



Sub-Saharan
■ Investment ■
Conference

17th March 2009



Introduction about IPRO



- Independent investment management services company based in Mauritius and Botswana
- > MUR 3 billion (US\$ 100 million) AUM
- Strong shareholders

Our Funds



- ❑ POLICY Limited
- ❑ Ipro Growth Fund
- ❑ African Markets Leaders
- ❑ Wealth management

Brief History



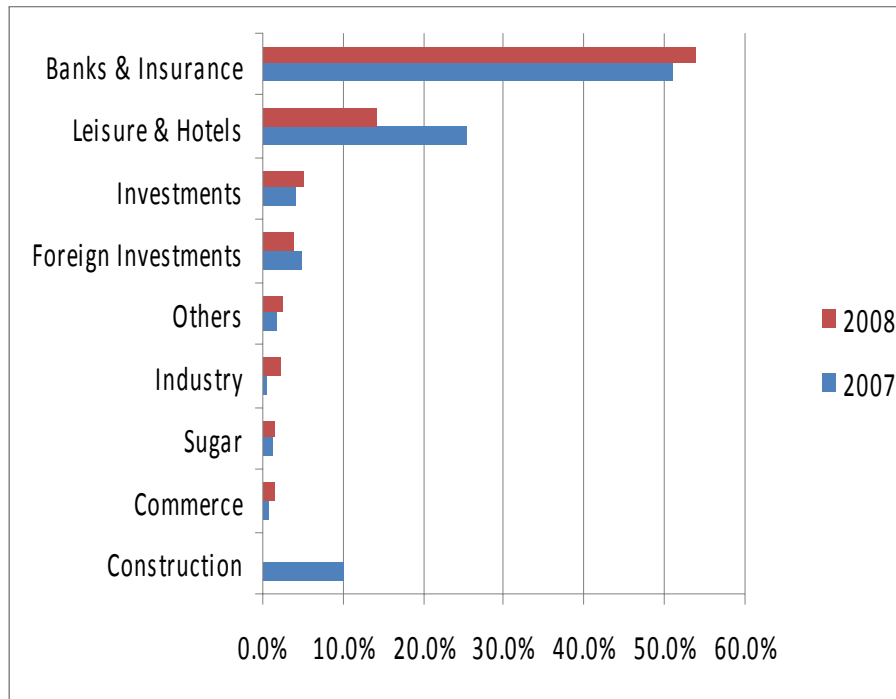
- ❑ 1979 "Property Ownership & Land Investment Company"
- ❑ 1992 Listed on the Stock Exchange of Mauritius
- ❑ 1995 IPRO / Stephane Henry are appointed Manager of POLICY

POLICY – 2008 Highlights



- No. 2 TRI over 5 years to 31 Dec. 08: 273%
- Sale of GCC shares
- Largest closed-end equity investment fund listed on SEM
- NAV -25% - Stock -10% vs SEMTRI -34%
Sem-7 -44%

SALE OF CYCLICAL STOCKS



- Hotels:
 1. Sale of all NRL at MUR 102 average price
 2. Sale of SRL
- Construction: GCC

PERFORMANCE SUMMARY



		2004	2005	2006	2007	2008	SIMPLE AVERAGE
P.O.L.I.C.Y	Share price ¹	26.7%	-0.8%	114.3%	25.4%	-9.5%	31.2%
	Net Asset Value ¹	28.7%	29.2%	48.4%	55.7%	-24.8%	27.4%
	Dividend (Re.)	0.18	0.17	0.40	0.50	0.60	0.37
	Dividend Yield ²	4.9%	4.9%	5.6%	6.0%	8.6%	6.0%
	Portfolio Turnover ³	13.1%	8.3%	12.0%	6.4%	31.3%	14.2%
	Share Turnover	5.5%	8.5%	7.4%	3.9%	11.5%	7.3%
Local Market	SEMTRI	35.6%	20.5%	56.8%	59.1%	-33.6%	27.7%
	SEM-7	25.4%	17.2%	50.7%	80.6%	-44.0%	26.0%
	Dividend yield ⁴	4.9%	4.6%	3.7%	2.8%	5.1%	4.2%
	Market turnover ⁵	4.2%	5.7%	5.1%	6.8%	10.4%	6.5%
	Market turnover ⁶	4.8%	6.2%	6.1%	8.2%	8.1%	6.7%

1 Share price and net asset value performance adjusted for dividends paid to shareholders

2 Total dividends paid during the year divided by the share price at year end

3 Total value of purchases and sales divided by the average net asset value (NAV) [i.e. {NAV at year end + NAV at previous year end} ÷ 2]

