

**STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2021**

	Audited as at 31 December 2021	Audited as at 31 December 2020
	Rs'000	Rs'000
<b>ASSETS</b>		
Non-current assets	1,208,916	1,020,249
Current assets	143,297	118,047
<b>Total assets</b>	<b>1,352,213</b>	<b>1,138,296</b>
<b>EQUITY AND LIABILITIES</b>		
Capital and reserves	1,327,842	1,134,423
Current liabilities	24,371	3,873
<b>Total equity and liabilities</b>	<b>1,352,213</b>	<b>1,138,296</b>
Net asset value per share - (Rs)	5.85	5.00
No. of shares used in calculation	226,986,672	226,986,672

**STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE YEAR ENDED 31 DECEMBER 2021**

	Audited Year to 31 December 2021	Audited Year to 31 December 2020
	Rs'000	Rs'000
<b>Income</b>	<b>26,271</b>	<b>6,857</b>
Profit / (Loss) before finance costs	18,076	(3,989)
Net foreign exchange losses	(1,450)	(1,241)
Finance costs	(2)	(130)
Profit / (loss) before income tax	16,624	(5,360)
Taxation	(49)	(21)
Profit / (loss) for the year	16,575	(5,381)
Other comprehensive income for the period, net of tax	215,432	(270,312)
<b>Comprehensive income for the period</b>	<b>232,007</b>	<b>(275,693)</b>
Basic earnings per share for the period - (Rs.)	0.07	(0.02)
Dividends per share - (Rs.)	0.17	(0.07)
No. of shares in issue and ranking for dividends	226,987,672	226,987,672

**STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31 DECEMBER 2021**

	Share capital	Share premium	Fair value reserve	Retained earnings	Total Equity
	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000
At 01 January 2021	226,987	5,217	431,902	470,317	1,134,423
Comprehensive income	-	-	-	16,575	16,575
Other comprehensive income for the year	-	-	215,432	-	215,432
Transfer of fair value reserve of equity instruments designated at FVTOCI on disposal	-	-	(189,381)	189,381	-
Total comprehensive income for the year	-	-	26,051	205,956	232,007
Transaction with owners	-	-	-	(38,588)	(38,588)
Dividends	-	-	-	(38,588)	(38,588)
At 31 December 2021	226,987	5,217	457,953	637,685	1,327,842
At 01 January 2020	226,987	5,217	831,253	362,548	1,426,005
Comprehensive income	-	-	-	(5,381)	(5,381)
Loss for the year	-	-	-	(5,381)	(5,381)
Other comprehensive income for the year	-	-	(270,312)	-	(270,312)
Transfer of fair value reserve of equity instruments designated at FVTOCI on disposal	-	-	(129,039)	129,039	-
Total comprehensive income for the period	-	-	(399,351)	123,658	(275,693)
Transaction with owners	-	-	-	(15,889)	(15,889)
Dividends	-	-	-	(15,889)	(15,889)
At 31 December 2020	226,987	5,217	431,902	470,317	1,134,423

**STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 DECEMBER 2021**

	Audited Year to 31 December 2021	Audited Year to 31 December 2020
	Rs'000	Rs'000
<b>Operating activities</b>		
Net cash used in operating activities	(25,770)	(61,015)
<b>Investing activities</b>		
Net cash generated from investing activities	56,811	76,294
<b>Financing activities</b>		
Net cash used in financing activities	(18,026)	(16,019)
Increase in cash and cash equivalents	(13,016)	(740)
Movement in cash and cash equivalents		
At 1 January	73,065	73,805
Increase in cash and cash equivalents	13,016	(740)
At 30 September	86,081	73,065

**NOTES TO THE ABRIDGED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021**

**AUDITED ABRIDGED FINANCIAL STATEMENTS**

The Directors are pleased to present the audited abridged financial statements of the Company for the year ended 31 December 2021.

**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') and financial assets at fair value through profit or loss 'FVTP'.

**COMMENTS AND REVIEW**

- (i) The change in the Net Assets Value per share at 31 December 2021 (Rs 5.85) as compared to 31 December 2020 (Rs 5.00) resulted from an increase in the market price of the shares of investment portfolio. Further details on the performance of the company are explained in the factsheet at 31 December 2021.
- (ii) Capital and reserves stood at Rs. 1.33 billion at 31 December 2021 compared to Rs. 1.13 billion at 31 December 2020.
- (iii) Dividends per share were as follows:

	2021	2020
	Rs	Rs
Interim	0.08	0.07
Final	0.09	-
<b>Total Dividends</b>	<b>0.17</b>	<b>0.07</b>

By Order of the Board  
SILEO Corporate Services Ltd  
Secretary

25 March 2022

This communique 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.

