

P.O.L.I.C.Y. Unaudited interim quarterly condensed financial statements

L I M I T E D

	Unaudited as at 30 June 2021	Unaudited as at 30 June 2020	Audited as at 31 December 2020
	Rs'000	Rs'000	Rs'000
ASSETS			
Non-current assets	1,075,211	1,101,992	1,020,249
Current assets	194,908	81,957	118,047
Total assets	1,270,119	1,183,949	1,138,296
EQUITY AND LIABILITIES			
Capital and reserves	1,266,591	1,140,633	1,134,423
Current liabilities	3,528	43,316	3,873
Total equity and liabilities	1,270,119	1,183,950	1,138,296
Net asset value per share - (Rs)	5.58	5.09	5.00
No. of shares used in calculation	226,986,672	226,986,672	226,986,672

	Unaudited Three months to 30 June 2021	Unaudited Six months to 30 June 2021	Unaudited Three months to 30 June 2020	Unaudited Six months to 30 June 2020
	Rs'000	Rs'000	Rs'000	Rs'000
Income	11,498	12,052	3,021	3,507
Profit/(loss) before finance costs	9,627	7,099	943	(1,195)
Net foreign exchange gains/(losses)	1,273	752	9	(2)
Finance costs	(1)	(1)	-	-
Gain on fair value of financial assets designated at FVTPL	2,564	2,564	-	-
Profit/(loss) before taxation	13,463	10,414	952	(1,198)
Taxation	(8)	(8)	(5)	(5)
Profit/(loss) for the period	13,455	10,406	947	(1,203)
Other comprehensive income for the period, net of tax	151,189	121,756	88,213	(268,280)
Comprehensive income for the period	164,644	132,162	89,160	(269,483)
Basic earnings per share for the period - (Rs.)	0.06	0.05	0.00	(0.01)
Dividends per share - (Rs.)	-	-	0.07	0.07
No. of shares in issue and ranking for dividends	226,986,672	226,986,672	226,986,672	226,986,672

	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	431,899	470,326	1,134,429
Comprehensive income	-	-	-	10,406	10,406
Profit for the period	-	-	-	121,756	121,756
Other comprehensive income	-	-	-	(115,946)	(115,946)
Transfer of fair value reserve of equity instruments designated at FVTOCI on disposal	-	-	(115,946)	115,946	-
Total comprehensive income for the period	-	-	5,810	126,352	132,162
Transaction with owners	-	-	-	-	-
Dividends	-	-	-	-	-
At 30 June 2021	226,987	5,217	437,709	596,678	1,266,591
At 01 January 2020	226,987	5,217	891,253	362,548	1,426,005
Comprehensive income	-	-	-	(1,203)	(1,203)
Loss for the period	-	-	-	(268,280)	(268,280)
Other comprehensive income	-	-	-	(1,203)	(269,483)
Total comprehensive income for the period	-	-	-	(1,203)	(269,483)
Transaction with owners	-	-	-	(15,889)	(15,889)
Dividends	-	-	-	345,456	1,140,633
At 30 June 2020	226,987	5,217	562,973	345,456	1,140,633

	Unaudited Six months to 30 June 2021	Unaudited Six months to 30 June 2020
	Rs'000	Rs'000
Operating activities		
Net cash generated from/(used in) operating activities	1,223	(11,254)
Investing activities		
Net cash generated from/(used in) investing activities	51,554	(7,563)
Financing activities		
Net cash used in financing activities	(1)	-
Increase/(decrease) in cash and cash equivalents	52,776	(18,827)
Movement in cash and cash equivalents		
At 1 January	73,065	73,805
Increase/(decrease) in cash and cash equivalents	52,776	(18,827)
Effect of exchange difference on cash and cash equivalents	752	30
At 30 June	126,593	55,008

NOTES TO THE CONDENSED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 JUNE 2021

BASIS OF ACCOUNTING
The unaudited interim quarterly condensed financial statements have been prepared using the same accounting policies set out in the statutory financial statements of the Company for the year ended 31 December 2020.

COMMENTS AND REVIEW
(i) The change in the Net Assets Value per share at 30 June 2021 (Rs 5.58) as compared to 31 December 2020 (Rs 5.00) and 30 June 2020 (Rs 5.03) resulted mainly due to the increase in share price of its top investment, MCB Group Limited.
(ii) Capital and reserves stood at Rs. 1.27 billion at 30 June 2021 compared to Rs. 1.14 billion at 30 June 2020.
(iii) During the quarter under review, the Company's top investment, MCB Group Limited had declared an interim dividend of Rs 7.25 per ordinary share.

By Order of the Board
Oorian Corporate Administrators Limited
Secretary

12 August 2021

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

The Board of Directors of POLICY 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 Oorian Corporate Administrators Limited, 6th Floor, Tower A, 1 CyberCity, Ebene.

The auditors of the Company are Ernst & Young

FACTSHEET AS AT 30 JUNE 2021

Investment Objective

POLICY 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.

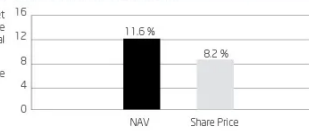
The Company will seek to grow the Net Asset Value (NAV) of the Company in the long run by outperforming the agreed benchmark.

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).

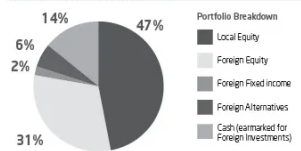
Year-to-date NAV Performance



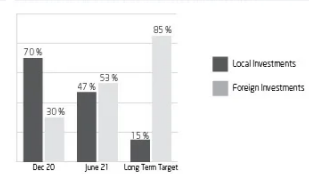
Instrument

Instrument	% of portfolio
Top 3 Local Investment Holdings	
MCB Group Ltd	30.4%
MJA Ltd	3.7%
ABC Banking Ltd	2.9%
Top 3 Foreign Investment Holdings	
Sands Capital Global Growth Fund	7.7%
Fundsmith Global Equity Fund	7.1%
T. Rowe Price Global Focus Fund	6.9%

Allocation as at end-June 2021



Asset Allocation Evolution as at end-June 2021



Historical Share Price and NAV (end of month)

Quarter ended	Jun-21	Mar-21	Dec-20	Sep-20
Share Price	4.34	3.66	4.01	4.00
NAV	5.58	4.86	5.00	4.66
Premium/(Discount)	-22.2%	-24.7%	-19.8%	-14.2%

At end-June 2021, the market capitalisation of POLICY Ltd stood at around MUR 985m whilst the NAV was around MUR 1.26bn.

Market Update - As at 30 June 2021

	Local Stock Market Performance	Foreign Stock Market Performance	Year-to-date	2020	2019	2018
Local market	SEMTRI		14.3%	-23.4%	1.4%	3.7%
Foreign market	MSCIACWI		21.4%	25.9%	34.2%	7.7%

Outlook

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

investment@aonhewitt.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.

Proof was Signed Off on 11-08-21 17:51 by Shanawaz Hossen