4 As per Stock Exchange of Mauritius Factbook 2008.

5 Annual turnover divided by the market capitalisation at year end.

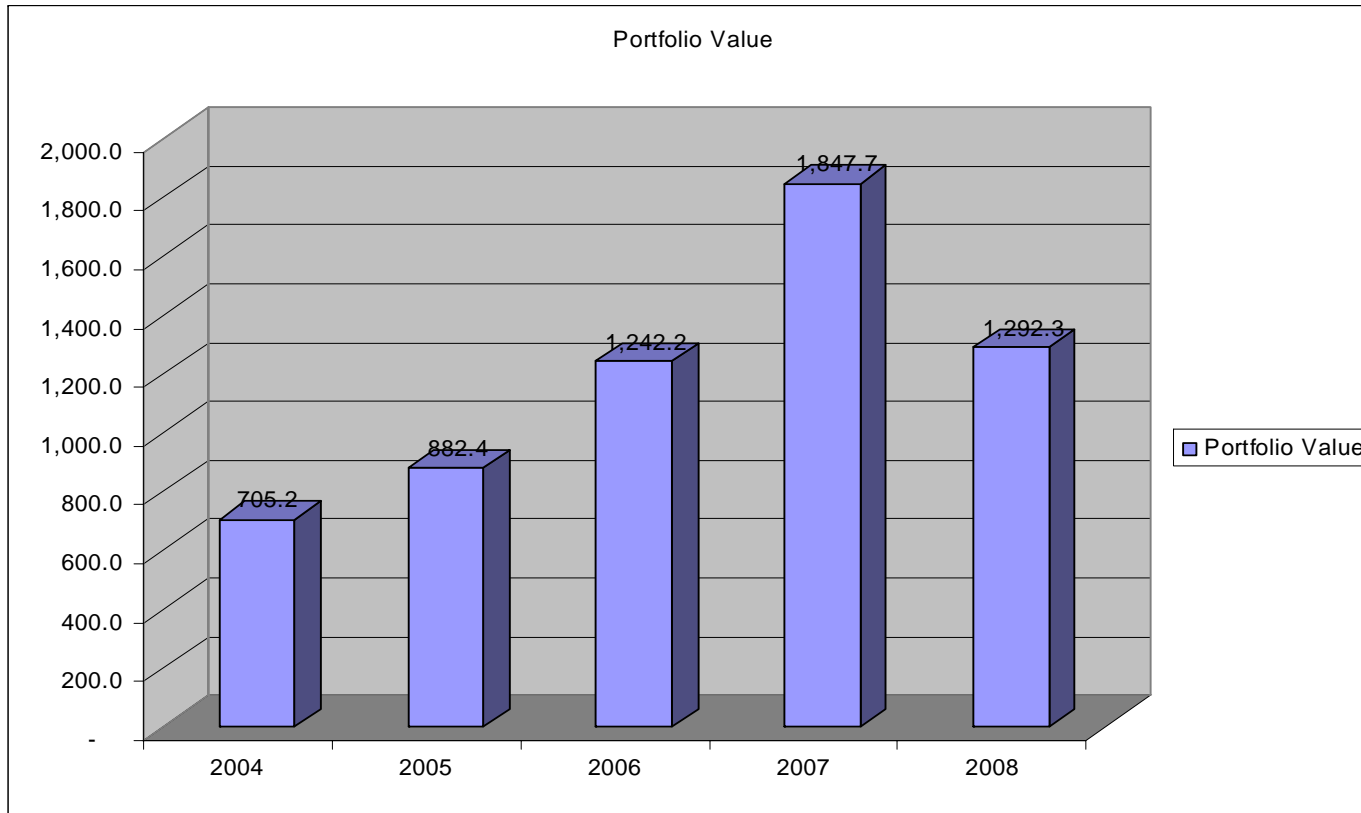
6 Annual turnover divided by the average market capitalisation (Mkt Cap) [i.e. { Mkt Cap at year end + Mkt Cap at previous year end} ÷ 2].



