

ALLAN GRAY STABLE FUND
Fact sheet at 31 May 2006

Sector: Domestic AA Prudential Low Equity
 Inception Date: 1 July 2000
 Fund Manager: Stephen Mildenhall
 Qualification: B Com(Hons), CA(SA), CFA

The Fund aims to achieve superior after-tax returns to bank deposits and to provide a high level of capital stability. The Fund seeks to preserve capital over any two-year period and is ideal for risk-averse investors.

Fund Details

Price: 1 818.47 cents
Size: R 9 379 583 832
Minimum lump sum: R 5 000
Minimum monthly: R 500
Subsequent lump sums: R 500
No. of share holdings: 46

Income Distribution: Quarterly
01/04/05-31/03/06 dividend (cpu): Total 56.04
 Int 45.38, Div 10.65, Foreign Int 0.01

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). Should the Fund produce a return of 0% or worse over a 2-year rolling period, then the firm will forego all fees.

Commentary

Over the last 12 months the Fund has returned 18.9% vs 5.6% for its benchmark. The Fund aims to achieve superior after-tax returns to bank deposits and to provide a high level of capital stability. As a result, the Fund has a low equity exposure. After the significant rise in the South African equity market in recent months, the Fund's equity exposure is at a relatively low 23.6%. Nonetheless, the equity portion of the Fund has benefited from the rise in equities and contributed to the significant outperformance of the benchmark. Given the higher level of equity markets, return expectations for the equity portion of the Fund need to be tempered. Approximately 5% of the Fund is invested in the Newgold ETF which is effectively an investment in the Rand gold price. This investment has benefitted the Fund to date with the recent significant rise in the Rand gold price. We continue to hold the investment and believe that it is consistent with the Fund's objectives of seeking real returns with a high level of capital stability.

Top 10 Share Holdings at 31 March 2006*

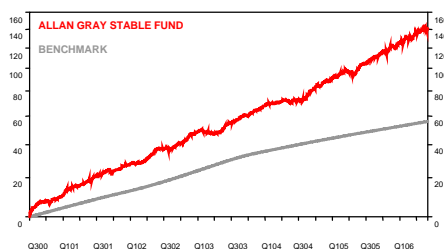
| JSE Code | Company | % of portfolio |
|----------|-----------------|----------------|
| MTN | MTN | 2.56 |
| REM | Remgro | 2.44 |
| GRY | Grayprop | 2.07 |
| SOL | Sasol | 1.88 |
| SLM | Sanlam | 1.45 |
| ASA | Absa | 1.42 |
| SBK | Stanbank | 1.36 |
| SHP | Shoprite | 1.15 |
| IMP | Impala | 1.10 |
| AMSP | Angloplat Prefs | 1.10 |

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

Asset Allocation

| Asset Class | % of Fund |
|-----------------------------|---------------|
| Shares (excluding Property) | 23.58 |
| Property | 2.96 |
| Commodities- Newgold ETF | 5.03 |
| Bonds | 0.65 |
| Foreign | 14.53 |
| Money Market & Cash | 53.25 |
| 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 (after-tax)

| | Stable Fund | Benchmark* |
|--------------------------------|-------------|------------|
| Since Inception (unannualised) | 140.9 | 56.0 |
| Latest 5 years (annualised) | 15.2 | 7.6 |
| Latest 3 years (annualised) | 16.3 | 6.4 |
| Latest 1 year | 18.9 | 5.6 |

Risk Measures

(Since incep. month end prices)

| | | |
|-------------------------------|------|-----|
| Maximum drawdown** | -2.3 | n/a |
| Annualised monthly volatility | 3.9 | 0.5 |

*After tax return of call deposits plus two percentage points

** 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)

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. Fluctuations or movements in exchange rates may cause the value of underlying international investments to go up or down. 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.