



The Fund remains fully invested in Japanese equities. It aims to earn higher returns than the Japanese stockmarket and has a benchmark of the TOPIX Index, including income measured in Japanese yen or hedged into euro. This Fund offers an investment in Japanese equities through the following classes:  
**Orbis Japan Equity (Yen)\*** is fully exposed to the Japanese yen.  
**Orbis Japan Equity (Euro)** hedges its currency exposure into euro.

	<b>Yen Class</b>	<b>Euro Class</b>
<b>Price</b>	¥2,114	€14.43
<b>Size</b>	¥170 billion	€65 million
<b>FX Rate</b>	¥/\$ 81.55	\$/€ 1.4391
<b>Minimum Load</b>	\$50,000	None
<b>Dealing</b>	Weekly (Thursday)	
<b>Fee</b>	0.5%-2.5% performance based	

**Independent Ratings**

Standard & Poor's AAA

OBRS AA

**PORTFOLIO**

**Commentary**

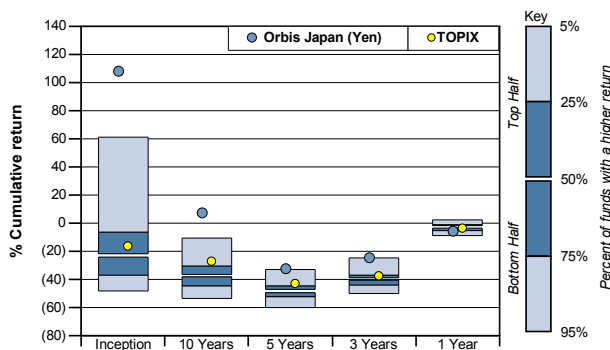
It remains virtually impossible to discuss Japanese equities without considering the lingering effects of the 11 March earthquake and tsunami. Since then, Japanese shares are down 9% and have underperformed the FTSE World Index by nearly 12 percentage points in yen terms. At month end the TOPIX traded at just 20% above its 27-year low in March 2009. While Japan's most recent economic data has been undeniably poor – and may remain so for some time – it has been our experience that investing in well-managed businesses at bargain prices is the best way to produce pleasing long-term returns. Indeed, over the past several decades many Japanese companies have delivered significant growth in earnings and shareholder equity despite incredibly challenging economic conditions. We continue to find stocks that trade well below our assessment of their intrinsic value – even assuming a weak economy.

**Fund Information**

Sector Allocation	% of Fund	% of TOPIX
Consumer Non-Durables	35	19
Financials	24	14
Information and Communications	21	6
Technology	0	16
Cyclicals	19	42
Utilities	0	3
Net Current Assets	1	0
<b>Total</b>	<b>100</b>	<b>100</b>

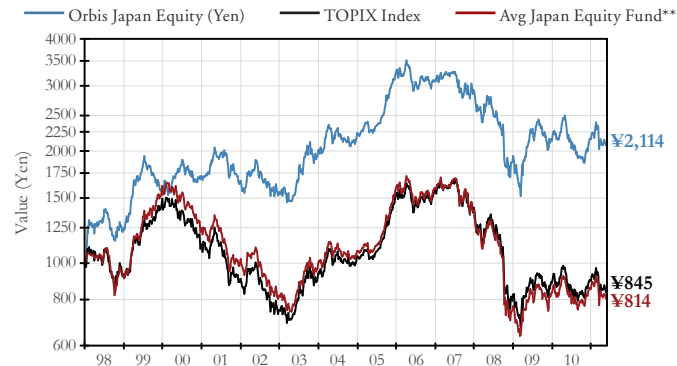
Top 10 Holdings	%		%
Rakuten	7.5	Dai-ichi Mutual Life Insurance	5.1
Nippon Television Network	6.7	T&D Holdings	4.2
INPEX	5.9	NTT Urban Development	3.9
Sundrug	5.7	Nomura Research Institute	3.8
Sumitomo Mitsui Fin.	5.3	PARK24	3.6
<b>Total</b>			<b>51.7</b>

