



UNAUDITED INTERIM QUARTERLY CONDENSED FINANCIAL STATEMENTS

STATEMENT OF PROFIT AND LOSS AND OTHER COMPREHENSIVE INCOME FOR THE PERIOD ENDED 30 JUNE 2023

	Unaudited Three months to 30-Jun-23	Unaudited Six months to 30 June 2023	Unaudited Three months to 30-Jun-22	Unaudited Six months to 30 June 2022
	Rs'000	Rs'000	Rs'000	Rs'000
Income	8,261	8,645	5,770	6,727
Expenses	(3,583)	(6,901)	(2,533)	(5,420)
Profit before finance costs	4,678	1,744	3,237	1,307
Net foreign exchange gain/(losses)	13	704	(619)	(2,307)
Finance costs	-	-	-	-
Profit/(loss) before income tax	4,691	2,448	2,618	(1,000)
Taxation	(59)	(59)	3	(1)
Profit/(loss) for the quarter	4,632	2,389	2,621	(1,001)
Other comprehensive income/(loss) for the period, net of tax	41,212	124,239	(145,754)	(203,542)
Comprehensive income/(loss) for the quarter	45,844	126,628	(143,133)	(204,543)
Basic earnings per share for the period - (Rs.)	0.02	0.01	0.01	(0.00)
Dividend per share - (Rs.)	-	0.10	-	-
No. of shares in issue and ranking for dividends	226,986,672	226,986,672	226,986,672	226,986,672

STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 30 JUNE 2023

	Unaudited As at 30 June 2023	Audited As at 31 December 2022
	Rs'000	Rs'000
Net cash (used in)/ from operating activities	(1,023)	46,881
Net cash from/(used in) investing activities	30,075	(106,552)
Net cash used in financing activities	(22,225)	(20,564)
Decrease in cash and cash equivalents	6,827	(80,235)
Movement in cash and cash equivalents		
At 1 January	5,846	86,081
Increase/(decrease) in cash and cash equivalents	6,827	(80,235)
Effect of exchange difference on cash and cash equivalents	237	-
At 30 June	12,910	5,846

BASIS OF ACCOUNTING

The financial statements comply with International Financing Reporting Standards and are prepared under the historical cost convention as modified by the fair valuation of financial assets at fair value through other comprehensive income ("FVTOCI").

COMMENTS

- (i) The change in the Net Assets Value per share at 30 June 2023 (Rs 5.39) as compared to 31 December 2022 (Rs 4.94) resulted mainly from an increase in the values of the investments. Further details on the performance of the company are explained in the factsheet at 30 June 2023.
- (ii) Capital and reserves stood at Rs. 1.23 billion at 30 June 2023 compared to Rs. 1.12 billion at 30 June 2022.

STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2023

	Unaudited 30 June 2023	Unaudited 30 June 2022	Audited 31 December 2022
	Rs'000	Rs'000	Rs'000
ASSETS			
Non-current assets	1,202,984	1,054,822	1,098,665
Current assets	27,019	71,406	24,532
Total assets	1,230,003	1,126,228	1,123,197
EQUITY AND LIABILITIES			
Capital and reserves	1,224,458	1,123,297	1,120,529
Current liabilities	5,545	2,931	2,668
Total equity and liabilities	1,230,003	1,126,228	1,123,197
Net asset value per share - (Rs)	5.39	4.95	4.94
No. of shares used in calculation	226,986,672	226,986,672	226,986,672

STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 30 JUNE 2023

	Share capital	Share premium	Fair value reserve	Retained earnings	Total Equity
	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000
At 01 January 2022	226,987	5,217	457,950	637,686	1,327,840
Comprehensive income	-	-	-	(1,001)	(1,001)
Profit for the period	-	-	(203,542)	-	(203,542)
Loss for the period	-	-	(82,617)	82,617	-
Other comprehensive income for the period	-	-	(82,617)	82,617	-
Transfer of fair value reserve of equity instruments designated at FVTOCI on disposal	-	-	(82,617)	82,617	-
Total comprehensive income for the period	-	-	(286,159)	81,616	(204,543)
Transaction with owners	-	-	-	-	-
Dividends	-	-	-	-	-
At 30 June 2022	226,987	5,217	171,791	719,302	1,123,297
At 01 January 2023	226,987	5,217	158,330	729,995	1,120,529
Comprehensive income	-	-	-	2,389	2,389
Profit for the period	-	-	124,239	-	124,239
Other comprehensive income for the period	-	-	(484)	484	-
Transfer of fair value reserve of equity instruments designated at FVTOCI on disposal	-	-	123,755	2,873	126,628
Total comprehensive income for the period	-	-	-	(22,699)	(22,699)
Transaction with owners	-	-	-	-	-
Dividends	-	-	-	-	-
At 30 June 2023	226,987	5,217	282,085	710,169	1,224,458

By Order of the Board
SILEO Corporate Services Ltd
Secretary
09 August 2023

This communiqué is issued pursuant to Listing Rule 12.20 and Securities Act 2005.

The Board of Directors of P.O.L.I.C.Y. Limited accepts full responsibility for the accuracy of the information contained in these financial statements. Copies of the full financial statements and the statement of direct and indirect interests of the Company, pursuant to Rule 8(2)(m) of the Securities (Disclosure Obligations of Reporting Issuers) Rules 2007, are available to the public, free of charge, at the registered office of the Company, c/o SILEO Corporate Services Ltd, Office GF001 1827, Vivea Business Park, Moka.

The auditors of the Company are Ernst & Young.

P.O.L.I.C.Y. Limited

An investment company, listed on the Official Market of the Stock Exchange of Mauritius

Corporate Profile

- P.O.L.I.C.Y Limited is an investment company and was established as a public limited liability company on June 15, 1979.
- The Company's shares were admitted to the Official List of the Stock Exchange of Mauritius on December 07, 1992.

Investment Objective

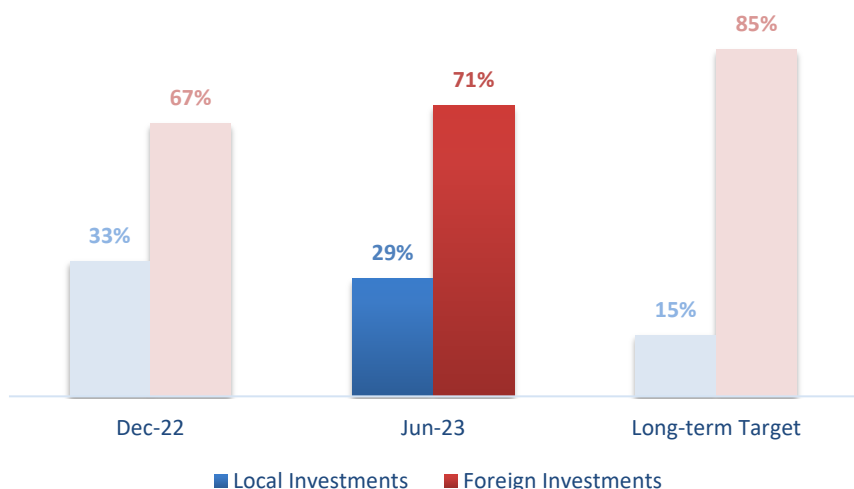
- ✓ Provide investors with long-term returns consisting mainly of capital appreciation and dividends through a diversified investment portfolio not readily accessible to retail investors.
- ✓ Grow the Net Asset Value (NAV) of the Company in the long run by outperforming the agreed benchmark.