**FACTSHEET AS AT 31 DECEMBER 2021**

**Investment Objective**

P.O.L.I.C.Y. Ltd is a closed-end fund, listed on the Official Market of Stock Exchange of Mauritius. The Company aims to provide investors with long-term returns consisting of dividends and capital appreciation through a diversified investment portfolio.

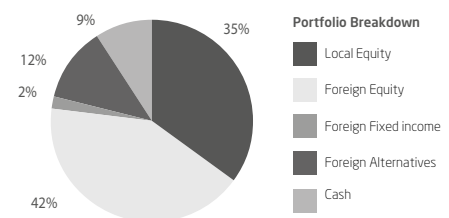
The Company will seek to grow the Net Asset Value (NAV) of the Company in the long run by outperforming the agreed benchmark.

**Investment Strategy**

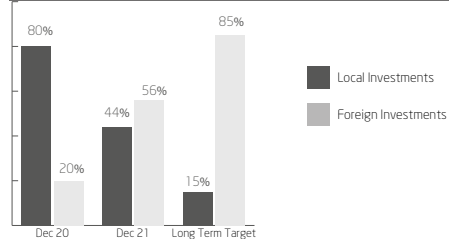
The Company aims to invest a maximum of 85% of its total assets overseas. Foreign investments are made across different asset classes through highly rated and well performing products, which are not always accessible to individual investors.

Performance monitoring is regularly done by the Investment Committee, with the help of the investment advisors (Aon Solutions Ltd).

**Allocation as at end-December 2021**



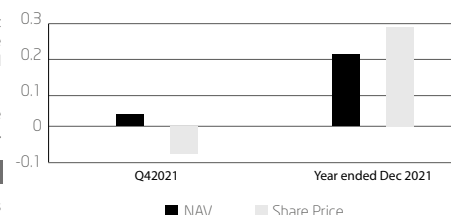
**Asset Allocation Evolution**



**Market Update - As at 31 December 2021**

Market	2021	2020	2019	2018
<b>Local Stock Market Performance</b>				
SEMTRI	31.1%	-23.4%	1.4%	3.7%
<b>Foreign Stock Market Performance</b>				
MSCI ACWI	30.7%	25.9%	34.2%	7.7%

**Holding Period Return**



Note: NAV Performance is inclusive of dividends.

**Instrument % of portfolio**

Top 3 Local Investment Holdings	
MCB Group Ltd	28.0%
Phoenix Beverages Ltd	1.6%
MUA Ltd	1.4%
Top 3 Foreign Investment Holdings	
Sands Capital Global Growth Fund	7.4%
Fundsmith Global Equity Fund	7.3%
T. Rowe Price Global Focus Fund	6.6%

**Outlook**

The Company continues to carefully look for attractive investment opportunities which could potentially improve risk-adjusted returns in the medium to long term. Focus will remain on gradually increasing exposure to overseas assets via well-rated and highly performing products.

The volatility prevailing in the major financial markets during 2022 could moreover present additional opportunities to make investments at attractive entry levels.

**Historical Share Price and NAV (end of month)**

Period ending	Dec-21	Sep-21	Jun-21	Mar-21
Share price	5.12	5.54	4.34	3.66
NAV*	5.85	5.75	5.55	4.85
Discount	12.5%	3.7%	21.8%	24.5%

\* End of year NAV is as per audited figures, otherwise as published on the SEM.

As at 31 December 2021, the market capitalisation of P.O.L.I.C.Y. Ltd amounted to MUR1.16 bln whilst the NAV was around MUR1.33bln.

For more information, please send an email to: [Investment@aonhewitt.mu](mailto:Investment@aonhewitt.mu)

[www.policylimited.mu](http://www.policylimited.mu)

Disclaimer: This Factsheet is provided by Aon Solutions Ltd (Aon). Aon has computed the above performance figures using statements provided by the Company which are deemed to be accurate. Past performance is not a guide to the future. Any views or opinions expressed herein do not constitute investment advice or an offer or invitation to buy or sell any shares in the Company. Any views stated in this report regarding future prospects (forward looking statements) may not be realised and may be subject to change.