

# ALLAN GRAY BOND FUND

Fact sheet at 31 May 2006

Sector: Domestic - Fixed Interest - Bond  
 Inception Date: 1 October 2004  
 Fund Managers: Jack Mitchell (B Com) and  
 Sandy McGregor B Sc, BA (Hons)

The objective of the Fund is to provide investors with a return superior to the All Bond Index, at no greater risk, over an interest rate cycle. The Fund will seek to preserve at least the nominal value of investors' capital.

## Fund Details

**Price:** 1 078.98 cents  
**Size:** R 43 491 045  
**Minimum lump sum:** R 25 000  
**Minimum monthly:** R 2 500  
**Subsequent lump sums:** R 2 500  
**No. of bond holdings:** 17  
**Fund duration:** 4.77

**Income Distribution:** Quarterly  
**01/04/05-31/03/06 dividend (cpu):** Total 79.56  
 Int 79.56

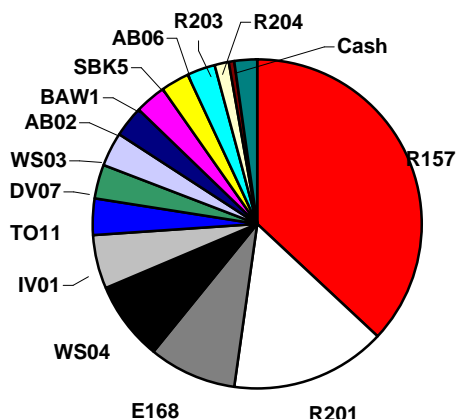
**Annual Management Fee:** Performance fee orientated to outperformance of the All Bond Index over a one-year rolling period. The limits are 0.285 - 0.855% p.a. (incl. VAT)

## Commentary

Over the past 12 months, the Fund returned 10.6% compared with an 10.8% return on the All Bond Index. The portfolio remains focused in the middle area of the yield curve which offers the highest yields. It does not include any of the very long bonds which the managers regard as being relatively expensive and risky.

## Fund Holdings at 31 March 2006\*

JSE Code	Maturity date	Coupon rate	% of portfolio
R157	15/09/2015	13.50%	36.98
R201	21/12/2014	8.75%	15.26
E168	01/06/2008	11.00%	8.67
WS04	30/05/2016	12.50%	7.57
IV01	31/03/2012	16.00%	5.44
T011	01/04/2010	16.50%	3.52
DV07	30/09/2010	14.50%	3.39
WS03	15/09/2010	13.00%	3.25
AB02	22/03/2009	14.25%	3.16
BAW1	29/07/2011	10.70%	3.00
SBK5	17/11/2011	9.50%	2.87
AB06	27/03/2015	8.10%	2.69
R203	15/09/2017	8.25%	1.42
R204	21/12/2018	8.00%	0.56
Cash	-	-	2.22



\*The 'Fund Holdings' table is updated quarterly.

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

### Long-term cumulative performance (log-scale)



% Returns	Bond Fund	All Bond Index
Since Inception (unannualised)	20.6	21.2
Latest 5 years (annualised)	-	-
Latest 3 years (annualised)	-	-
Latest 1 year	10.6	10.8

## 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

Collective Investment Schemes in Securities (unit trusts) are generally medium- to long-term investments. The value of participatory interests (units) may go down as well as up and past performance is not necessarily a guide to the future. Unit trust prices are calculated on a net asset value basis, which is the total value of all assets in the portfolio including any income accrual and less any permissible deductions from the portfolio. Unit trusts are traded at ruling prices and can engage in borrowing and scrip lending. A schedule of fees and charges and maximum commissions is available on request from Allan Gray Unit Trust Management Limited. Commission and incentives may be paid and if so, would be included in the overall costs. Forward pricing is used. All of the unit trusts may be capped at any time in order for them to be managed in accordance with their mandates. Member of the ACI.