

Investment approach and strategy

The fund's objective is to achieve long-term capital appreciation by investing in a diversified portfolio of local and foreign equities and equity-based securities. The fund suits investors willing to accept a relatively high degree of short-term volatility in the value of their investment compensated for by the expectation of higher return in the long-run. In order to meet investors' expectations, the fund manager will carefully select and actively manage stocks that are believed to possess long-term growth potential. Minimum liquidity requirements will prevent the fund to be fully invested and this proportion may vary depending on prevailing market conditions.

Manager's commentary

What a year 2009 was! The bearish tendency that started in September 2008 continued into March 2009, with most major market indices sinking. Fortunately, the indices recovered significantly during the remaining months of the year. The MSCI All Country World Index (Net) registered a gain of 35% in USD terms. The Mauritian indices were no exception with the SEMTRI, SEM-7 and DEMTRI ending the year up by 46%, 35% and 25% respectively.

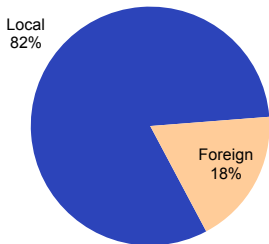
December also witnessed the amalgamation of several local listed sugar companies. Mauritius Union Assurance (MUA) moreover announced that it was proceeding with the acquisition of National Mutual Fund Ltd (NMF), a major local asset management company. The local equity indices moved into positive territory during the month under review. SEMTRI gained 2% while the DEMTRI went up by 4.4%.

Global equity markets welcomed the announcement by the Dubai government that it had received help from Abu Dhabi to help meet its obligations. The US dollar rallied against the euro during the month. The US dollar appreciated on growing optimism of a US recovery whereas the euro weakened due to regional credit problems (Greece, Spain).

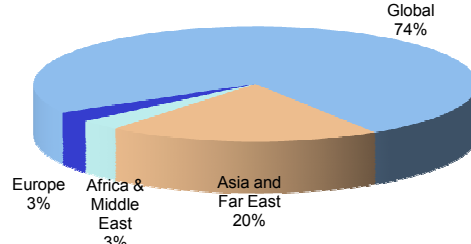
The Mauritian Rupee depreciated by 1.1% against the US Dollar this month. In contrast, it gained ground against the Euro and GBP by 3.6% and 2% respectively.

This month, the Equity Fund returned 2.2%. 2009 performance for the Equity Fund also stands at a remarkable **49.4%**, which is way ahead of inflation, the SEMTRI performance as well as the MSCI All Country World return registered during 2009. We attribute this to our active management strategy. Looking ahead, we are of the view that the worst of the financial crisis is over. However, volatility is still likely to persist. We moreover draw the attention of our unitholders and the public in general that MUA will henceforth offer two additional funds (NMF General Fund and NMF Property Trust) following its acquisition of NMF. These two funds should complement the investment products already offered by MUA.

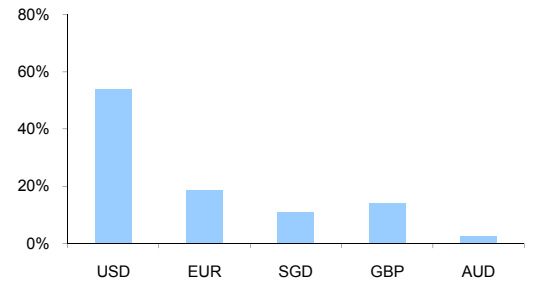
Geographical Allocation



Geographical Allocation

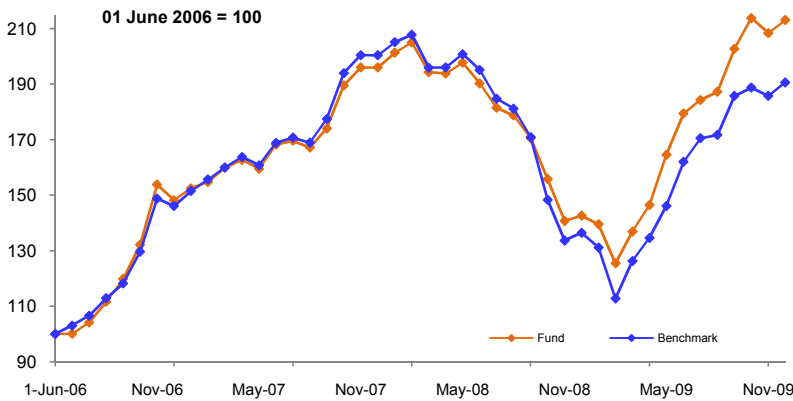


Foreign Currency Exposure



Performance Analysis

Indexed Performance since launch

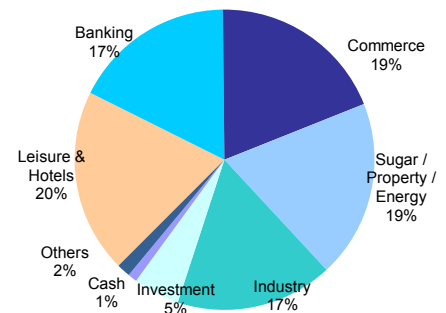


Cumulative Performance	101 June 2006 = 100					
	1 mth	6 mths	YTD	1 year	2 years	Since launch
Fund	2.24%	18.77%	49.42%	49.42%	8.70%	113.09%
Benchmark	2.64%	17.68%	39.71%	39.71%	-4.88%	90.63%
Annualised Performance	Since launch					
	1 year	2 years	Since launch			
Fund	49.42%	4.26%	23.51%			
Benchmark	39.71%	-2.47%	19.73%			

Top Holdings

1 Innodis	Commerce	7.9%
2 Mauritius Commercial Bank	Banking	7.5%
3 State Bank Of Mauritius	Banking	6.9%
4 Phoenix Beverages	Industry	6.6%
5 Omnicane (ex MTMD)	Sugar / Property / Energy	5.6%
6 Sun Resorts	Leisure & Hotels	5.5%
7 New Mauritius Hotels	Leisure & Hotels	5.2%
8 Rogers	Commerce	4.2%
9 United Basalt Products	Industry	2.7%
10 Automatic Systems Ltd	Leisure	2.6%

Sector Allocation (Local)



Other Statistics

Total number of holdings	85
12 Months High / Low NAV	2.0580 / 1.1884

Fund Facts

Launch Date June 1, 2006	Benchmark 65% SEMTRI, 20% MSCI AC World, 15% DEMTRI	Performance All information is stated gross of the management fee. All dividends received are reinvested in the Equity Fund.
Currency MUR	Valuation Monthly	
Size MUR 47 M	Management Fee 1.5% p.a	

Contact Details

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