

Investment approach and strategy

The Fund's objective is to achieve long-term growth by investing in a diversified portfolio of local and foreign debt and fixed income securities. The portfolio may also have a small exposure to equity-based instruments which satisfy the yield requirements of the fund. This fund suits investors seeking a relatively high level of capital preservation and smoother fluctuations in the value of their investment, in order to achieve more predictable but lower expected returns than equity instruments. The investment approach will be to primarily hold a variety of highly-rated mortgages and other fixed income securities which have a low risk of interest and capital defaults. Interest rate fluctuations will also be controlled by holding a selection of fixed and floating interest-bearing instruments.

Manager's commentary

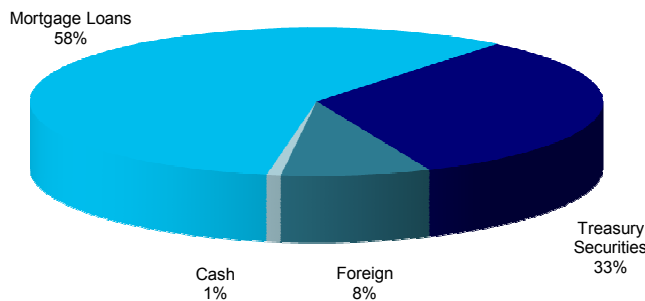
On 29 September, the Monetary Policy Committee (MPC) of the Bank of Mauritius voted in a split decision to leave the key Repo Rate unchanged at 8.25% per annum. The MPC noted that global growth prospects had weakened since its previous meeting and that this issue was more pressing than inflation.

At end-September, weighted yields on 91-day, 182-day and 364-day Government of Mauritius Treasury Bills stood at 9.09 %, 9.29% and 9.74 % respectively. The yields moved up significantly during the month under review, with the 364-day Treasury Bill registering a 12% rise in its weighted yield.

The rate of inflation for the twelve months ending 30 September 2008 (source: Central Statistics Office) was 9.8%. The Mauritian Rupee depreciated against the USD by around 0.3% during September. The Euro and the Pound Sterling on the other hand weakened by 2.4% and 1.4% against our local currency.

The Secure Fund again outperformed in September. YTD Fund return is 9.74% and this is ahead of the Savings Rate (pro-rata) by 4.1%. During the month, we invested in a performing foreign bond fund. Such diversification should positively benefit the Secure Fund and improve its risk-return profile. The Secure Fund has furthermore maintained its resilience during the present period of market volatility, thereby confirming its low correlation with equity markets.

Asset Allocation

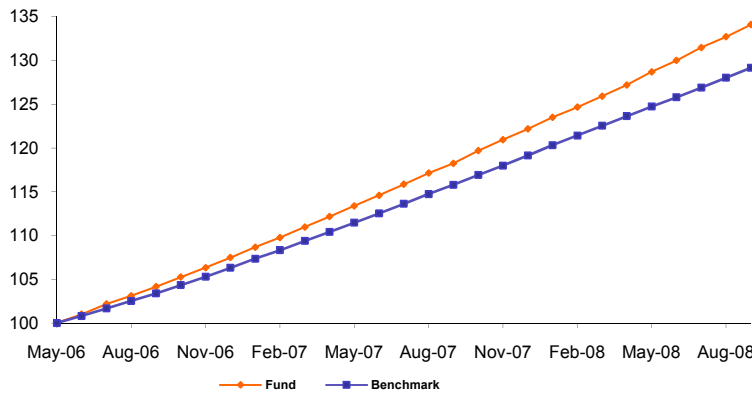


Monthly Returns

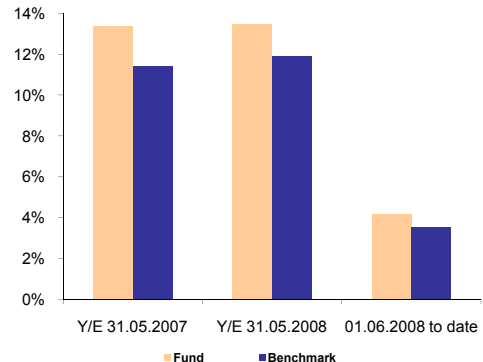
	2006	2007	2008
Jan		1.1%	1.1%
Feb		1.0%	0.9%
Mar		1.1%	1.0%
Apr		1.1%	1.0%
May		1.1%	1.2%
Jun	1.0%	1.1%	1.0%
Jul	1.2%	1.1%	1.1%
Aug	0.9%	1.1%	0.9%
Sep	1.0%	1.0%	1.0%
Oct	1.0%	1.2%	
Nov	1.0%	1.1%	
Dec	1.1%	1.0%	
Year	7.5%	13.7%	9.7%

Performance Analysis

Indexed Performance since inception



Year by Year return Since Inception



Cumulative Performance	1 mth	6 mths	YTD	1 year	2 years	Since inception
	%	%	%	%	%	%
Fund	1.04	6.48	9.74	13.39	28.74	34.06
Benchmark	0.88	5.40	8.40	11.53	24.91	29.13

Annualised Performance	1 year	2 years	Since Inception
	%	%	%
Fund	13.39	13.46	13.39
Benchmark	11.53	11.76	11.58

Sector Weightings

M = Maturity

≤ 5 years	83%
5 years < M ≤ 10 years	2%
10 years < M ≤ 15 years	4%
> 15 years	11%

YTD Return

Fund	9.74%
Savings rate (9 months)	5.61%
<b>SURPLUS RETURN</b>	<b>4.13%</b>

Other Fund's Statistics

12 Months High / Low NAV	1.2989 / 1.1735
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Fund Facts

<b>Inception Date</b> June 1, 2006	<b>Benchmark</b> 60% L-Term loans rate, 20% BOM rate, 20% banks' PLR	<b>Performance</b> All information is stated gross of the management fee. All income received is reinvested in the Secure Fund.
<b>Currency</b> Mauritian Rupees (MUR)	<b>Valuation</b> Monthly	
<b>Size (MUR)</b> 6.5 M	<b>Management Fee</b> 1.5% p.a	

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This fund is only available through our Unit-Linked Plans.

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