

ANNUAL
REPORTS
31 DECEMBER 2005



ORBIS GLOBAL

ORBIS AFRICA

ORBIS JAPAN

TABLE OF CONTENTS

PAGE

President's Letter	1
Bermuda domiciled Funds <i>on white paper</i>	
Orbis Global, Orbis Africa, Orbis Japan (US\$)	
Managers' Reports and Statements of Net Assets	2-5,8
Statements of Operations, Notes & Auditors' Report	9-13
Luxembourg domiciled Fund <i>on blue paper</i>	
Orbis SICAV - Japan Equity Fund	
Manager's Report and Statement of Net Assets	6-7
Statements of Operations, Notes & Auditors' Report	14-16
Notices <i>on white paper</i>	17

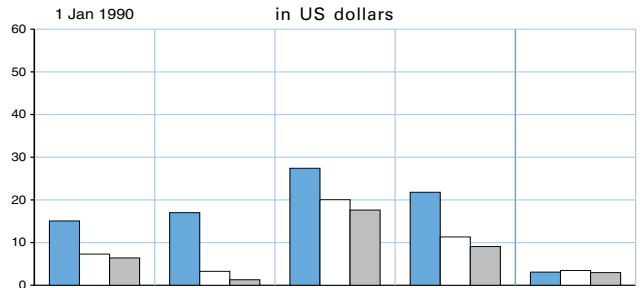
ORBIS EQUITY STRATEGIES AT 31 DECEMBER 2005

TOTAL RATE OF RETURN

From Inception on 5 Years 3 Years 1 Year Quarter Latest
 % Annualised % Not Annualised

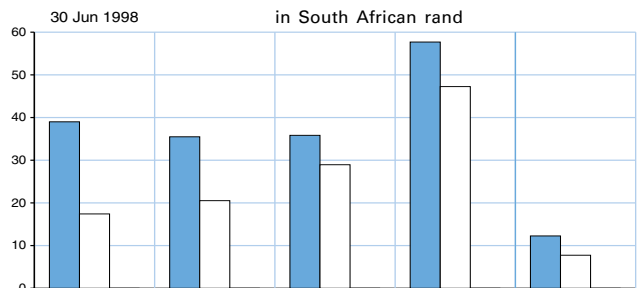
ORBIS GLOBAL EQUITY FUND

This Fund invests in equities globally and seeks to earn higher returns than world stockmarkets. The Fund's Benchmark is the FTSE World Index, including income ("World Index"). The Fund's currency exposure is managed relative to that of the World Index.



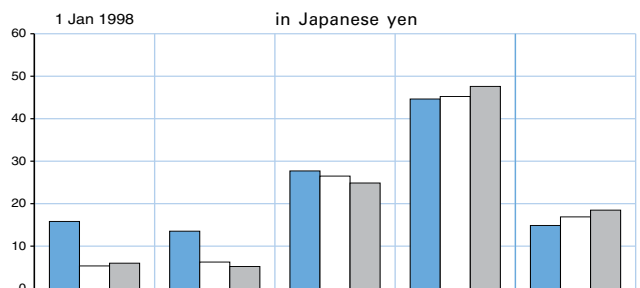
ORBIS AFRICA EQUITY (RAND) FUND

This Fund mainly invests in South African equities. The Fund's Benchmark is the FTSE/JSE Africa All Share Index, including income ("JSE Index"). The Fund does not hedge currencies, and thus is exposed to the rand.



ORBIS JAPAN EQUITY FUND

This Fund invests in Japanese equities. The Benchmark of the Fund's Yen Class is the Japanese stockmarket, measured by the Tokyo Stock Price Index, including income ("TOPIX"). The Yen Class does not hedge currencies, and therefore is exposed to the Japanese yen. This Fund is also available in euro and US dollars.



Legend: ■ Orbis Fund □ Benchmark ■ Average Fund in Sector

FTSE World Index and FTSE/JSE Africa All Share Index: FTSE International Limited; TOPIX: Tokyo Stock Exchange; and Average Fund: Standard & Poor's sector index return. "FTSE" is a trademark of the London Stock Exchange Limited and is used by FTSE International Limited under licence. Orbis Africa is not compared with other South Africa funds because its sector includes only one other fund. Orbis Japan Equity Fund is the Yen Class of the Japan Equity Fund of the Orbis SICAV. The Orbis Japan (US\$) Fund and the Euro Class of the Japan Equity Fund of the Orbis SICAV are based on the same equity portfolio as the Orbis Japan Equity Fund and therefore are not shown separately above. Total rate of return on each graph is in the Orbis Fund's base currency.

Only Orbis SICAV is admitted for public marketing in Luxembourg

PRESIDENT'S LETTER

Dear Member,

The Orbis Equity Funds achieved exceptional absolute returns in 2005 as is shown on the opposite page. This was essentially thanks to strong underlying equity markets, although the Global and Africa Equity Funds also significantly outperformed their benchmarks. We are pleased that each of the Orbis Equity Funds continues to receive Standard & Poor's highest AAA rating.


On 1 January 2006, we launched the Orbis Asia ex-Japan Equity Fund. It joins our regional Funds in Africa and Japan, which were launched in 1998 and is in part supported by additional research offices we opened in Seoul and Sydney in 2004.

