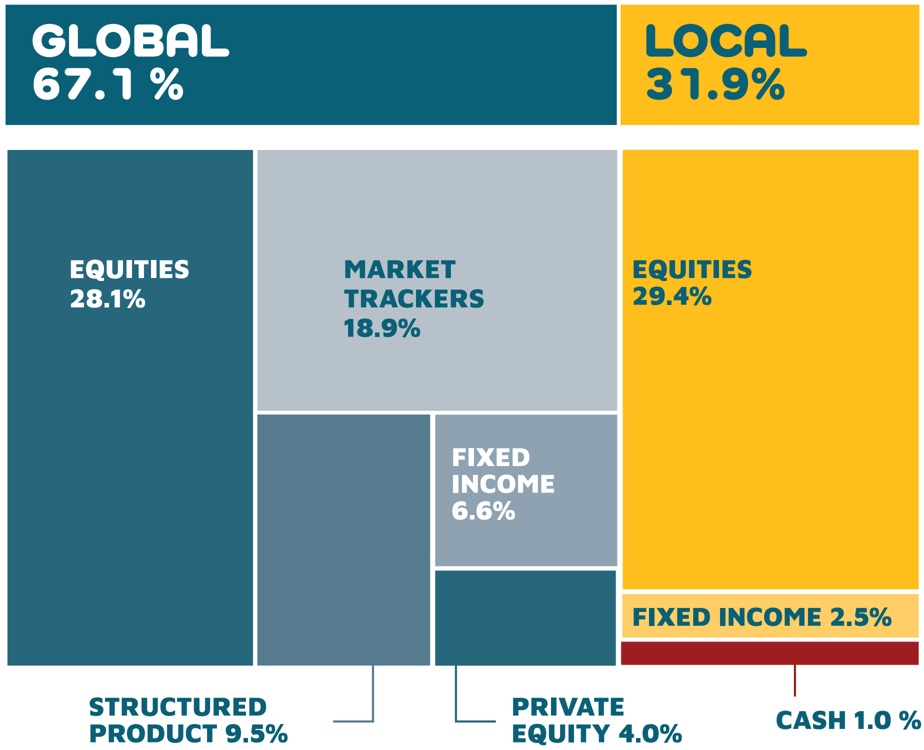
SHARE PRICE

Rs3.34

DISCOUNT TO NAV

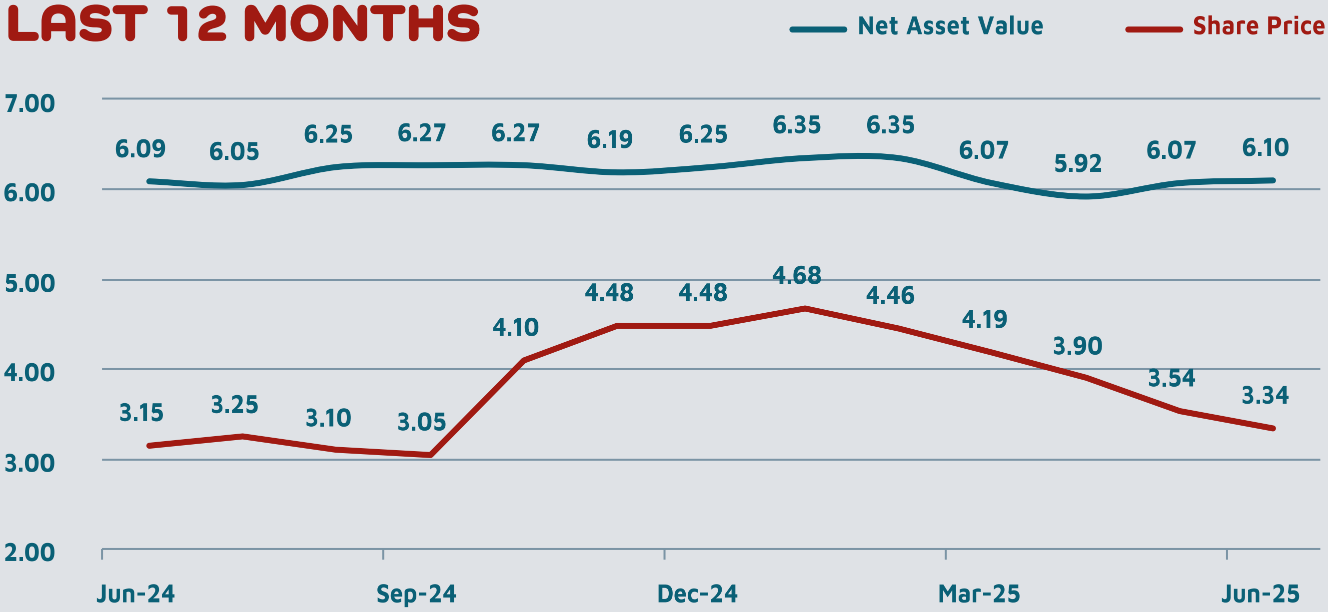
45%

POLICY'S PORTFOLIO



Disclaimer: This factsheet and the above performance figures have been computed using statements provided by the Company which are deemed to be accurate. Past performance is not a guide to future performance.

LAST 12 MONTHS



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