

Factsheet

as at 31/03/2026



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

INTERNATIONAL MARKETS: GEOPOLITICAL SHOCK AND SECTOR DIVERGENCE

Markets in March were driven by a sharp rise in geopolitical tensions following US-Israeli airstrikes on Iran and the closure of the Strait of Hormuz, which subsequently disrupted the supply of oil globally. Oil prices surged, with Brent crude rising 55% over the month - its largest monthly gain on record - sending shockwaves across every asset class. Higher energy costs have led investors to reassess risk, with a clear divide across sectors. Energy was the only sector that showed positive returns over the month, while growth sectors particularly technology came under pressure. In the US, performance was mixed. The S&P 500 declined 5.1% and the NASDAQ fell 4.9% while the Dow Jones declined by 5.4%. The Federal Reserve kept rates unchanged at 3.75% and signalled a cautious outlook, with rate cut projections changing from two to now only one cut amid rising uncertainty and inflation risks.

Outside the US, markets weakened more broadly. The FTSE 100 fell 6.7%, the Euro Stoxx 50 dropped 9.3%, and Japan's Nikkei 225 declined 13.2%, while India's Nifty 50 was down about 11.3% amid concerns within the region and renewed inflation concerns.

MAURITIAN HOLDINGS: FURTHER SOFTENING AMID EXTERNAL CHALLENGES

The Mauritian equity market continued to weaken in March, extending a downward trend that began in late 2025, with banking stocks leading the losses. MCB Group Ltd, the largest stock in the index and the portfolio, was down -6.3% at the end of March hitting a low of Rs 400. The lack of liquidity amplifies SEMDEX's weakness in times of global sell-off, like seen last month.

The Mauritian Rupee reached its weakest point over at least the last twelve months before BoM intervened to strengthen the rupee although the USDMUR ended weaker on the month.

PERFORMANCE SUMMARY & OUTLOOK

P.O.L.I.C.Y., posted a Net Asset Value (NAV) of Rs 6.20 per share in March, representing a decrease of 3.7% from the previous month which was nevertheless a better performance than that of major global indices mentioned above. The degree of the portfolio's diversification and the decision to tactically reduce equity allocation last year contributed to outperform local & international equity indices over the month.

Over the past quarters, the portfolio allocations have been adjusted in anticipation of a market pullback. The reduction in equity exposure, with proceeds reallocated to cash and short-term fixed income instruments, provided a cushion during last month's volatility. Despite P.O.L.I.C.Y.'s market outlook, the prevailing geopolitical uncertainty warranted a disciplined and cautious stance, leading us to refrain from immediate repositioning during the pullback. However, recent developments and the ceasefire have created sufficient support to begin gradually increasing equity exposure, while remaining selective and cautious.

An experienced approach and proven management style leave POLICY Ltd well positioned in the current environment as we believe that the markets have bottomed and we are likely to see a pick-up in equity markets.

Geopolitical risks remain a headwind to financial markets although an expected second round effects on inflation and economic growth are likely to be the main focus for investors.

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NET ASSET VALUE (NAV)



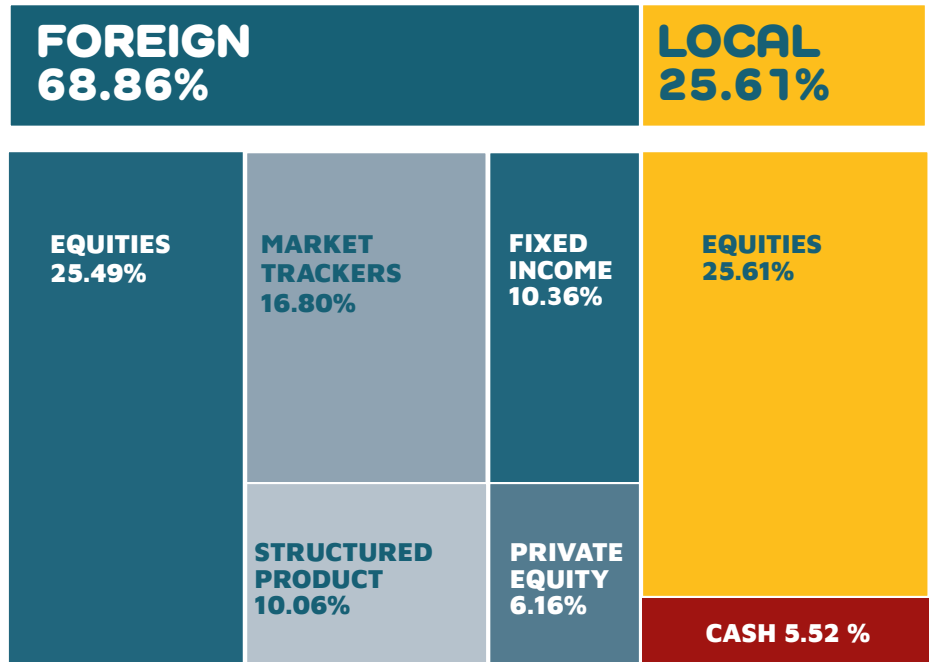
SHARE PRICE



DISCOUNT TO NAV



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

