

QUARTERLY
REPORTS
30 SEPTEMBER 2007



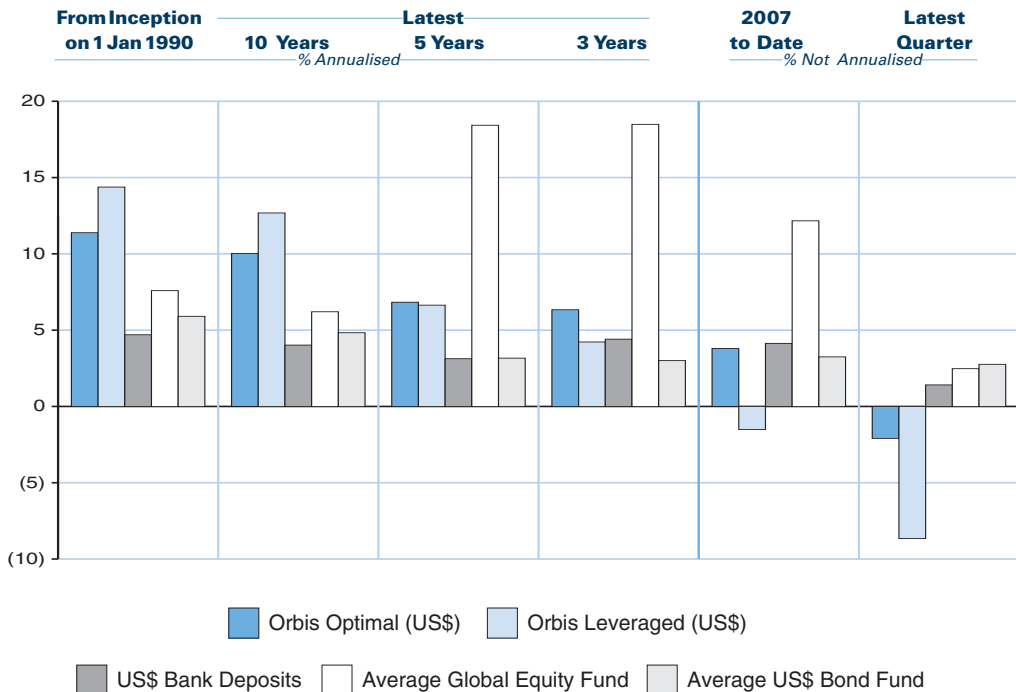
ORBIS OPTIMAL

ORBIS LEVERAGED

We invite you to visit our website, www.orbisfunds.com, where you may register on-line to receive regular reports on our funds automatically by e-mail. We hope that this enables you to keep in better touch with us and with your investments.

ORBIS OPTIMAL AND ORBIS LEVERAGED AT 30 SEPTEMBER 2007

TOTAL RATE OF RETURN IN US DOLLARS



The Optimal and Leveraged (Euro) and (Yen) Funds are based on the same portfolios as the Optimal and Leveraged (US\$) Funds, respectively, and are therefore not shown separately above. Average Global Equity Fund and Average US\$ Bond Fund source: Morningstar, Inc.

Total Rate of Return in Fund Currency:

	From Inception	Latest 5 Years	3 Years	2007 to Date	Latest Quarter
	% Annualised			% Not Annualised	
Optimal (US\$) Fund (launched 1 Jan 1990)	11.4	6.8	6.3	3.8	(2.1)
Leveraged (US\$) Fund (launched 1 Jan 1990)	14.4	6.6	4.2	(1.5)	(8.7)
US\$ Bank Deposits	4.7	3.1	4.4	4.1	1.4
Average Global Equity Fund	7.6	18.4	18.5	12.2	2.5
Average US\$ Bond Fund	5.9	3.2	3.0	3.2	2.8
Optimal (Euro) Fund (launched 30 Jun 1998)	9.0	4.6	3.8	0.5	(3.6)
Leveraged (Euro) Fund (launched 30 Jun 1998)	14.7	6.2	2.9	(2.4)	(8.6)
Euro Bank Deposits	3.2	2.7	2.9	3.0	1.1
Average Global Equity Fund	2.7	10.0	13.2	3.8	(2.7)
Average Euro Bond Fund	3.4	2.9	1.6	0.0	1.1
% appreciation of the euro versus the US dollar	2.9	7.6	4.7	8.0	5.4
Optimal (Yen) Fund (launched 1 Jan 2006)	1.3			0.2	(4.6)
Leveraged (Yen) Fund (launched 1 Jan 2006)	(5.6)			(4.9)	(9.6)
Yen Bank Deposits	0.3			0.4	0.2
Average Global Equity Fund	17.4			8.2	(4.5)
Average Yen Bond Fund	(0.3)			0.1	0.9
% appreciation of the yen versus the US dollar	1.5			3.7	7.3

