ALLAN GRAY

ALLAN GRAY MONEY MARKET FUND

FUND DETAILS AT 31 JANUARY 2011

Sector:	Domestic - Fixed Interest - Money Market
Inception date:	1 July 2001
Fund manager:	Andrew Lapping

Fund objective:
The Fund aims to preserve capital, maintain liquidity and generate a high level of income.

Suitable for those investors who:
- Require monthly income distributions
- Want to find a short-term safe haven for funds during times of market volatility
- Are highly risk-averse
- Have retired and have invested in a living annuity product. Underlying growth in the Fund and distributions are not taxed in a living annuity

Price:	R 1.00
Size:	R 8 192 m
Minimum lump sum per investor account:	R20 000
Minimum lump sum per fund:	R5 000
Minimum debit order per fund:	R 500*
Additional lump sum per fund:	R 500
Monthly yield at month end:	0.50%
Annual management fee:	Fixed fee of 0.25% (excl. VAT) per annum

COMMENTARY

Investors have become more concerned about inflation over the past month. Internationally traded food prices have continued to increase in US dollar terms, however the strength of the rand, which was previously mitigating these price increases, has reversed. The result is sharply higher prices for basic foodstuffs in South Africa. The higher food and petrol prices will add to the upward pressure on the consumer price index that already exists from escalating services costs.

Interest rates in the six to 12 month area of the curve have increased by between 16 and 35 basis points over the past month. This makes these assets more attractive, but the move is not yet sufficient for us to increase the duration of the Fund by investing in these longer dated assets.

The duration of the Fund at the end January was 54 days.

DISTRIBUTIONS

ACTUAL PAYOUT (cents per unit)

Feb 2010	Mar 2010	Apr 2010	May 2010	June 2010	July 2010
0.57	0.63	0.60	0.60	0.57	0.57

Aug 2010	Sept 2010	Oct 2010	Nov 2010	Dec 2010	Jan 2011
0.58	0.55	0.55	0.52	0.51	0.50

TOTAL EXPENSE RATIO FOR THE YEAR ENDED 31 DECEMBER 2010[1]

Total expense ratio	Included in TER			
	Investment management fee [2] 0.29%		Trading costs	Other expenses
	Performance component	Fee at benchmark		
0.30%	0.00%	0.29%	0.00%	0.01%

[1] A Total Expense Ratio (TER) is a measure of a portfolio's assets that are relinquished as operating expenses. The total operating expenses are expressed as a percentage of the average value of the portfolio, calculated for the year to the end of December 2010. 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.

[2] Including VAT. The investment management fee rate for three months ending 31 January 2011 was **0.29%**.

EXPOSURE BY ISSUER AT 31 JANUARY 2011

Government and Parastatals	
RSA	18.2
Denel	3.0
Transnet	1.1
Total	**22.3**
Corporates	
Sanlam	2.1
Toyota	1.6
MTN	0.3
Total	**4.0**
Banks [3]	
FirstRand Bank	17.2
Nedbank	17.1
Standard Bank	16.6
ABSA	15.8
Investec	7.1
Total	**73.8**
Total	**100.0**

Note: There may be slight discrepancies in the totals due to rounding.
[3] Banks include negotiable certificates of deposit (NCDs), fixed deposits and call deposits.

PERFORMANCE

Fund performance shown net of all fees and expenses.

% Returns	**Fund**	**Benchmark** [4]
Since inception (unannualised)	133.1	132.1
Latest 5 years (annualised)	9.1	8.9
Latest 3 years (annualised)	9.3	9.1
Latest 1 year	7.0	6.8

[4] Since inception to 31 March 2003, the benchmark was the Alexander Forbes 3-Month Deposit Index. The current benchmark is the Domestic Fixed Interest Money Market Collective Investment Scheme sector excluding the Allan Gray Money Market Fund. **Source: Morningstar, performance as calculated by Allan Gray as at 31 January 2011.**

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* Only available to South African residents.