Investment Strategy

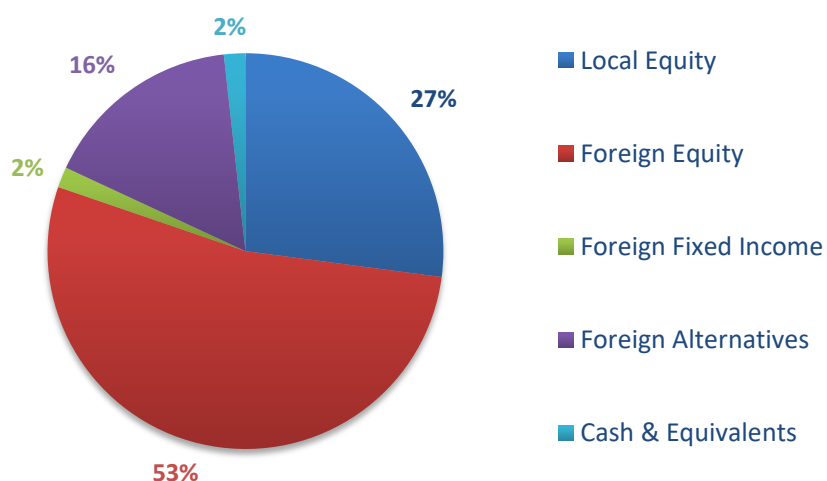
- Invest a maximum of 85% of its total assets overseas (in line with the Investment Policy Statement dated early 2021).
- Foreign investments are made across different asset classes through products with a good medium-term track record.
- Regular investment monitoring by the Investment Committee.

Asset Allocation

Asset Allocation Evolution



Portfolio Breakdown



Factsheet as at 30 June 2023

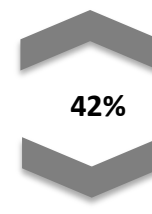
Net Asset Value (NAV)



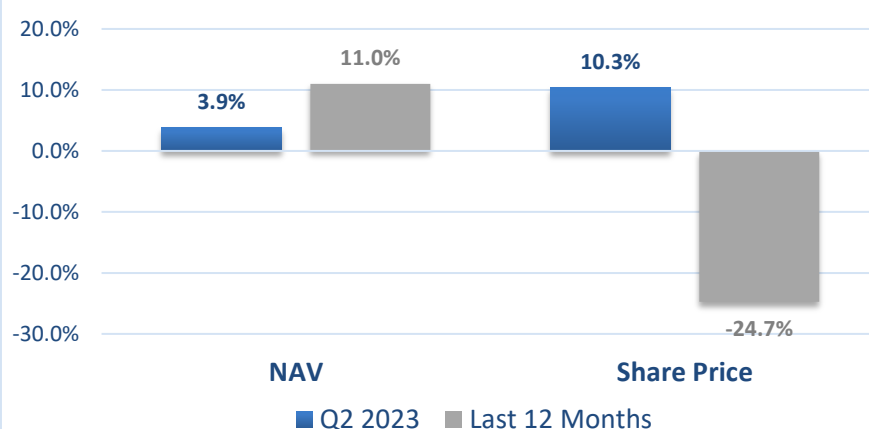
Share Price



Discount to NAV



Holding Period Return

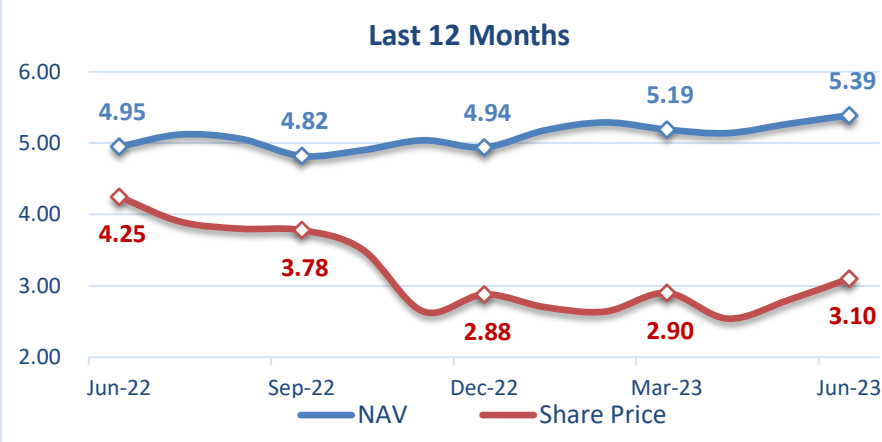


Note:

Performance figures for NAV and Share Price above are inclusive of dividends.