Clearly the performance of the Optimal and Leveraged Funds in the third quarter, and indeed over the past year, is not what we and our fellow longstanding Fund Members have come to expect of our Absolute Funds. Both Funds produced negative returns for the quarter. This is not in itself unusual. Leveraged has produced losses on average one out of three quarters, and the more conservative Optimal just over one out of four quarters. Perhaps selfishly, however, it would have been nice to produce a positive return in a quarter where hedge funds in general ran into such significant and headline-grabbing difficulties. Disappointingly, and far more relevant for our Members, these losses come on the back of a few years of what we would consider to be sub par performance from the Funds.

In the past year, alpha generation, or the outperformance of our underlying stock picks versus their local stockmarkets, while positive, has been significantly below the historic averages of the Fund. The contribution from currency exposures was neutral to Optimal, but produced a loss in Leveraged which had more aggressive exposures in line with the Fund's higher risk tolerance investment mandate. The incremental short position in the Japanese Government Bond Futures has also been a negative contributor in Leveraged.

In the underlying Global Equity Fund, as in all Orbis Funds, we stick to a simple stock picking philosophy that focuses intensely on finding and owning shares that are selling at significant discounts to their intrinsic value. Simple should not be confused with easily followed however. It takes considerable effort, skill, intellectual honesty, discipline and most often patience and conviction, especially when the market is marching to the beat of a different drummer for an extended period of time. We are beginning to feel as though we may be in one of those trying periods.

Although the Global Equity Fund has recently produced a healthy absolute return, its alpha generation took a turn for the worse after the US Federal Reserve and authorities globally acted aggressively in support of the areas of the market that were suffering from a reduced risk appetite. Since the Fed's action, share prices in the world's most economically sensitive sectors and regions have rebounded strongly, led by financials, consumer cyclicals, basic materials, industrials and the speculators' darling, China.

For some time prior, in a reaction to the strong multi-year price and valuation advances of the above-mentioned sectors, our fundamental stock-by-stock research had been causing a shift in Global's exposures to areas with lesser sensitivity to financial system liquidity. This left the Fund very out of sync with the market movements in the last six weeks of the quarter. The fact that the Fed had to respond so strongly seems to validate the Fund's less aggressive stance, and the renewed surge in the above-mentioned sectors merely serves to increase the risks that reside in those shares. However, we must all remember that market excesses can extend much further, both in magnitude and duration, than one would expect, and subject Global as well as the Absolute Funds, their investment approach, and Members to a severe test of convictions.

In order to better demonstrate how different what the Equity Funds own is from what they don't own, each of their reports this quarter describes a stock that the Fund does not own and is representative of what the market is holding very dear and has hurt the Fund by its absence. We then compare it to a stock that typifies what the Fund owns. We encourage you to read these reports and hope you find them helpful in understanding both the current investment environment and how the Funds' particular investment philosophy and discipline behave in it.

<i>DIRECTORS</i>	<i>Allan W B Gray, Chairman</i>	<i>John C R Collis</i>	<i>Geoffrey M Gardner</i>	<i>William B Gray</i>	<i>William D Thomson</i>
MANAGER	Orbis Investment Management Limited			INVESTMENT ADVISOR	CUSTODIAN
				Orbis Investment Advisory Limited	Citibank Canada

ORBIS OPTIMAL FUNDS

The Orbis Optimal Funds seek capital appreciation on a low risk global investment portfolio and are offered in a choice of dollars, euro or yen. The Orbis Optimal (US\$) Fund invests principally in selected Orbis equity mutual funds and seeks to substantially reduce the stockmarket exposure inherent in these investments through stockmarket hedging. The Orbis Optimal (Euro) and (Yen) Funds seek capital appreciation in their base currencies by investing substantially all of their assets in the Orbis Optimal (US\$) Fund and hedging most or all of their currency exposure into their base currencies by selling forward dollars into their base currencies.

