

FUND DETAILS AT 31 JANUARY 2009

Sector: Foreign - Asset Allocation - Flexible
Inception date: 3 February 2004
Fund managers: lan Liddle
(The underlying Orbis funds are managed by Orbis.)

Fund objective:

To earn a higher rate of return than the benchmark of 60% of the FTSE World Index and 40% of the JP Morgan Government Bond Global Index, at no greater-than-average risk of loss in its sector.

Suitable for those investors who:

- Wish to hedge their investments against any rand depreciation.
- Want to gain exposure to markets and industries that are not necessarily available locally.
- Wish to invest in rands but benefit from offshore exposure.
- Would like to invest in an offshore balanced fund.

 Price:
 R 14.76

 Size:
 R 6 016 m

 Minimum lump sum:
 R 25 000

 Minimum monthly:
 R 500

 Subsequent lump sums:
 R 2 500

 Status of the fund:
 Open

 Income distribution: 01/01/08 - 31/12/08 (cents per unit)
 Total 1.72

Distributes annually. To the extent that the total expenses exceed the income earned in the form of dividends and interest, the Fund will not make a distribution.

Annual management fee:

No fee. The underlying funds, however have their own fee structure.

COMMENTARY

The Fund has returned -18.3% in US dollars over the past year, outperforming the benchmark index by 7.4%.

The Fund remains underweight US equities relative to the World Index, and overweight Japanese Equities. The overweight position in Japanese equities is comprised mostly of domestic stocks, with the exporters suffering due to global economic conditions and the stronger yen. Although the Japanese exporters share prices have fallen, Orbis' fundamental research has yet to provide a strong conviction for investing in them.

The Fund remains overweight the yen and underweight the dollar, euro and pound. The yen has strengthened over the past year and this has contributed positively to the overall performance of the Fund. The Fund's returns have also been positively influenced by the stock index futures that the Orbis Optimal SA (dollar) Fund has employed. These futures have allowed the Fund to capture a higher risk-free rate than that available on 3 month US treasury bills.

The Allan Gray-Orbis Global Fund of Funds re-opened to unit trust investment from 11 February 2009. It was previously temporarily closed due to foreign exchange control regulations.

GLOBAL FUND OF FUNDS

GEOGRAPHICAL EXPOSURE OF FUNDS

Region	Share country exposure %	Fund currency exposure %	
USA	20	27	
Europe	10	23	
Japan	59	38	
Asia ex-Japan	9	11	
South Africa & other	2	1	
	100	100	

TOTAL EXPENSE RATIO FOR THE YEAR ENDED 31 DECEMBER 2008²

	Included in TER			
Total expense ratio	Trading costs	Performance component	Fee at benchmark	Other expenses
2.27%	0.21%	0.39%	1.24%	0.43%

¹A Total Expense Ratio (TER) is a measure of a portfolio's assets that are relinquished as operating expenses. It is expressed as a percentage of the average value of the portfolio, calculated for the year to the end of December 2008. Included in the TER is the proportion of costs that are incurred by the performance component, fee at benchmark, trading costs (including brokerage, VAT, STT, STRATE and insider trading levy) and other expenses. These are disclosed separately as percentages of the net asset value. A higher TER ratio does not necessarily imply a poor return, nor does a low TER imply a good return. The current TER cannot be regarded as an indication of future TERs. The information provided is applicable to class A units.

ALLOCATION OF OFFSHORE FUNDS

Foreign equity funds	%
Orbis Global Equity	34
Orbis Japan Equity (yen)	25
	59
Foreign absolute return funds	
Orbis Optimal SA (US\$)	21
Orbis Optimal SA (euro)	20
	41
Total	100

PERFORMANCE

Fund performance shown net of all fees and expenses as per the TER disclosure. **Long-term cumulative performance (log scale)**



Percentage return in Rands	Fund	Benchmark ²
Since inception (unannualised)	74.0	55.6
Latest 3 years (annualised)	17.6	14.2
Latest 1 year (annualised)	10.4	0.5

Percentage return in dollars	Fund	Benchmark ²
Since inception (unannualised)	19.8	7.1
Latest 3 year (annualised)	-0.8	-3.7
Latest 1 year (annualised)	-18.3	-25.7

Risk measures (Since inception month end prices)	Fund	Benchmark ²
Percentage positive months	60.0	53.3
Annualised monthly volatility	14.3	13.5

² Benchmark: 60% of the FTSE World Index and 40% of the JP Morgan Global Government Bond Index. Source: Bloomberg, performance as calculated by Allan Gray as at 31 December 2008.

Tel 0860 000 654 or +27 (0)21 415 2301 Fax 0860 000 655 or +27 (0)21 415 2492 info@allangray.co.za www.allangray.co.za