

FUND DETAILS AT 31 AUGUST 2009

 Sector:
 Domestic AA - Prudential - Low Equity

 Inception date:
 1 July 2000

 Fund manager:
 lan Liddle

(Foreign assets are invested in Orbis funds.)

Fund objective:

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 22.17 R 27 456 m Size: Minimum lump sum per investor account: R 20 000 Minimum lump sum per fund: R 5 000 R 500 Minimum debit order per fund: Additional lump sum per fund: R 500 No. of share holdings: Total 196.75 Income distribution: 01/07/08 - 30/06/09 (cents per unit) Average annual management fee for August (excl VAT) 1.13%

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 continued to reduce its net equity exposure by selling shares and hedging its stock market exposure into the recent stock market strength. The Fund's net equity exposure is down to 26.2% and its net exposure to SA Equities is down to 17.6%.

The FTSE/JSE All Share Index has doubled in US dollar terms from its low in October last year, and the South African equity market and many other emerging equity markets are close to their record highs relative to developed markets.

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 R7.50/US\$. However, investors should remember that the offshore exposure will positively contribute to performance in the event of the rand weakening. We believe that 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.

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 RATIO FOR THE YEAR ENDED 30 JUNE 2009²

		Included in TER			
	Total expense ratio	Trading costs	Performance component	Fee at benchmark	Other expenses
	1.34%	0.04%	0.14%	1.14%	0.02%

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 June 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 information provided is applicable to class A units.

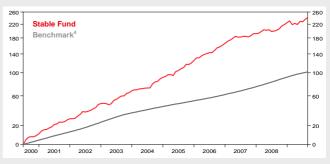
ASSET ALLOCATION AS AT 31 AUGUST 2009

Asset class	% of portfolio
Net SA equities	17.6
Hedged SA equities	2.9
Listed property	0.0
Commodities (New Gold)	3.0
Money market and cash	56.7
Foreign	19.8
Total	100

Total net SA and foreign equity exposure: 26.2%

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)	241.4	101.6
Latest 5 years (annualised)	13.7	7.4
Latest 3 years (annualised)	11.1	8.4
Latest 1 year	13.0	8.6
Risk measures (since inception month end prices)		
Maximum drawdown ⁵	-4.3	n/a
Percentage positive months	84.5	100.0
Annualised monthly volatility	4.2	0.5

- ³ Fund and benchmark performance adjusted for income tax at a rate of 25%
- 4 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 as calculated by Allan Gray as at 31 August 2009.
- Maximum percentage decline over any period.

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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 are made quarterly. Purchase and redemption requests must be received by the manager by 14:00 each business day and fund valuations take place at approximately 16:00 each business day. Forward pricing is therefore used. Performance figures are from Allan Gray Limited (GIPS compliant) and are for lump sum investments with income 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 portfolio 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 manadate. The manager is a member of the Association for Savings & Investment SA (ASISA). Total Expense Ratio (TER): When investing, costs are only a part of an investment adecision. 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 financial 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 in excess of the limits will be corrected immediately except where du