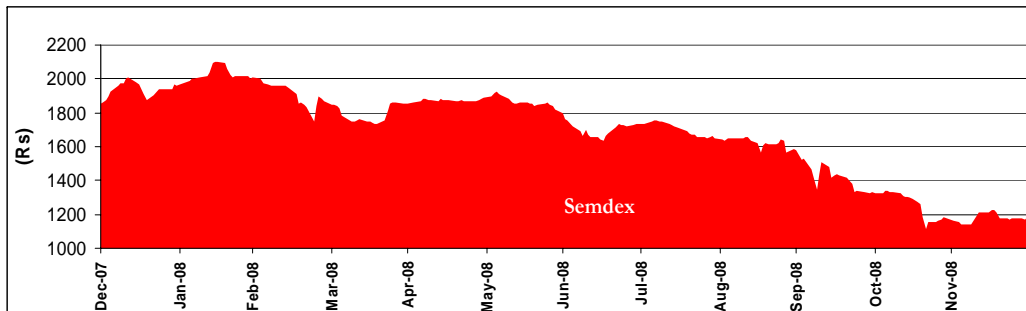
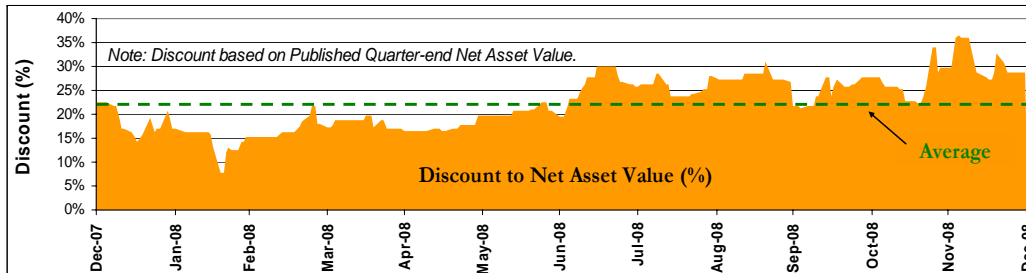
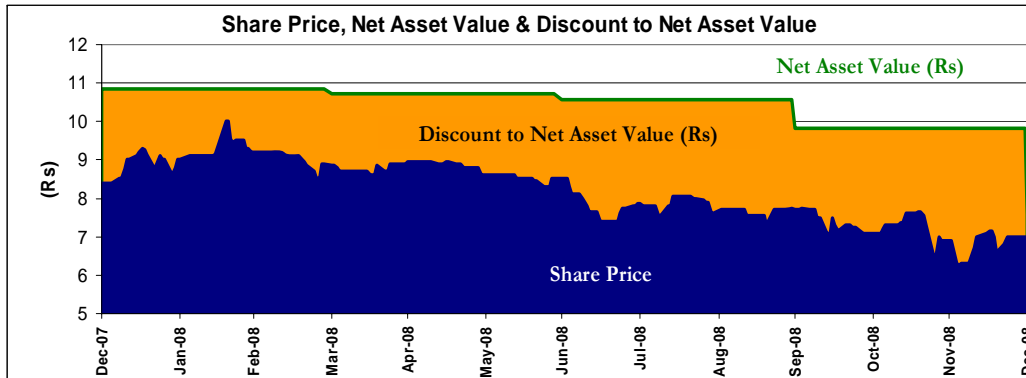
TOTAL INDEX RETURN STATISTICS
(As at 31 December 2008)
Top Companies' Return for last 5 Years

Rank	Companies	5 Years Total Return (%) (30.12.03 - 31.12.08)
1	The Mauritius Commercial Bank Ltd	338.91
2	P. O. L. I. C. Y Ltd	272.79
3	Mon Désert Alma Ltd	255.99
4	B A INVESTMENT Ltd	243.51
5	Rogers & Co. Ltd	237.04
6	State Bank of Mauritius Ltd	203.62
7	The Mauritius Development Investment Trust Co. Ltd	146.19
8	Mauritius Oil Refineries Ltd	97.76
9	Shell (Mauritius) Ltd	91.19
10	Mon Trésor Mon Désert Ltd	60.80

PORTFOLIO VALUE- Over the past 5 years



DISCOUNT EVOLUTION



Year	Price	NAV	Discount
2008	7.00	7.56	7.4%
2007	8.40	10.85	22.6%
2006	7.10	7.29	2.6%
2005	3.50	5.18	32.4%
2004	3.70	4.14	10.6%
2003	3.30	4.54	27.3%
2002	1.90	3.21	40.8%

- Discount of the Company's share price to NAV stood at 7.4%.
- Average discount to net asset value over the year was 22.2%.
- Priority: unlock extra value for shareholders.



