

FUND DETAILS AT 30 JUNE 2009

Sector: Domestic AA - Prudential - Low Equity Inception date: 1 July 2000 Fund manager: Ian Liddle

(Foreign assets are invested in Orbis funds.)

The Fund aims to provide a return that exceeds the return on call deposits plus 2% on an after-tax basis, at an assumed rate of 25%. It also seeks to provide a high level of capital stability and to minimise the risk of loss over any two-year period.

Suitable for those investors who:

- Are risk-averse and require a high degree of capital stability.
- Require a reasonable income but also some capital growth.
- Are retired or nearing retirement.
- Seek to preserve capital over any two-year period.

Price: R 21.55 Size: R 24 766 m Minimum lump sum per investor account: R 20 000 Minimum lump sum per fund: R 5 000 Additional lump sum per fund: R 500 No. of share holdings: 40 Income distribution: 01/07/08 - 30/06/09 (cents per unit) Total 196.75 Average annual management fee for June (excl VAT) 0.78% Distributes quarterly. To the extent that the total expenses exceed the income earned in the form of dividends and interest, the Fund will not make a distribution

Income distributions are higher than normal because the Fund was a shareholder of Remgro and Richemont when they unbundled in October 2008. For more information about this, please contact our Client Service Centre or refer to our website, details of which are below.

Annual management fee:

The annual management fee rate is dependent on the return of the Fund relative to its benchmark. The benchmark is the return of call deposits (for amounts in excess of R5m) with FirstRand Bank Limited plus 2%, on an after-tax basis at a rate of 25%, over a rolling two-year period. The fee hurdle (above which a fee greater than the minimum fee of 0.5% is charged) is performance equal to the benchmark minus 5%. For performance equal to the benchmark a fee of 1.0% (excl. VAT) per annum is payable. The manager's sharing rate is 10% of the under- and outperformance of the benchmark over a rolling two-year period and a maximum fee of 1.5% (excl. VAT) applies. If however, the Fund's cumulative return over a rolling two-year period is equal to or less than 0%, no annual management fee will be charged. The annual management fee is calculated on the daily value of the Fund excluding any assets invested in the Orbis funds. Assets invested in the Orbis funds incur a management fee. These along with other expenses are included in the Total Expense Ratio

COMMENTARY

The Fund has once again begun to take a more cautious stance (after opportunistically increasing its net equity exposure earlier in the year). The net equity exposure now stands at 29.2% versus the maximum allowed 40%.

We are expecting corporate profits to come under considerable pressure over the next year or so, but this has probably already been priced in by the market. It is not clear where company profits will settle thereafter, but it is possible that the market is being over-optimistic in its expectations of a subsequent recovery. Certainly, the current high levels of 'insider' sales in the US suggest that American business managers don't share the stock market's enthusiasm for the 'green shoots' thesis.

The Fund's offshore exposure has been a significant drag on recent performance as the rand has strengthened from an extreme of R11.85 / US\$ in October 2008 to below R8 / US\$ in June. It should be remembered that the offshore exposure will positively contribute to performance in the event of the rand weakening. We believe that the Fund's offshore exposure provides an important source of diversification for the Fund, and we expect it to contribute positively to the Fund's future long-term performance.

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STABLE FUND

TOP 10 SHARE HOLDINGS¹

Company	% of portfolio
SABMiller	2.7
Anglogold Ashanti	2.3
British American Tobacco	2.0
MTN Group	1.8
Sasol	1.6
Remgro	1.4
Sanlam	1.1
Compagnie Fin Richemont SA	0.8
Standard Bank Group	0.8
Sappi	0.8

¹ The Top 10 Share Holdings at 30 June 2009. Updated quarterly

TOTAL EXPENSE NATIO FOR THE TEAR ENDED 31 MARCH 2009						
Total expense ratio	Included in TER					
	Trading costs	Performance component	Fee at benchmark	Other expenses		
1.62%	0.08%	0.34%	1.14%	0.06%		

²A 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 March 2009. Included in the average value of the portfolio, calculated for the year to the end of March 2009. 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 inforr provided is applicable to class A units.

