

# ALLAN GRAY BOND FUND

Fact sheet at 30 June 2006

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

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:** 1 036.35 cents  
**Size:** R 42 426 031  
**Minimum lump sum:** R 25 000  
**Minimum monthly:** R 2 500  
**Subsequent lump sums:** R 2 500  
**No. of bond holdings:** 18  
**Fund duration:** 4.58  
**Yield:** 8.85

**Income Distribution:** Quarterly  
**01/07/05-30/06/06 dividend (cpu):** Total 77.20  
 Interest 77.20

**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

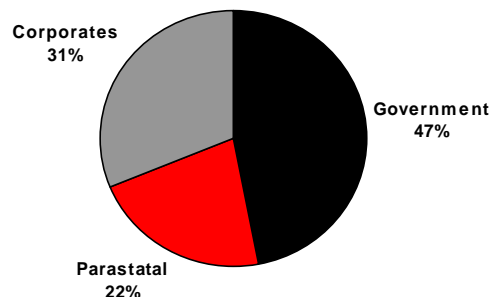
During June bond yields increased significantly with the benchmark 10 year bond up from 7.75% to 8.53%. This had an adverse effect on the Fund's twelve-month return which was 3.5% compared to 4% of the All Bond Index. The portfolio remains focused in the middle area of the yield curve which offers the highest yields. It does not include any of the very long bonds as the managers regard these as relatively expensive and risky.

## Top 10 Fund Holdings at 30 June 2006\*

JSE Code	Maturity date	Coupon rate	% of portfolio
R157	15/09/2015	13.50%	32.41
R201	21/12/2014	8.75%	11.01
E168	01/06/2008	11.00%	7.36
WS04	30/05/2016	12.50%	6.14
IV01	31/03/2012	16.00%	4.54
AB06	27/03/2015	8.10%	4.34
BAW1	29/07/2011	10.70%	3.74
T011	01/04/2010	16.50%	2.93
DV07	30/09/2010	14.50%	2.82
WS03	15/09/2010	13.00%	2.71

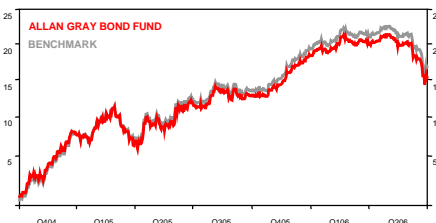
\*The 'Top 10 Fund Holdings' table is updated quarterly.

## Type



## 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)	15.8	16.8
Latest 5 years (annualised)	-	-
Latest 3 years (annualised)	-	-
Latest 1 year	3.5	4.0

### Allan Gray Unit Trust Management Limited

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