ORBIS OPTIMAL (US\$) FUND AT 30 SEPTEMBER 2007

STATEMENT OF NET ASSETS (UNAUDITED)

Security	Market Value US\$ 000's	% of Fund
Orbis Global Equity Fund	4,097,037	87
Orbis Japan Equity (US\$) Fund	339,986	7
Orbis Africa Equity (Rand) Fund	152,821	3
Orbis SICAV - Japan Core Equity Fund	56,771	1
Total Equity Exposure	4,646,615	98
Portfolio Hedging:		
Stock Index Futures Sold:		
US: E-mini S&P 500 12/2007	(1,130,042)	(36)
E-mini Russell 2000 12/2007	(564,523)	
Japan: TOPIX 12/2007	(726,147)	(15)
Korea: KOSPI 200 12/2007	(378,901)	(8)
Germany: DAX 12/2007	(368,948)	(8)
Hong Kong: Hang Seng 10/2007	(246,496)	(5)
South Africa: FTSE/JSE Top 40 12/2007	(237,631)	(5)
UK: FTSE 100 12/2007	(218,310)	(5)
France: CAC40 10/2007	(191,516)	(4)
Europe: Dow Jones Euro STOXX 12/2007	(88,945)	(2)
Singapore: MSCI Singapore 10/2007	(65,696)	(2)
Australia: SPI 200 12/2007	(63,116)	(1)
China: H shares 10/2007	(53,316)	(1)
Canada: S&P/TSE 60 12/2007	(17,725)	-
Contract Value	4,193,000	88
Net Balances at Brokers	210,678	5
Balance Committed to Above Positions	52,366	1
Net Current Assets	52,789	1
Net Assets	4,751,770	100
Net Asset Value per Share	US\$ 67.80	70,084,861 shares issued

ORBIS OPTIMAL (EURO) AND (YEN) FUNDS AT 30 SEPTEMBER 2007

STATEMENT OF NET ASSETS (UNAUDITED)

Security	Market Value € 000's	% of Fund
Orbis Optimal (US\$) Fund	570,588	96
Net Current Assets	20,817	4
Net Assets	591,405	100
Net Asset Value per Share		
Euro Class	€ 22.25	24,987,135 shares issued
Yen Class	¥ 1,023	5,673,008 shares issued

ANALYSIS OF STOCKMARKET EXPOSURE

Region	Equity Exposure	Portfolio Hedging	Accounting Exposure	Beta Adjusted Exposure*
	%	%	%	%
North America	30	(36)	(6)	(7)
Japan	23	(15)	8	7
Europe	21	(19)	2	-
Asia ex-Japan	18	(16)	2	-
South Africa and Other	6	(6)	-	-
Total	98	(92)	6	-

* Equity Exposure, multiplied by a Beta determined using Blume's technique, minus Portfolio Hedging.

CURRENCY DEPLOYMENT

	% of US\$ Fund	% of Euro Fund	% of Yen Fund
US dollar	68	-	-
Euro	-	75	-
Japanese yen	22	20	95
Chinese renminbi and other	10	5	5
Net Assets	100	100	100

ORBIS LEVERAGED FUNDS

The Orbis Leveraged Funds seek capital appreciation on a leveraged global investment portfolio and are offered in a choice of dollars, euro or yen. The Orbis Leveraged (US\$) Fund uses financial leverage to invest up to 200% of its net assets, principally in selected Orbis Funds, and manages its currency and stockmarket exposure. It maintains a core position in the risk-averse Orbis Optimal (US\$) Fund. The Orbis Leveraged (Euro) and (Yen) Funds invest substantially all of their assets in the Orbis Leveraged (US\$) Fund and, by selling forward dollars into their base currencies, hedge most or all of their currency exposure into their base currencies.

ORBIS LEVERAGED (US\$) FUND AT 30 SEPTEMBER 2007

STATEMENT OF NET ASSETS (UNAUDITED)

Security	Market Value US\$ 000's	% of Fund
Orbis Optimal (US\$) Fund	2,181,226	197
Incremental Position:		
Bond Futures Sold:		
Japan: JGB 10-Year 12/2007	(1,104,717)	(100)
Contract Value	1,114,835	101
Balances at Broker	(5,861)	(1)
Balance Committed to Above Position	4,257	-
Loans	(1,106,500)	(100)
Net Current Assets	29,097	3
Net Assets	1,108,080	100
Net Asset Value per Share	US\$ 108.49	10,213,884 shares issued

