



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	¥2,089	€14.16
Size	¥160 billion	€88 million
FX Rate	¥/\$ 78.26	\$/€ 1.2584
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

Your Fund's industry and sector exposures are ultimately driven by our bottom-up stock selection decisions. For example, your Fund has only 2% invested in the Technology sector versus the benchmark's 14% weighting, as shown in the table below. Even though shares in this sector appear cheap on certain quantitative metrics, it is hard for us to gain conviction that they trade well below intrinsic value. Our concern in many cases is that these businesses have weak and deteriorating fundamentals. Our positioning here is also driven in part by the insights of our global sector analysts. Unlike their more focused US competitors, many large Japanese technology firms are diversified across multiple businesses in which they lack a competitive advantage – something that also makes them more difficult to understand. Consequently we have found more compelling ideas in other sectors that offer a better risk-reward proposition.

Fund Information

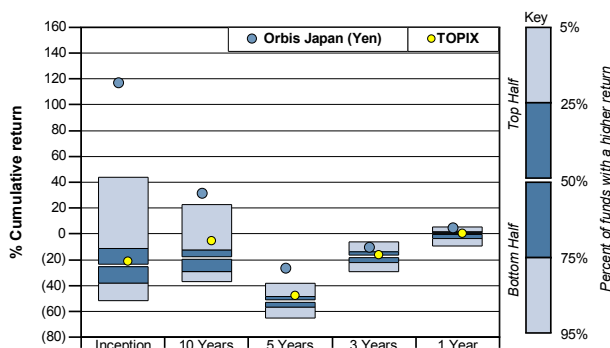
Sector Allocation

	% of Fund	% of TOPIX
Cyclicals	30	41
Consumer Non-Durables	25	22
Information and Communications	22	7
Technology	2	14
Financials	21	14
Utilities	0	2
Total	100	100

Top 10 Holdings

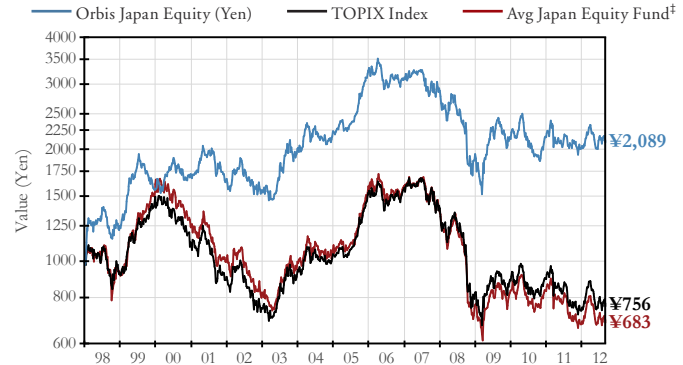
	%		%
INPEX	8.8	SBI Holdings	4.6
NKSJ Holdings	6.4	NTT Urban Development	4.5
Sundrug	6.0	Nippon Television Network	4.5
OBIC	5.0	PARK24	4.4
ABC-MART	5.0	Yahoo Japan	4.4
		Total	53.6

Ranking within Japan equity fund peer group[‡]

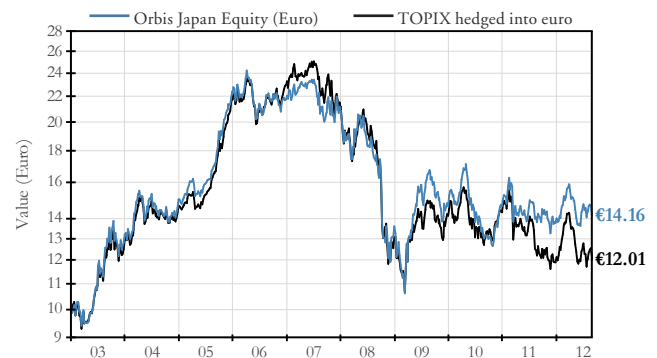


TRACK RECORD

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)

	Orbis Japan (Yen)	TOPIX Index	Avg Japan Equity Fund [‡]	Quartile Ranking	Orbis Japan (Euro)	TOPIX hedged into euro
% Returns Annualised						
Since Inception (1 Jan 1998)	5.2	(1.9)	(2.6)	1		
Since Inception (1 Jan 2003)					3.7	1.9
Latest 10 years	2.4	(1.0)	(2.8)	1		
Latest 5 years	(6.7)	(12.8)	(14.7)	1	(7.8)	(11.9)
Latest 3 years	(4.8)	(6.9)	(7.8)	1	(5.2)	(7.0)
Latest year	0.8	(2.8)	(5.4)	1	(0.1)	(4.0)
Calendar year 2011	(6.1)	(17.0)	(18.0)		(5.4)	(16.2)
Not annualised						
Year to date	3.1	1.7	0.3		2.0	0.0
Latest month	(1.6)	(0.6)			(1.7)	(0.6)
Risk Measures (Since inception, month end prices)						
Maximum drawdown	52%	56%	65%			
Annualised monthly volatility	18.9%	18.2%	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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