# ALLAN GRAY-ORBIS GLOBAL EQUITY FEEDER FUND

**Fact sheet at 30 June 2006**

ALLAN GRAY
LONG TERM INVESTMENT MANAGEMENT

| | |
|---|---|
| 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:** | 1 402.64 cents |
| **Size:** | R 771 689 584 |
| **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

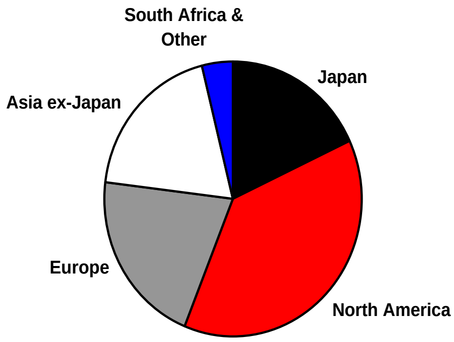
## Commentary

Despite the Orbis Global Equity Fund reporting a small negative Dollar return for the month, the Feeder Fund earned a positive Rand return due to the recent weakness in the value of the Rand. This illustrates the Rand hedge benefit of the Fund. The Fund remains overweight Asia and Japan, where it continues to find opportunities to invest in over-capitalised companies that are attractively priced in relation to their book values, although earnings remain depressed. In America, the markets are uncharacteristically too pessimistic on the growth prospects for some high quality companies. This is providing the Fund with additional opportunities.

## Allocation of offshore funds - Orbis Global Equity Fund

**The Fund invests solely into the Orbis Global Equity Fund.**

| Region | % exposure to equities |
|---|---|
| Japan | 18 |
| *United States* | *38* |
| *Canada* | *0* |
| North America | 38 |
| *United Kingdom* | *9* |
| *Continental Europe* | *12* |
| Europe | 21 |
| *Korea* | 8 |
| *Hong Kong/China* | 9 |
| *Other* | 2 |
| Asia ex-Japan | 19 |
| South Africa & other | 4 |
| **Total** | **100** |




## Performance

| **Fund return in Rands (%)** | AGOE* | B/Mark** |
|---|---|---|
| Since Inception (unannualised) | 40.4 | 37.4 |
| Latest 1 year | 25.3 | 26.6 |

| **Fund return in Dollars (%)** | AGOE* | B/Mark** |
|---|---|---|
| Since Inception (unannualised) | 22.5 | 19.9 |
| Latest 1 year | 17.4 | 18.7 |

* 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**

JC de Lange, RW Dower, GW Fury, ED Loxton, WJC Mitchell (Chairman), ER Swanepoel (Non-Executive)

Tel 0860 000 654, Fax 0860 000 655, info@allangray.co.za, www.allangray.co.za