

Factsheet

as at 31/01/2026



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: POLICY RISKS AND MARKET RESILIENCE

January highlighted that trade rhetoric continues to be a key market risk. Despite tariff-related concerns having eased late last year, comments from President Trump spelling out possible US reaction to Europe's support for Greenland reintroduced uncertainty. Although the tone was later softened, markets were reminded that existing trade agreements with the U.S. offer limited protection from renewed pressure. The result was a broad sell-off in the U.S. dollar, with GBP/USD and EUR/USD reaching their highest levels since 2021, while gold peaked at \$5,600. These developments, alongside earlier tensions around Venezuela, marked the first signs of fragility in financial markets despite equities ending the month higher.

Tech lagged this month, while performance among the Magnificent Seven was mixed. Several mega-cap earnings releases toward month-end weighed on sentiment, as companies struck a cautious tone on the outlook for the coming quarters. In macro news, the Fed held rates steady at its January meeting, and markets responded positively to Trump's final nomination of Kevin Warsh as the next Fed chair.

Regionally, the FTSE 100 rose around 2.5% in January, supported by strong performances in banking and defence stocks and encouraging early Q4 earnings. The Euro Stoxx 50 posted modest gains, briefly reaching a record high before consolidating, led by banks and industrials. In Asia, the Nikkei 225 outperformed, hitting multiple record highs and ending the month up approximately 6%, supported by cyclical momentum and favourable domestic policy dynamics.

MAURITIAN HOLDINGS: CHALLENGING CONDITIONS PERSIST

The Mauritian stock market remains under pressure, with stubborn liquidity constraints exacerbating recent weakness. The SEMDEX declined 1.4% over the month, and only four stocks ended in positive territory. Foreign investors continue to be net sellers, as higher taxes on corporates (particularly banks) have raised concerns about the impact on future dividend payouts and the overall attractiveness of the market.

PERFORMANCE SUMMARY & OUTLOOK

POLICY's Net Asset Value softened to Rs. 6.29 per share in January, reflecting a contraction of 1.9% from the previous month. The appreciation of the MUR by approximately 1.8% and weakness in local equities weighed on performance, while returns on foreign exposures were mostly flat.

POLICY's approach to portfolio construction and risk management helped navigate the geopolitical swings seen during the month, the reduction in equity exposures and investment in short dated government bills during the previous quarter helped protect capital as the market pulled back. Some of these funds have been redeployed to buy shares which looked cheap in the market pull back. POLICY maintains a positive yet prudent stance on international markets.

The Board, with the extended support of its service providers, remains fully committed to transparent communication and close investor engagement.

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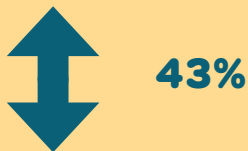
NET ASSET VALUE (NAV)



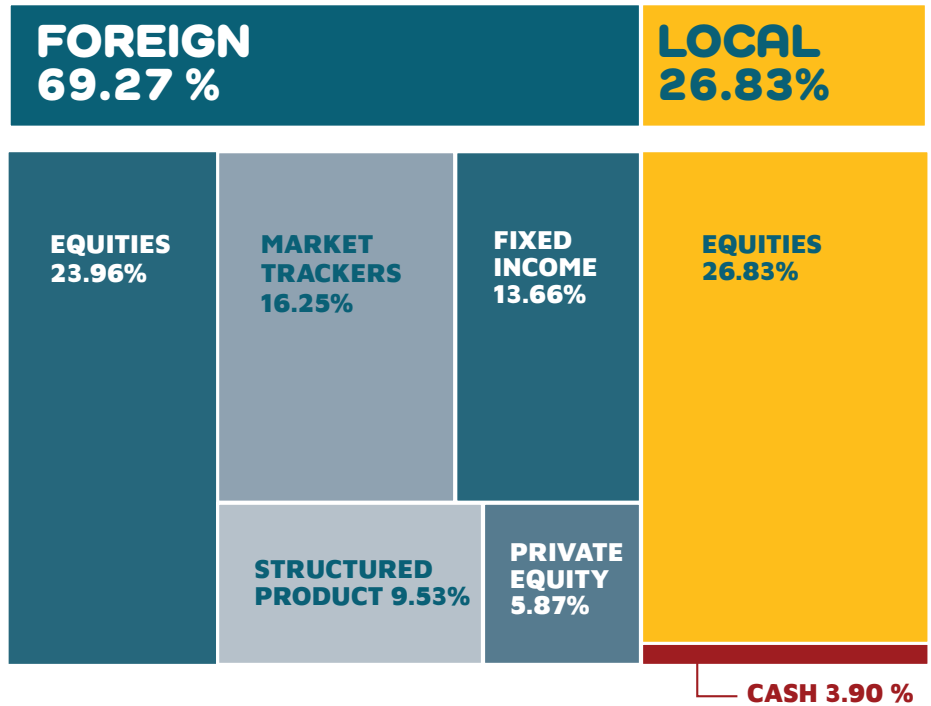
SHARE PRICE



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

