



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. Orbis manages the following classes in this Fund:

Orbis SICAV Japan Equity (Yen)* is fully exposed to the Japanese yen.

Orbis SICAV Japan Equity (Euro) hedges its currency exposure into euro.

	Yen Class	Euro Class
Price	¥2,158	€14.63
Size	¥165 billion	€92 million
FX Rate	¥/\$ 79.88	\$/€ 1.2644
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	

Independent Ratings

S&P Capital IQ Gold[†]

Morningstar OBSR Analyst RatingTM Silver[‡]

PORTFOLIO

Commentary

What makes investing in Japan fascinating is that we are frequently able to find stocks with attractive growth prospects that also trade at or close to tangible book value. OBIC, one of Japan's leading providers of enterprise resource planning software, is such a stock. We believe the company, which has increased operating profits every year since 1997 for a compound annual growth rate of 15%, will continue to enjoy solid earnings growth. However, the market values the stock on a forward price-earnings multiple of just 11 times and at little more than its tangible book value. OBIC has no debt, while holding cash, land and marketable investments we conservatively estimate to equal 78% of its market capitalisation. This hoard gives us a free option on the company increasing payouts to shareholders, whilst also providing a sizeable margin of safety, should our growth thesis turn out to be wrong. In summary, we believe OBIC's shares are significantly undervalued.

Fund Information

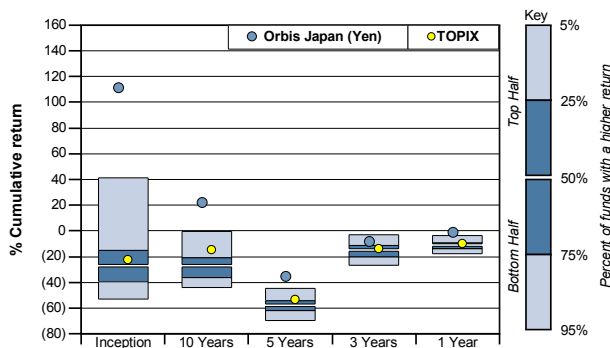
Sector Allocation

	% of Fund	% of TOPIX
Consumer Non-Durables	28	21
Cyclicals	25	41
Information and Communications	24	7
Technology	2	14
Financials	21	14
Utilities	0	3
Total	100	100

Top 10 Holdings

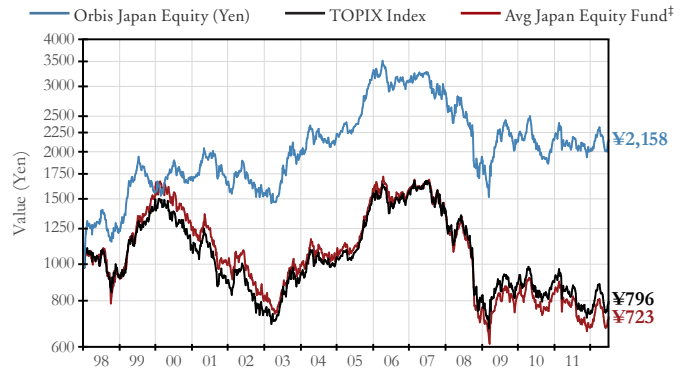
	%		%
INPEX	8.5	Nippon Television Network	4.9
NKSJ Holdings	7.3	OBIC	4.9
SBI Holdings	5.5	NTT Urban Development	4.8
Sundrug	5.4	Yahoo Japan	4.8
ABC-MART	5.0	Rakuten	4.5
		Total	55.6

Ranking within Japan equity fund peer group[‡]

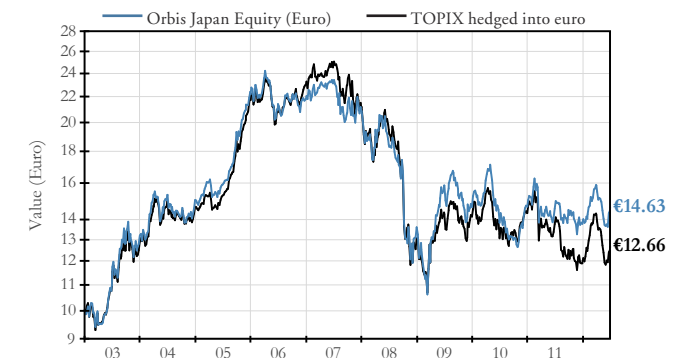


TRACK RECORD

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)

% Returns Annualised	Orbis Japan (Yen)	TOPIX Index	Avg Japan Equity Fund [‡]	Quartile Ranking	Orbis Japan (Euro)	TOPIX hedged into euro
Since Inception (1 Jan 1998)	5.4	(1.6)	(2.2)	1		
Since Inception (1 Jan 2003)					4.1	2.5
Latest 10 years	2.2	(1.3)	(3.1)	1		
Latest 5 years	(7.9)	(13.7)	(15.5)	1	(8.9)	(12.6)
Latest 3 years	(2.1)	(4.1)	(4.7)	1	(2.7)	(4.1)
Latest year	1.1	(7.1)	(9.6)	1	0.4	(8.0)
Calendar year 2011	(6.1)	(17.0)	(18.0)		(5.4)	(16.2)
<i>Not annualised</i>						
Year to date	6.5	7.0	6.1		5.4	5.4
Latest month	7.4	7.2			7.1	6.9
<i>Risk Measures (Since inception, month end prices)</i>						
Maximum drawdown	52%	56%	64%			
Annualised monthly volatility	19.0%	18.3%	20.4%			
Beta vs TOPIX	0.9	1.0	1.0			
Tracking error	10.6%	0.0%	7.3%			

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The value of the 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 Report does not constitute a financial promotion, a recommendation, an offer to sell or a solicitation to buy shares or units of the Orbis Funds. The Orbis Global Equity Strategy and Optimal Strategy are currently accepting subscriptions of at least US\$50 million 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.

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