Allan Gray-Orbis Global Equity Feeder Fund

Fund managers:	Ian Liddle (The underlying Orbis Global Equity Fund is managed by Orbis)
Inception date:	1 April 2005
Class:	A

Fund description

The Fund is a feeder fund and invests only in the Orbis Global Equity Fund, managed by Allan Gray's offshore investment partner, Orbis Investment Management Limited. The Orbis Global Equity Fund invests in shares listed on stock markets around the world and aims to be fully invested at all times. Returns are likely to be volatile, especially over short- and medium-term periods. Although the Fund is fully invested outside South Africa, the units in the Fund are priced and traded daily in rands.

ASISA unit trust category: Foreign - Equity - General

Fund objective and benchmark

The Fund aims to outperform global stock markets over the long term, without taking on greater risk. Its benchmark is the FTSE World Index, including income.

How we aim to achieve the Fund's objective

The Fund invests only in the Orbis Global Equity Fund. The Orbis Global Equity Fund is managed to remain fully invested in selected global equities. Orbis uses in-house research to identify companies around the world whose shares can be purchased for less than Orbis' assessment of their long-term intrinsic value. This long-term perspective enables Orbis to buy shares which are shunned by the stock market because of their unexciting or poor short-term prospects, but which are relatively attractively priced if one looks to the long term. This is the same approach as that used by Allan Gray to invest in South African equities, except that Orbis is able to choose from many more shares, listed internationally.

Suitable for those investors who

- Seek exposure to diversified international equities to provide long-term capital growth
- Wish to invest in international assets without having to personally expatriate rands
- Are comfortable with global stock market and currency fluctuation and risk of capital loss
- Typically have an investment horizon of more than five years
- Wish to use the Fund as a fully invested global equity 'building block' in a diversified multi-asset class portfolio

Minimum investment amounts

Minimum lump sum per investor account:	R20 000
Additional lump sum:	R500
Minimum debit order*:	R500

*Only available to South African residents.

Annual management fee

Allan Gray is paid a marketing and distribution fee by Orbis and charges no further fees. The underlying Orbis funds have their own fee structures.

Fund information on 31 October 2011

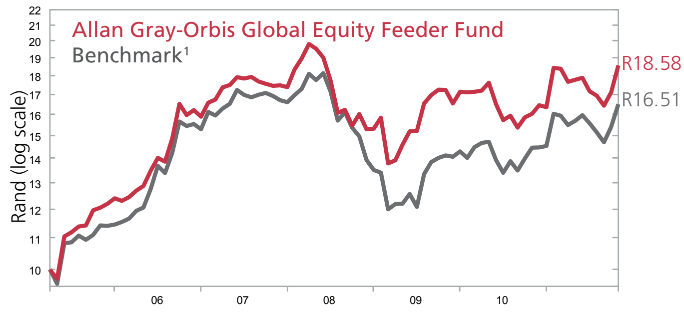
Fund size:	R5 364m
Fund price:	R18.51

Income distributions for the last 12 months

To the extent that income earned in the form of dividends and interest exceeds expenses in the Fund, the Fund will distribute any surplus annually.	**31 Dec 2010**
Cents per unit	0.1058

Performance net of all fees and expenses

Value of R10 invested at inception with all distributions reinvested



% Returns	Fund		Benchmark[1]		CPI inflation[2]	
	ZAR	US$	ZAR	US$	ZAR	US$
Unannualised:						
Since inception	85.8	47.5	65.1	31.0	49.1	17.5
Annualised:						
Since inception	9.9	6.1	7.9	4.2	6.3	2.5
Latest 5 years	3.1	1.9	1.3	0.1	6.8	2.3
Latest 3 years	5.0	14.1	3.3	12.3	5.0	1.2
Latest 2 years	3.8	3.2	8.1	7.5	4.5	2.5
Latest 1 year	15.8	2.9	14.1	1.4	5.7	3.9
Year-to-date (unannualised)	13.5	-3.7	13.5	-3.7	5.1	3.1
Risk measures (since inception)						
Maximum drawdown[3]	-34.1	-52.8	-38.0	-57.6	n/a	n/a
Percentage positive months[4]	63.3	59.5	59.5	58.2	n/a	n/a
Annualised monthly volatility[5]	14.8	19.0	14.1	18.8	n/a	n/a

1. FTSE World Index including income (Source: Bloomberg), performance as calculated by Allan Gray as at 31 October 2011.
2. This is based on the latest numbers published by I-Net Bridge.
3. Maximum percentage decline over any period. The maximum rand drawdown occurred from 6 June 2008 to 10 March 2009 and maximum benchmark drawdown occurred from 5 June 2008 to 6 March 2009. Drawdown is calculated on the total return of the Fund/benchmark (i.e. including income).
4. The percentage of calendar months in which the Fund produced a positive monthly return since inception.
5. The standard deviation of the Fund's monthly return. This is a measure of how much an investment's return varies from its average over time.