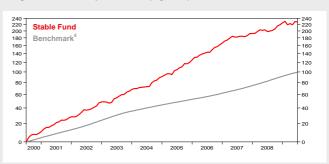
ASSET ALLOCATION AS AT 30 JUNE 2009

Asset class	% of portfolio
Net SA equities	20.1
Hedged SA equities	0.5
Listed property	0.0
Commodities (New Gold)	2.8
Money market and cash	57.3
Foreign	19.3
Total	100

Total net SA and foreign equity exposure: 29.2%.

PERFORMANCE³

Fund performance shown net of all fees and expenses as per the TER disclosure. Long-term cumulative performance (log scale)



% Returns (after-tax)	Fund	Benchmark 4
Since inception (unannualised)	228.1	99.5
Latest 5 years (annualised)	13.7	7.3
Latest 3 years (annualised)	10.5	8.4
Latest 1 year	10.0	9.2
Risk measures (since inception month end prices)		
Maximum drawdown ⁵	-4.3	n/a
Percentage positive months	84.3	100.0
Annualised monthly volatility	4.2	0.5

- Fund and benchmark performance adjusted for income tax at a rate of 25%.
 The return of call deposits (for amounts in excess of R5m) with FirstRand Bank Limited plus 2%; on an after-tax basis a rate of 25%. Source: FirstRand Bank, performance
- calculated by Allan Gray as at 30 June 2009. Maximum percentage decline over any period.

Collective Investment Schemes in Securities (unit trusts) are generally medium- to long-term investments. The value of 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 market value of all assets in the portfolio including any income accruals and less any permissible deductions from the portfolio divided by the number of units in issue. Declarations of income accruals are made quarterly. Purchase and redemption requests must be received by the manager by 14:00 each business day. Forward pricing is therefore used. Performance distributions reinvested. Permissible deductions may include management fees, brokerage, STT, auditor's fees, bank charges, trustee fees and RSC levies. The Fund may borrow up to 10% of the market value of the portfolior to bridge insufficient liquidity. A schedule of fees and charges and maximum commissions is available on request from the manager. Commission and incentives may be paid and if so, would be included in the overall costs. The fund may be closed to new investments at any time in order to be managed in accordance with its mandate. The manager is a member of the Association for Savings & Investments at any time in order to be managed in accordance with its mandate. The manager is a member of the Association for Savings & Investments at any time in order to be managed in accordance with its mandate. The manager is a member of the Association for Savings & Investments at any time in order to be managed in accordance with its mandate. The manager is a member of the Association for Savings & Investments at any time in order to be managed in accordance with its mandate. The manager is a member of the Association for Savings & Investments at any time in order to be managed in accordance with its mandate. The manager is a member of the Association for Savings & Investments at any time in order to be managed in accordance with its mandate. The manager is a member of the Association for Savings & Investment at any time in order to be managed in accordance with its mandate. The manager is a member of the Association for Savings & Investment at any time in order to be managed in accordance with its mandate. The manager is a member of the Association for Savings & Investment at any time in order to be managed in accordance with its mandate. The manager is a member of the Association for Savings & Investment at any time in order to be managed in accordance with its mandate. are only a part of an investment decision. The investment objective of the Fund should be compared with the investor's objective and then the performance of the investment and whether it represents value for money should be evaluated as part of the infancial planning process. All Allan Gray performance figures and values are quoted after the deduction of costs incurred within the Fund so the TER is not a new cost. Compliance with Prudential Investment Guidelines: Retirement Funds: The Fund is managed to comply with Regulation 28 of the Pension Funds Act, except for the total foreign exposure limit which is 20% (FSB Circular 3 of 2008). ASISA regards a prudential fund with foreign exposure of up to 20%, as conforming to Regulation 28 for fund classification purposes. Exposures in excess of the limits will be corrected immediately except where due to market value fluctuations or capital withdrawals in which case they will be corrected within a reasonable time period. Allan Gray does not monitor compliance with section 19(4) of the Pension Funds Act.