

### Investment Objective and Strategy

The fund's objective is to achieve long-term capital appreciation and generate regular income by investing in a diversified portfolio of local and foreign equities, highly rated debt and other fixed income securities. Debt and fixed income securities selection will be based on low risk of interest and capital defaults, and equities will include both high yield and growth stocks. The fund suits investors willing to accept some degree of short-term volatility in the value of their investment. Such risk will however be lower than in pure equity funds, due to the fixed income component. In order to meet investors' expectations, the fund manager will carefully select and actively manage the portfolio such as to outperform long-term investment trends.

### Fund Manager's Comment

The NMF General Fund rose by 2.7% over the month under review. Monthly performance was again better than the composite benchmark which returned 2.1%. The Fund has moreover returned 4.7% in the period 1st January to 29 September 2010. Dividend Yield presently stands at 3.43%, which is very close to the actual bank savings rate.

The Fund Manager continued with its active management strategy and profit taking. A number of attractive fixed income securities, both local and foreign, have moreover been earmarked for investment in the near future.

September was a positive month for the major financial markets. We note that the SEMTRI, DEMTRI and MSCI AC World (USD) rose by 3%, 1.2% and 9.6% respectively. The Monetary Policy Committee (MPC) of the Bank of Mauritius unanimously decided to cut the key Repo Rate by 1% to 4.75% per annum at its regular meeting held on 27 September 2010.

The Australian Dollar, Euro and the South African Rand appreciated sharply against the Mauritian Rupee, with monthly increases of 5.5%, 4.7% and 3% respectively. The USD on the other hand fell by 2.5%.

Going forward, we will pursue a cautious but active investment strategy and seek to take advantage of good market opportunities via a tactical asset allocation. We also trust that our strategy could enable us to minimize the adverse impact arising from any potential unfavourable market movements. The recent reduction in the Repo Rate is moreover expected to have a positive impact on equity prices. NMF General Fund is well positioned to benefit from this scenario.

### Key Facts

**Fund Type:**  
Balanced

**Fund Launch Date:**  
30<sup>th</sup> June 1990

**Fund Size:**  
Rs. 549.2 m

**Prices:**  
Issue \*: Rs 51.26  
Repurchase: Rs. 50.75  
NAV: Rs 51.26

**Minimum Investment:**  
Lump Sum: Rs 5,000  
Regular Savings: Rs 500

**Dividend Declaration:**  
Interim: December / Final: June

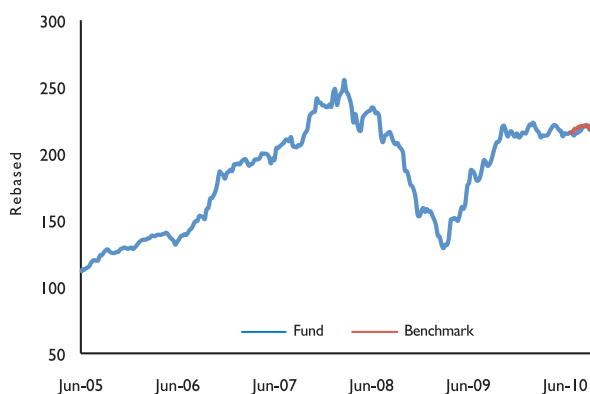
**Pricing /Valuation Frequency:**  
Weekly (Wednesday)

**Fee Structure:**  
Initial Service Charge \*: 1%  
Exit Fee: 1%  
Annual Management Fee: 1.25%

**Number of holdings: 75**

**\* Initial Service Charge is nil until 31 December 2010.**

### Performance Since 30 June 2005



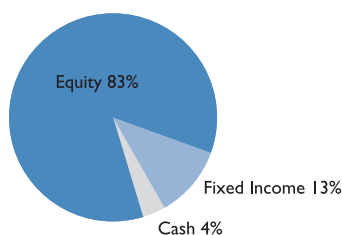
### Fund Performance

	Fund Annualised Return	Fund Cumulative Return	*Benchmark Cumulative return
1 mth	n/a	2.7 %	2.1 %
6 mths	n/a	5.3 %	n/a
YTD	n/a	4.7 %	n/a
1 year	8.0 %	8.0 %	n/a
3 years	1.9 %	5.8 %	n/a
5 years	12.2 %	78.1 %	n/a

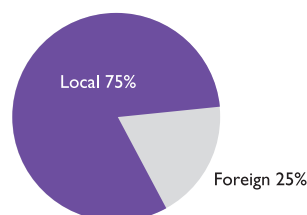
\*Composite Benchmark: 50% SEMTRI, 10% DEMTRI, 10% MSCI World, 10% Local Bank Savings rate and 20% USD 3-months LIBOR.

All performance information is stated on a NAV-to-NAV basis. As from 01 January 2010, performances also include dividends declared by the fund.

### Asset Allocation



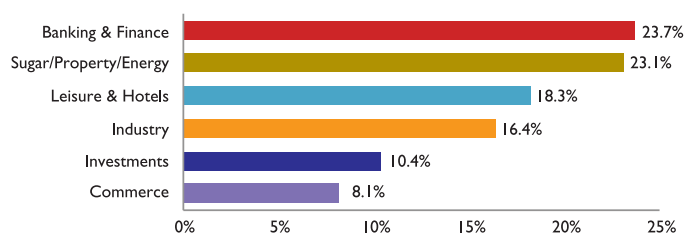
### Geographical Allocation



### Last 5 Financial Years Annual Returns

	Returns (%)	Dividend/unit (Rs.)
30.06.09 to 30.06.10	17%	1.76
30.06.08 to 30.06.09	-19%	0.77
30.06.07 to 30.06.08	11%	0.65
30.06.06 to 30.06.07	51%	0.76
30.06.05 to 30.06.06	21%	0.61

### Local Sector Equity Allocation



### Top 5 Holdings

1 Mauritius Commercial Bank	Banking	7.3 %
2 Savannah Sugar Estates Co. Ltd	Sugar & Property	6.7 %
3 Sun Resorts Ltd	Hotels	6.0 %
4 State Bank of Mauritius	Banking	5.3 %
5 LIM Asia Arbitrage Fund	Foreign Equity	5.3 %

### Contact Details

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