DIVIDEND POLICY



Dividend/Earnings per share

Year	Dividend	EPS	Payout
2008	0.60	1.76	34.1%
2007	0.50	0.54	92.6%
2006	0.40	0.57	70.2%
2005	0.17	0.30	56.7%
2004	0.18	0.18	100.0%
2003	0.18	0.20	90.0%
2002	0.16	0.16	100.0%

- DPS 2008 Re. 0.60 (0.15 / 0.45)
- Increase in dividend paid of 253% over the past 3 years.
- Massive increase in EPS for 2008 due to net gain on investment of Rs. 250.0 million.

The Company aims at a regular dividend return to shareholders, subject to the solvency test being satisfied under S 61(2) of the Companies Act 2001. Consideration is also given to the Company's funding requirements in determining the level of dividends.

Mauritius Economy Outlook



- ❑ GDP falling to ...
- ❑ Increased risk aversion => Fall in Investment Ratio
- ❑ Inflation in downward trend => 6% by December 08
- ❑ Textile and Tourism affected as their main exports markets slide into recession

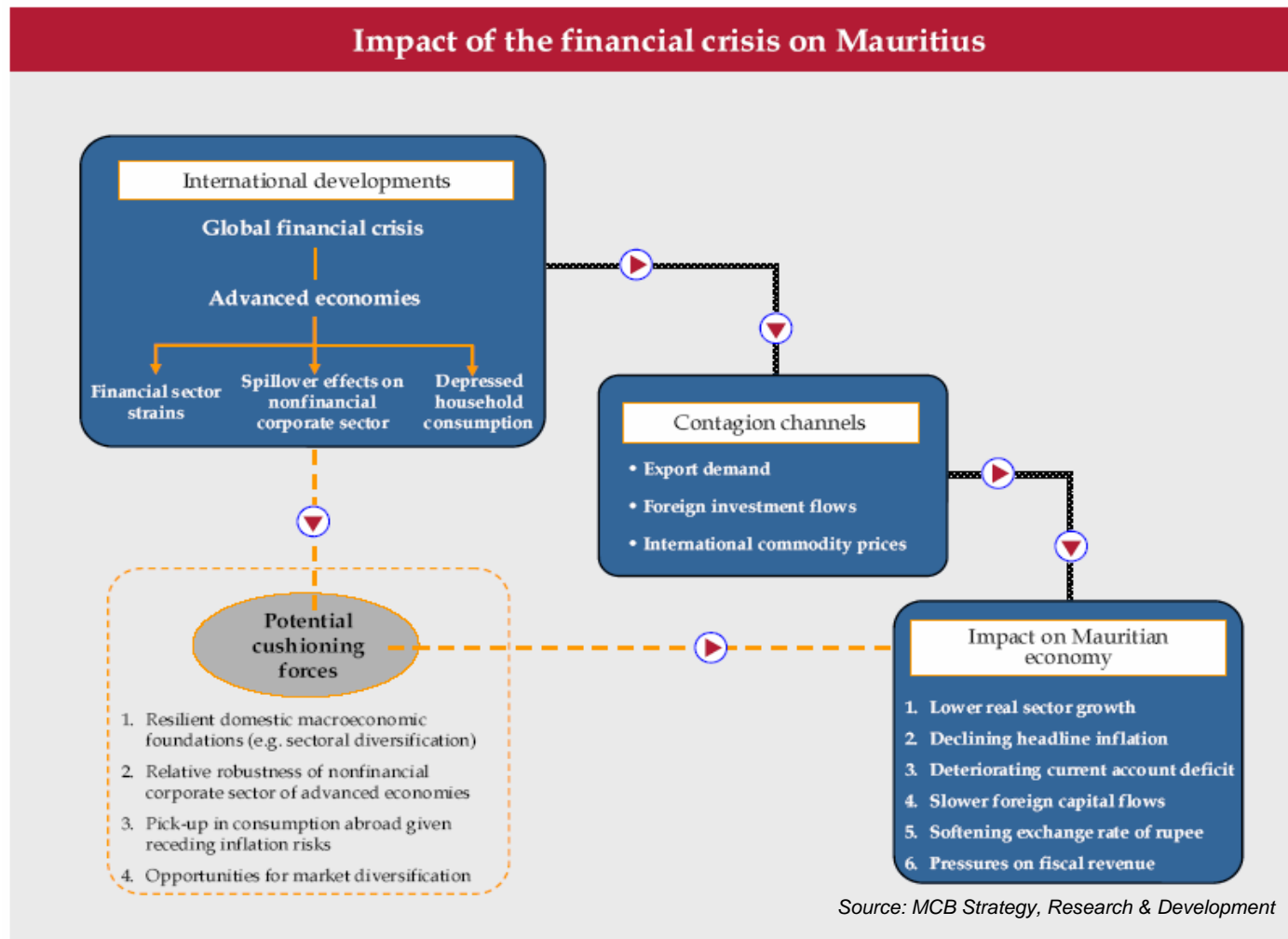
Macroeconomic Indicators



MAIN ECONOMIC INDICATORS						
INDICATORS	UNIT	2005	2006 ⁽¹⁾	2007 ⁽¹⁾	2008 ⁽²⁾	2009 ⁽²⁾
GDPmp	Rs bn	185	206	236	265	293
PER CAPITA GDP	USD	5,101	5,286	5,960	7,350	6,860*
GDP GROWTH	%	2.3	5.1	5.4	5.3	4.4
GDP GROWTH (EXCL. SUGAR)	%	2.8	5.4	6.1	5.3	4.4
GDS	% GDP	16.5	15.3	16.5	15.0	15.3
GDFCF	% GDP	21.4	24.3	25.1	25.7	25.3
INFLATION	FY, %	5.6	5.1	10.7	8.8	8.3
INFLATION	CY, %	4.9	8.9	8.8	9.9	5.9
BUDGET DEFICIT	FY, % GDP	5.0	5.3	4.3	3.4	3.4