At end-June, the market capitalisation of the Company amounted to MUR 0.70bln. The total NAV stood at around MUR 1.22bln.

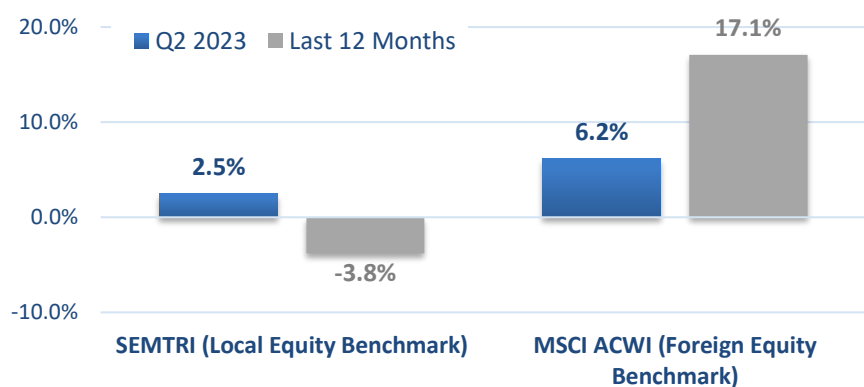
Evolution of NAV & Share Price



Top 10 Holdings

Instrument	Allocation
MCB Group Ltd	22%
Fundsmith Global Equity Fund	7%
T. Rowe Price Global Focus Fund	6%
Investec Global Leaders Portfolio	6%
Capital Group New Perspective Fund	6%
Sands Capital Global Growth Fund	6%
Goldman Sachs Global Millenials Equity Portfolio	5%
SBM Capital Protected Note	4%
Carlyle Direct Alternative Opportunities Fund	4%
Fisher Investments Small Cap Core Equity Fund	3%
Total	69%

Performance of Market Indices (in MUR)



Market Review

Foreign equities posted a strong second quarter, with the advance led by developed markets, notably the US. Emerging markets lagged behind. Enthusiasm over Artificial Intelligence (AI) boosted technology stocks and performance was dominated by the “Magnificent 7” companies during the quarter. The MSCI All Country World Index (the foreign equity benchmark of the Company) gained around 6.2% in MUR terms.

After a negative start towards the beginning of 2023, the second quarter of the year was positive for the local stock market. Many local companies (especially in the tourism and banking sectors) published strong financial results for the first quarter of the year. The SEMTRI gained 2.5% during the quarter.

Quarterly Commentary & Outlook

Supported by gains in both its local and foreign investments, the NAV of P.O.L.I.C.Y. Limited continued on its upward trend to close the quarter at Rs 5.39. For the quarter, the NAV rose by 3.9% (in MUR terms). Moreover, post quarter, the share price had risen further by 15.5% to close the month of July at MUR 3.58.

Although technology stocks have been performing well this year, the Company will continue to maintain a diversified portfolio across various sectors and markets. This will help it to better balance the potential high volatility of technology stocks with other opportunities. Growth stocks are currently highly outperforming value stocks, which is a complete reversal of the situation witnessed in 2022. The Company should benefit from this trend given its important exposure to growth stocks. We also note that the US economy continues to defy recession fears, with its GDP growing at an annualised rate of 2.4% during the second quarter of the year. This should be positive for global stocks.

The Board moreover continues to actively look at products which place focus on ESG or sustainability. In addition, the Company’s top holding MCB Group remains well positioned to benefit once there is a pick up in the local stock market indices.



For more information, please email:
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