**Ranking within Japan equity fund peer group\*\***

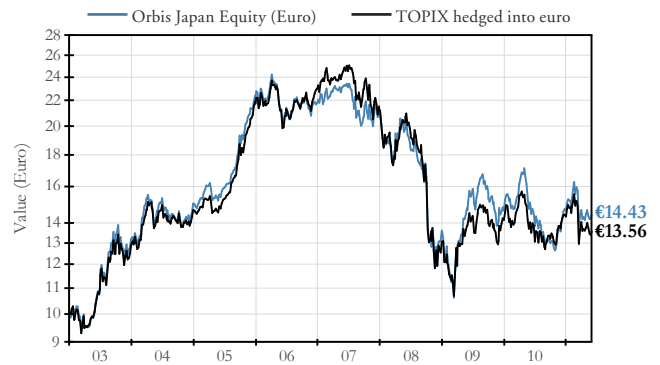


**TRACK RECORD**

**Value of ¥1,000 invested at inception on 1 January 1998 (dividends reinvested)**



**Value of €10 invested at inception on 1 January 2003 (dividends reinvested)**



**Performance in class currency (net of fees)**

	Orbis Japan (Yen)	TOPIX Index	Avg Japan Equity Fund***	Quantile Ranking	Orbis Japan (Euro)	TOPIX hedged into euro
<b>% Returns Annualised</b>						
Since Inception (1 Jan 1998)	5.7	(1.2)	(1.5)	1		
Since Inception (1 Jan 2003)					4.5	3.7
Latest 10 years	0.9	(3.0)	(4.3)	1		
Latest 5 years	(7.2)	(10.4)	(11.7)	1	(7.5)	(8.5)
Latest 3 years	(8.5)	(14.2)	(14.4)	1	(10.6)	(13.2)
Latest year	(4.1)	(2.7)	(2.2)	4	(3.8)	(2.2)
Calendar year 2010	1.2	1.0	2.2		0.2	1.3
<b>Not annualised</b>						
Year to date	(2.1)	(5.6)	(4.7)		(1.7)	(5.4)
Latest month	(0.4)	(1.6)			(0.3)	(1.5)
<b>Risk Measures (Since inception, month end prices)</b>						
Maximum drawdown	52%	56%	64%			
Annualised monthly volatility	19.2%	18.1%	20.6%			
Beta vs TOPIX	0.9	1.0	1.0			
Tracking error	10.9%	0.0%	7.5%			

The Orbis Japan Equity (Euro) is a fund of Orbis SICAV, a UCITS III compliant Luxembourg fund, which is the only Orbis Investment company admitted for public marketing in Luxembourg. 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 necessarily a guide to the future. 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 ¥1,000 and €10 investment, using NAV-NAV prices, with income distributions reinvested. Performance is quoted in yen and euro currency terms. A prospectus is available on request from Allan Gray Unit Trust Management Limited. Certain capitalised terms are defined in the Prospectus. 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. \*Prior to 29 November 2002 this Fund was a British Virgin Islands investment company, Orbis Japan Equity (Yen) Fund Limited. \*\*Sector Average Fund – Data Source © 2011 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 19 May 2011 has been extended to reflect the move in the TOPIX through 31 May 2011 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. Ratings descriptions are available from www.fundsinights.com and www.obsglobalfundratings.com. TOPIX Total Return Index data source is Tokyo Stock Exchange.

The value of shares of the Fund may go down as well as up and past performance is not necessarily a guide to the future. When making an investment in the Funds, an investor's capital is at risk.

The Orbis Global Equity Strategy and Optimal Strategy are now accepting subscriptions from qualified new investors. The Orbis Leveraged Funds remain closed to all new investments and the Orbis Asia ex-Japan Equity Fund is open to existing Orbis investors only. The Japan Equity Strategy remains open to existing and new investors. For more details, please visit our website.

**Orbis Investment Management (B.V.I.) Limited**  
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