Total expense ratio (TER)

The TER for the year ending 30 September 2011 is 2.22% and included in this is performance fee of 0.55% and trading costs of 0.13%. The annual management fee rate charged by Orbis in the underlying fund for the three months ending 31 October 2011 was 2.14% (annualised). These figures are inclusive of VAT, where applicable. Fund returns are quoted after deduction of costs incurred within the Fund so the TER should not be deducted from Fund returns (refer to page 2 for further information).

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Fund manager commentary for the month ended 31 October 2011

So far this year, the Orbis Global Equity Fund's exposure to the energy sector has been a meaningful drag on performance. The oil and gas shares in the Fund are smaller and more contrarian than the large global players that dominate the benchmark. As such, their prices can be considerably more volatile, particularly when investors are nervous.

While the Fund's energy positions are not household names, Orbis believes they represent good value. The shares sell at discounts to the value of their key assets, and most have embedded 'call options' in the form of technologies or exploration assets – assets that Orbis believes the market is ignoring.

In a stock market that is more interested in sure things, it is not surprising that the Fund's positions have struggled more than commodity prices would suggest. While it is difficult to predict near-term commodity or share price movements, Orbis has conviction that the Fund's oil and gas shares offer considerable upside from current levels.

Top 10 share holdings on 31 October 2011

Company	% of portfolio
Cisco Systems	5.3
Samsung Electronics	4.5
WellPoint	4.0
NetEase.com	3.8
Rakuten	3.0
CVS/Caremark	2.2
NRG Energy	2.2
Aetna	2.1
Google	2.1
Humana	2.1
Total	**31.3**

Geographical deployment on 31 October 2011

This Fund invests solely into the Orbis Global Equity Fund

Region	Fund's % exposure to:		% of World Index
	Equities	Currencies	
United States	43	48	46
Canada	2	2	4
North America	**45**	**50**	**50**
United Kingdom	9	13	9
Continental Europe	8	12	18
Europe	**17**	**25**	**27**
Japan	**18**	**2**	**8**
Greater China	11	14	4
Korea	6	6	2
Other	0	0	1
Asia ex-Japan	**17**	**20**	**7**
Other	**3**	**3**	**8**
Total	**100**	**100**	**100**

Note: There may be slight discrepancies in the totals due to rounding.

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The availability of the Fund is subject to offshore capacity constraints. Please contact our Client Service Centre for further information about any constraints that may apply.

Disclaimer

A feeder fund is a unit trust fund that, apart from assets in liquid form, consists solely of units in a single portfolio of a collective investment scheme. The Fund may be closed to new investments at any time in order to be managed in accordance with its mandate. Permissible deductions may include management fees, brokerage, STT, auditor's fees, bank charges and trustee fees. Unit trusts are traded at ruling prices and can engage in borrowing and scrip lending. The Fund may borrow up to 10% of the market value of the portfolio to bridge insufficient liquidity. Allan Gray Unit Trust Management Limited ("the Company") is a member of the Association for Savings & Investment SA (ASISA). Allan Gray Proprietary Limited, an authorised financial services provider, is the appointed investment manager of the Company. The Company is incorporated and registered under the laws of South Africa and is supervised by the Financial Services Board. The Company has been approved by the Regulatory Authority of Botswana to market its unit trusts in Botswana, however it is not supervised or licensed in Botswana.

Unit price

Unit trust prices are calculated on a net asset value basis, which is the total market value of all assets in the portfolio including any income accruals and less any permissible deductions from the portfolio divided by the number of units in issue. Forward pricing is used and Fund valuations take place at approximately 16:00 each business day. Purchase and redemption requests must be received by the manager by 14:00 each business day to receive that day's price. Fluctuations and movements in exchange rates may also cause the value of underlying international investments to go up or down.

Fees

A schedule of fees, charges and maximum commissions is available on request from the manager. Commission and incentives may be paid and if so, would be included in the overall costs.

TER

*TERs are shown for class A units only

The Total Expense Ratio (TER) is the percentage of the fund's average assets under management that has been used to pay the fund's operating expenses over the past year. The TER includes the annual management fees that have been charged (both the fee at benchmark and any performance component charged), trading costs (including brokerage, STT, STRATE and insider trading levy), VAT and other expenses. Since unit trust expenses vary, the current TER cannot be used as an indication of future TERs. All Allan Gray performance figures are quoted after the deduction of costs incurred within the Fund so the TER is not a new cost. A higher TER ratio does not necessarily imply a poor return, nor does a low TER imply a good return. Instead, when investing, the investment objective of the Fund should be aligned with the investor's objective and compared against the performance of the Fund. TERs should then be used to evaluate whether the Fund performance offers value for money.

Performance

Collective Investment Schemes in Securities (unit trusts) are generally medium- to long-term investments. The value of units may go down as well as up and past performance is not necessarily a guide to the future. Performance figures are from Allan Gray Proprietary Limited (GIPS compliant) and are for lump sum investments with income distributions reinvested.