



Sector: Foreign - Equity - General
 Inception Date: 1 April 2005
 Fund Manager: Stephen Mildenhall
 Qualification: B Com(Hons), CA(SA), CFA

The central objective is to provide investors with the opportunity for offshore diversification, a hedge against Rand depreciation and steady capital growth over time at no greater than average risk of loss.

Fund Details

Price: 1 270.05 cents
Size: R 507 261 825
Minimum lump sum: R 25 000
Debit order: None
Subsequent lump sums: R 2 500

Income Distribution: Annually

Annual Management Fee: No fee. The underlying fund, however has its own fee structure.

Status of the fund: Currently open

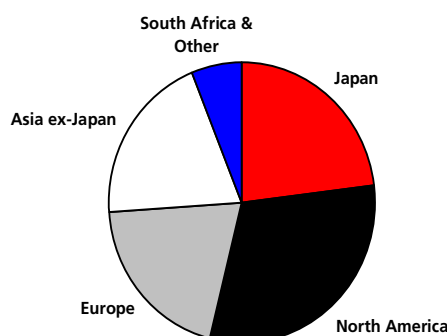
Commentary

The Fund returned 1.97% in Rand terms for the month, bringing the Rand return for the first quarter to 2.3%. The FTSE World Index benchmark returned 2.2% in Rands for the month, and 3.9% in Rands for the quarter. Measured in US Dollars, the Fund returned 5.4% for the first quarter versus the 7.0% of the benchmark. Overweight exposure to Japan and the rest of Asia resulted in the underperformance for the quarter. Shares within Asia remain attractive relative to world markets, given the improvement in corporate fundamentals and increased participation by retail investors in the stockmarket. Globally, after six years of price adjustment between value and growth stocks, there is now a good deal of valuation parity within markets. This provides an opportunity to purchase shares of companies with superior expected growth rates and earnings quality at undemanding valuation levels.

Allocation of offshore funds - Orbis Global Equity Fund

The Fund invests solely into the Orbis Global Equity Fund.

Region	% exposure to equities
Japan	23
United States	31
Canada	0
North America	31
United Kingdom	7
Continental Europe	13
Europe	20
Korea	9
Hong Kong/China	9
Other	2
Asia ex-Japan	20
South Africa & other	6
Total	100

**Performance**

Fund return in Rands (%)	AGOE*	B/Mark**
Since Inception (unannualised)	27.1	19.0
Latest 1 year	27.1	19.0

Fund return in Dollars (%)	AGOE*	B/Mark**
Since Inception (unannualised)	27.7	19.6
Latest 1 year	27.7	19.6

* Allan Gray-Orbis Global Equity Feeder Fund

** Benchmark: FTSE World Index

Target Market

The Allan Gray-Orbis Global Equity Feeder Fund is suitable for those investors:

- seeking to invest locally in Rands and benefit from offshore exposure;
- wanting to gain exposure to markets and industries that are not available locally;
- who desire to hedge their investments against Rand depreciation;
- that do not have the minimum to invest in the Orbis Global Equity Fund.

Allan Gray Unit Trust Management Limited

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