BALANCE OF VISIBLE TRADE	Rs bn	-30.1	-41.5	-51.3	-67.1	-74.9
CURRENT ACCOUNT	CY, % GDP	-5.2	-9.4	-5.2	-10.0	-9.3
OVERALL BALANCE OF PAYMENTS	CY, Rs bn	-4.9	-4.6	+13.9	+4.9	-5.0
UNEMPLOYMENT RATE	average, %	9.6	9.1	8.5	7.7	7.9

Source: MCB

Impact of Financial Crisis



Mauritian Stock Market Outlook



- Pressure on price coming primarily from EM fund managers selling MCB... despite 36% increase in profits
- Short-term outlook for Hotels uncertain but it is a YEAR OF OPPORTUNITIES to strengthen our positions in the **Hotels sector**
- High cash level following the GCC sale and...

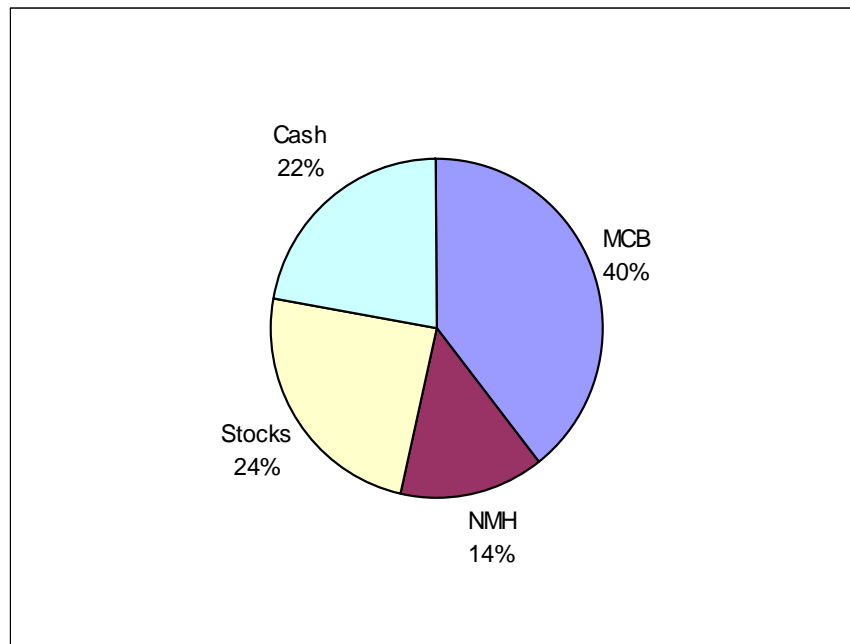
DIVIDEND IN SPECIE



Dividend in specie of 1.7 million of MCB shares, representing 30% of MCB stocks held by POLICY on 31/12/08. Rationale:

- ~ Substantial dividend increase. Cash kept for opportunities
- ~ Enhances liquidity for shareholders: MCB the most liquid stock
- ~ Signal: same again in subsequent years, if necessary
- ~ Rights issue, if opportunities arise
- ~ Importance given by the Directors to the return to Shareholders, while not compromising on ...

Opportunities in Tourism



1. NMH
2. Sun Resorts
3. Naiade Resorts
4. Constance Hotels

Worst-case scenario: if not convinced, cash will be given back to shareholders



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Q&A: Liquidity

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