ALLAN GRAY BALANCED FUND

Fact sheet at 31 January 2006

ALLANGRAY
LONG TERM INVESTMENT MANAGEMENT

Sector:	Domestic AA Prudential Medium Equity
Inception Date:	1 October 1999
Fund Manager:	Arjen Lugtenburg
Qualification:	M Com, CA(SA), CFA

The Fund's investment strategy is to earn a higher rate of return than the market value-weighted average of the domestic medium equity prudential unit trust sector excluding the Allan Gray Balanced Fund without assuming any greater monetary risk. Risk will be higher than the Stable Fund but less than the Equity Fund.

Fund Details

Price:	3769.64 cents
Size:	R 12 857 120 231
Minimum lump sum:	R 5 000
Minimum monthly:	R 500
Subsequent lump sums:	R 500
No. of share holdings:	55

01/01/05-31/12 dividend (cpu): 73.47

Interest 35.49, Dividend 37.92,
Foreign Interest 0.05

Annual Management Fee: The monthly charge rate is directly related to the rolling two-year return of the Fund compared with that of its benchmark. The limits are 0.57-1.71% p.a. (incl. VAT).

Commentary

On the back of a strong equity market the Fund extended its strong absolute 12-month return to 41%, well ahead of its benchmark, being the average prudential fund, which returned 34.5% over this period. During January, Rand strength and weakness in the Japanese market however impacted negatively on the Fund's offshore assets. The Fund maintained its somewhat subdued exposure to the domestic equity market. Although attractive value is becoming scarce in the JSE, we continue to find compelling value among domestically focused resource shares, financials and select industrials whose earnings are not cyclically high and with better than average growth prospects such as MTN, Remgro, Sun International and Shoprite. Offshore exposure was maintained at close to the maximum 15% level. Among offshore equities we continue to prefer Asian and Japanese equities.

Top 10 Share Holdings at 31 December 2005*

JSE Code	Company	% of portfolio
SOL	Sasol	7.47
MTN	MTN	5.78
AMS	Angloplat	4.24
REM	Remgro	3.32
HAR	Harmony	2.90
SBK	Stanbank	2.77
AGL	Anglo	2.64
NPN	Naspers-N	2.43
ASA	Absa	2.09
NPK	Nampak	2.04

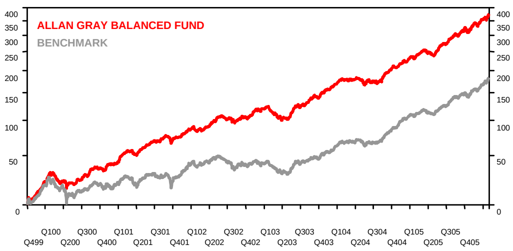
* The 'Top 10 Share Holdings' table is updated quarterly.

Asset Allocation

Asset Class	% of Fund
Shares	59.23
Derivatives	-1.74
Net Equity Exposure	57.49
Derivative - Contract Value	1.74
Property	1.99
Bonds	10.47
Money Market & Cash	13.68
Foreign	14.63
Total	100.00

Performance (net of fees, including income, assumes reinvestment of dividends, on a NAV to NAV basis)

Long-term cumulative performance (log-scale)



% Returns	Balanced Fund	Avg Prudential Fund
Since Inception (unannualised)	377.4	182.8
Latest 5 years (annualised)	25.7	17.6
Latest 3 years (annualised)	30.3	27.1
Latest 1 year	41.0	34.5
Risk Measures		
(Since incep. month end prices)		
Maximum drawdown*	-12.5	-19.2
Annualised monthly volatility	10.8	11.3

* Maximum percentage decline over any period

Allan Gray Unit Trust Management Limited

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

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