STABLE FUND

FUND DETAILS AT 31 MARCH 2010

Sector:	Domestic AA - Prudential - Low Equity
Inception date:	1 July 2000
Fund manager:	Ian 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 22.19
Size:	R30 912m
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
No. of share holdings:	51
Income distribution: 01/04/09 - 31/03/10 (cents per unit)	Total 93.96

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.

Average annual management fee: March (excl VAT) 0.82%

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

One of the ways in which the Fund seeks to achieve its dual objectives of real returns and capital stability is to vary its exposure to the equity markets depending on the value that they offer. When investors' expectations are low and stockmarkets offer good value, the Fund is attracted to the limited downside and the potential for upside from positive surprises. Vice versa, when stockmarkets offer little value, the Fund is particularly concerned about the potential downside and it reduces its equity market exposure.

With many South African financial and industrial shares trading close to their 2007-2008 highs, and the FTSE/JSE All Share Index up by over 40% over the last 12 months, it should be no surprise that the Fund has reduced its net equity exposure from a high 31.8% 12 months ago, to the current 12.8%.

The bulk of this reduction in net equity exposure has been affected by the selling of stock index futures. This means that 39.5% of the Fund is still exposed to the potential, for us and Orbis, to add value through stock picking.

We actively manage the portion of the Fund invested in the money and bond markets aiming for real returns at low risk.

The Fund's offshore exposure has been a significant drag on performance over the last year as the rand has strengthened. But we would expect it to contribute positively over the long term if the rand weakens (which we regard as more likely than long-term strength from this point).

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TOP 10 SHARE HOLDINGS[1]

Company	% of portfolio
SABMiller	2.9
Sasol	2.1
British American Tobacco Plc	1.9
Anglogold Ashanti	1.7
Remgro Limited	1.6
Sanlam	1.2
MTN Group Limited	1.0
Sappi	0.8
Standard Bank Group Limited	0.7
Tongaat-Hulett	0.7

[1] The Top 10 share holdings at 31 March 2010. Updated quarterly.

TOTAL EXPENSE RATIO FOR THE YEAR ENDED 31 DECEMBER 2009 [2]

Total expense ratio	Included in TER			
	Trading costs	Performance component	Fee at benchmark	Other expenses
1.30%	0.05%	0.09%	1.14%	0.02%

[2] 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 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 MARCH 2010

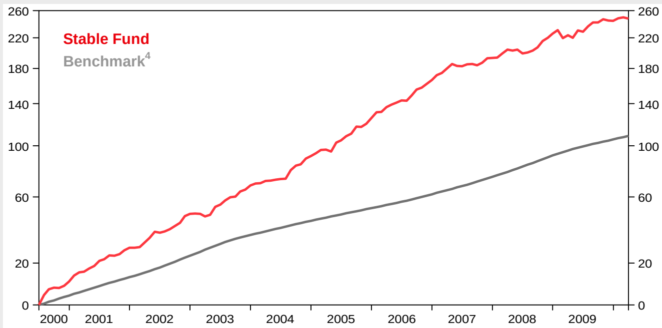
Asset class	% of portfolio
Net SA equities	5.1
Hedged SA equities	14.4
Listed property	0.1
Commodities (New Gold)	3.6
Bonds	3.3
Money market and cash	53.5
Foreign	20.0
Total	100

Total net SA and foreign equity exposure: 12.78%

PERFORMANCE [3]

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)	247.0	108.7
Latest 5 years (annualised)	12.0	7.4
Latest 3 years (annualised)	7.5	8.2
Latest 1 year	7.5	6.5
Risk measures (since inception month end prices)		
Maximum drawdown[5]	-4.3	n/a
Percentage positive months	82.9	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 March 2010.**
[5] Maximum percentage decline over any period.