ORBIS LEVERAGED (EURO) AND (YEN) FUNDS AT 30 SEPTEMBER 2007

STATEMENT OF NET ASSETS (UNAUDITED)

Security	Market Value € 000's	% of Fund
Orbis Leveraged (US\$) Fund	578,390	98
Net Current Assets	8,957	2
Net Assets	587,347	100
Net Asset Value per Share		
Euro Class	€ 35.52	6,431,233 shares issued
Yen Class	¥ 904	64,977,927 shares issued

ANALYSIS OF STOCKMARKET EXPOSURE

Region	Equity Exposure	Stockmarket Positions	Accounting Exposure	Beta Adjusted Exposure*
	%	%	%	%
North America	59	(70)	(11)	(14)
Japan	46	(30)	16	14
Europe	40	(36)	4	-
Asia ex-Japan	34	(31)	3	-
South Africa and Other	13	(13)	-	-
Total	192	(180)	12	-

* Equity Exposure, multiplied by a Beta determined using Blume's technique, minus Stockmarket Positions.

CURRENCY DEPLOYMENT

	% of US\$ Fund	% of Euro Fund	% of Yen Fund
US dollar	64	(36)	(36)
Japanese yen	50	50	150
Chinese renminbi and other	20	20	20
Euro	(17)	83	(17)
British pound	(17)	(17)	(17)
Net Assets	100	100	100

NOTICES

New Administrator and Custodian. Effective 30 September, Citigroup became the Funds' Administrator and Custodian. We would like to thank you for your patience during this time of change. We have endeavoured to do our best to make this change as seamless as possible. We look forward to being able to continue to improve our ability to serve our clients in a more efficient and effective manner. If you have questions, please contact your Orbis representative or the Investor Services Team at Orbis, at +1 (441) 296 3000, by e-mail at clientservice@orbisfunds.com or by mail to: The Investor Services Team, Orbis Group, 34 Bermudiana Road, Hamilton HM 11, Bermuda. Residents of Australia or New Zealand should contact Orbis in Australia on +61 (0)2 8224 8600 or e-mail clientservice@orbisfunds.com.au. Residents of South Africa should contact Allan Gray Unit Trust Limited on 0860 000 654 (toll free from within South Africa) or e-mail clientservice@orbisfunds.co.za.

New Investors. The Orbis Funds are temporarily not accepting new investors. Existing investors in an Orbis Fund are able to subscribe or switch to any of the Orbis Funds. We will reopen the Orbis Funds to new investors when we consider it appropriate to do so, and will post notice of the reopening on our website, www.orbisfunds.com, and via our automated e-mail services facility. If you have any questions or wish to discuss how we define new investors, and how this will be administered, please contact the Investor Services Team at Orbis, at +1 (441) 296 3000, by e-mail at clientservice@orbisfunds.com, or by mail to: The Investor Services Team, Orbis Group, 34 Bermudiana Road, Hamilton HM 11, Bermuda. Residents of Australia or New Zealand should contact Orbis in Australia at +61 (0)2 8224 8600 or clientservice@orbisfunds.com.au. South African residents should contact Allan Gray Unit Trust Limited at 0860 000 654 (toll free from within South Africa) or clientservice@orbisfunds.co.za.

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EU Savings Directive. Orbis' assessment is that all of the Orbis Funds are effectively exempt from the application of the European Union Savings Directive 2003/48/EC of 3 June 2003 on taxation of savings income in the form of interest payments. Payments from the Orbis Funds, including dividends and redemption proceeds to residents of the European Union, should not be subject to having tax withheld by paying agents under the Directive.

UK Distributor Status. HM Revenue & Customs has certified each of the Orbis Funds as a distributing fund for the purposes of Chapter V of Part XVII of the United Kingdom Income and Corporation Taxes Act 1988 from the Fund's inception until 31 December 2006. Certification is granted retrospectively, therefore there can be no assurance that the Orbis Funds will be certified as distributing funds for fiscal 2007 or for future accounting periods.

Other. This Report does not constitute an offer to sell, or a solicitation to buy, shares of Orbis Funds. Subscriptions are only valid if made on the basis of the current prospectus of an Orbis Fund. Certain capitalised terms are defined in the Glossary section of the Orbis Funds General Information document, copies of which are available upon request from the Manager. Past performance is not necessarily indicative of future performance. Orbis Fund share prices fluctuate and are not guaranteed. Orbis Investment Management Limited is licensed to conduct investment business by the Bermuda Monetary Authority.

