

# ORBIS SICAV GLOBAL BALANCED AG FUND

FACT SHEET AT 31 JANUARY 2014



The Fund seeks to balance income generation, appreciation of capital and risk of loss with a diversified global portfolio of equities, fixed income instruments and commodity-linked instruments. It aims to earn higher long-term returns than its benchmark, which is comprised of 60% MSCI World Index with net dividends reinvested and 40% JP Morgan Global Government Bond Index ("60/40 Index"), each in US dollars.

**Price** \$12.19 (Retail Investor Shares)  
**Size** \$136 million  
**Minimum** \$50,000  
**Load** None  
**Dealing** Weekly (Thursday)  
**Fee** 1.5% p.a. ± up to 1.0%, based on 3 year rolling performance vs. benchmark

## PORTFOLIO

### Commentary

Over the past 18 months, bonds have lagged equities by 35 percentage points. As contrarians, we are often drawn to underperforming assets, as the market's pessimism can open up gaps between price and intrinsic value. But while bonds have performed poorly of late, this weakness follows a long bull run, and we continue to find better opportunities in stocks. We continue to search, however, and we have recently found an Alcoa bond available at a price we find compelling. Our research suggests that Alcoa and other aluminium companies are suffering from depressed commodity prices, but should be healthier over the long term. Given this, we believe Alcoa's longer dated bonds are undervalued. Alcoa's 2037 bond is available at a 6.4% yield to maturity, which compares favourably to yields on similar bonds. In our view, this high yield and the bond's low investment grade rating reflect too bearish a view on Alcoa's long-term creditworthiness. Should the market come to share our view, the bond's price may rise, and given the healthy yield, the Fund will be well paid in the meantime.

### Asset Allocation (%)

	Europe	North America	Asia ex-Japan	Japan	Other	Total
Gross Equity	37	28	14	8	1	88
Net Equity	30	20	14	5	1	71
Fixed Income <sup>†</sup>	3	7	0	0	0	11
Commodity-Linked						0
Net Current Assets						1
<b>Total</b>	<b>40</b>	<b>35</b>	<b>14</b>	<b>9</b>	<b>1</b>	<b>100</b>
<b>60/40 Index</b>						
Equity	17	35	1	5	2	60
Fixed Income	14	15	0	10	0	40
<b>Total</b>	<b>31</b>	<b>50</b>	<b>1</b>	<b>15</b>	<b>2</b>	<b>100</b>

May not sum due to rounding.

<sup>†</sup>Fixed Income refers to fixed income instruments issued by corporate bodies, governments and other entities, such as bonds, money market instruments and cash and cash equivalents. Regional allocation is based on the currency denomination of the instrument.

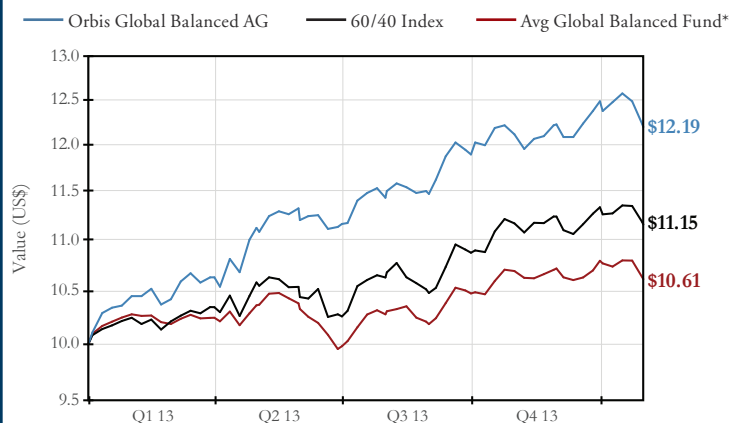
### Currency Allocation (%)

	Orbis Global Balanced AG	60/40 Index
US dollar	43	47
Euro	19	19
British pound	8	8
Japanese yen	7	15
Korean won	4	0
Swedish krona	4	1
Chinese yuan	4	0
Other	10	9
<b>Total</b>	<b>100</b>	<b>100</b>

May not sum due to rounding.

## TRACK RECORD OF RETAIL INVESTOR SHARES

### Value of \$10 invested at inception (dividends reinvested)



### Performance in US dollars (net of fees)

% Returns	Orbis Global Balanced AG	60/40 Index	Avg Global Balanced Fund*
<i>Annualised</i>			
Since Inception (1 Jan 2013)	20.0	10.6	5.6
Latest year	16.5	8.9	3.3
<i>Not annualised</i>			
Latest month	(2.3)	(1.6)	

### Risk Measures (Since inception, month end prices)

Risk Measure	Orbis Global Balanced AG	60/40 Index	Avg Global Balanced Fund*
Maximum drawdown	2%	3%	6%

\*See Notices page for important disclosure about the Average Global Balanced Fund.

### Top Ten Holdings (% of Fund)

Telefonaktiebolaget LM Ericsson	4.2
Vodafone Group	3.7
BP	3.6
SK Telecom	2.6
Micron Technology	2.5
Vodafone Group 3.375% 24 Nov 2015	2.5
Carnival plc	2.4
NetEase	2.4
Motorola Solutions	2.4
Intel	2.3
<b>Total</b>	<b>28.6</b>

The value of shares in the Fund may fluctuate and is not guaranteed. When making an investment in the Funds, an investor's capital is at risk. This Fact Sheet does not constitute a financial promotion, a recommendation, an offer to sell or a solicitation to buy shares or units of the Orbis Funds.

### Orbis Investment Management Limited

(Licensed to conduct investment business by the Bermuda Monetary Authority)

# NOTICES

## Legal Notices

Returns are net of fees, include income and assume reinvestment of dividends. While we have endeavoured to ensure the accuracy of the information herein, such information is not guaranteed as to accuracy or completeness.

Collective Investment Schemes (CIS) are generally medium to long-term investments. The value of participatory interests may go down as well as up and past performance is not a reliable indicator of future results. Fluctuations or movements in exchange rates may cause the value of underlying international investments to go up or down. CIS 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, a member of the Association for Savings & Investments SA. Commission and incentives may be paid by investors to third parties and if so, would be included in the overall costs. The Fund is priced weekly. Figures quoted are for the periods indicated for a \$10 investment, using NAV-NAV prices, with income distributions reinvested. Performance is quoted in US dollar currency terms. A prospectus is available on request from Allan Gray Unit Trust Management Limited. Certain capitalised terms are defined in the Prospectus.

## Fund Information

The Benchmark is a composite index consisting of the MSCI World Index with net dividends reinvested (60%) and the JP Morgan Global Government Bond Index (40%).

## Sources

Average Fund data source: © 2014 Morningstar, Inc. All Rights Reserved. Such information (1) is proprietary to Morningstar and/or its content providers; (2) may not be copied or distributed; and (3) is not warranted to be accurate, complete or timely. Neither Morningstar nor its content providers are responsible for any damages or losses arising from any use of this information. \*The latest Morningstar data for 23 January 2014 has been extended to reflect the move in the World Index through 31 January 2014 for periods greater than one month. Returns for shorter periods are not shown as high price volatility and late fund reporting may cause them to be significantly restated.

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## Notice to Persons in the European Economic Area

The Orbis SICAV Global Balanced AG Fund, a sub-fund of Orbis SICAV, a UCITS IV compliant Luxembourg fund, is admitted for public marketing in Luxembourg and the United Kingdom. Persons located in any other European Economic Area member state will only be permitted to subscribe for shares in the Fund under certain circumstances as determined by, and in compliance with, applicable law.

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