We have been observing and investing in Asia for some time, and continue to be enthusiastic about what we see in the region both in terms of company fundamentals and valuations, and are hopeful that developments in corporate governance and, importantly, regulatory and governmental behaviour continue to advance. More recently, a high proportion of the stocks that our bottom-up investment process has been uncovering as offering uncommon value has been in the region, so much so that the portions of Orbis Global invested in both Korea and China have approached self-imposed limits. Too much exposure to any one market, especially historically volatile ones such as these, can detract from the overall goal of producing long-term higher returns than the world stockmarkets with lower risk of loss. Therefore, in cases such as this where Orbis Global has invested as much in a region as we believe is prudent for a global equity fund, we prefer to leave to Members themselves the decision to take on an even larger position. Hence the launch of Orbis Japan and Orbis Africa in 1998, and now the Orbis Asia ex-Japan Equity Fund.

We hasten to add that, unlike when we launched Japan and Africa, the launch of the Orbis Asia ex-Japan Equity Fund comes after recent strong performance in the markets in which that Fund is invested. This, in our opinion, makes the short-term timing of the launch less than ideal, if not inopportune. However, while we prefer to launch funds when both the long-term prospects and short-term trading opportunities are compelling, our ability to correctly identify and act on the latter is limited.

Finally, as is highlighted by the launch of the Orbis Asia ex-Japan Equity Fund, our increased range of Funds makes each Member's responsibility in allocating between those Funds more challenging. We would therefore like to invite all Members to use our new online portfolio service, by going to www.orbisfunds.com and clicking on the "My Account" link. Once signed up, Members will be able to view their holdings and resultant exposures, check the history of their transactions, and assess the historical performance of the Funds as well as the performance of their own decisions. It is our hope that by utilising this service, Members will learn more about the implications of Orbis' investment philosophy, gain a greater understanding of the impact of their decisions, and in the end have a rewarding and more satisfying investing experience with Orbis.

Yours sincerely,


William B Gray

Hamilton, Bermuda
24 January 2006

ORBIS GLOBAL EQUITY FUND AT 31 DECEMBER 2005

Total Rate of Return in US dollars:	From Inception	Latest			Quarter
	on 1 Jan 1990	5 Years <small>% Annualised</small>	3 Years	1 Year	<small>% Not Annualised</small>
Orbis Global Equity	15.1	17.0	27.4	21.8	3.1
World Index	7.3	3.3	20.0	11.3	3.5
Average Global Equity Fund	6.4	1.3	17.6	9.1	3.0

Given Orbis' focus - some may say obsession - with fundamental intrinsic value, it should not be all that surprising to see the Fund differ markedly from the composition of the benchmark World Index. Driven by our bottom-up fundamental analysis, and resultant stock-by-stock decisions, the Fund has for some time now maintained considerable exposure to companies located outside of developed western countries. 2005 saw handsome returns accrue from this focus, with the Fund's emphasis on Japan, Korea, and Africa contributing the majority of the 10.5% superior return of the Fund over that of the World Index.

The Fund's increasing participation in Asian markets comes on the back of Orbis' long-standing research and fund management efforts in the region. And while macro decision-making plays little role in our stock selection or Fund deployment, we continue to be intrigued by the long-term prospects in Asia. For instance, despite the fact that many Asian equities have run up in the short-term and some Asian exposures may no longer be considered contrarian, we find it revealing that Asia represents 56% of the world's population yet only 15% of the world's stockmarket capitalisation.

But most importantly, we are enthusiastic about the Asian stockmarkets because on a stock-by-stock level our analysts continue to find the shares of many Asian companies to be the most attractive of their global peers. Samsung Electronics, a Korean company and the Fund's largest holding, is an example. One of the largest technology companies in the world, Samsung is very well managed and forward looking with more than 40% of employees dedicated to research and development, and maintains leadership positions spanning from semiconductors to LCD TVs and mobile phones. Its earnings multiple of 10.3x, therefore, not only makes it attractive in its own right, but also clearly more attractive to us than all of its global peers.

Indeed, such a high proportion of our most interesting ideas have been in Asia recently that the Fund's exposures to Korea, China and Asia overall are close to the limit of what we believe is prudent for a global equity fund. The launch of the Orbis Asia ex-Japan Equity Fund on 1 January 2006 provides Members who wish to take on an even greater exposure to Asia ex-Japan the means to do so. Just as importantly, the increased focus on the region brought about by the new Fund has already begun to produce exciting investment ideas that we believe are worthy of inclusion in and should prove to be big contributors to the performance of Orbis Global. This continues a pattern of cross benefits and mutual support that has been enjoyed since the launches of the Japan and Africa Funds in 1998, that has led to higher conviction and better quality portfolios and, in turn, a higher probability that Orbis Global will achieve pleasing investment results.

<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		INVESTMENT ADVISOR		CUSTODIAN	
Orbis Investment Management Limited		Orbis Investment Advisory Limited		The Bank of Bermuda Limited	

ORBIS GLOBAL EQUITY FUND AT 31 DECEMBER 2005

STATEMENT OF NET ASSETS

Number Held 000's	Security	Market Value US\$ 000's	Fund's % Equities	Exposure to Currencies	% of World Index
	United States		26	35	49
5,249	Liberty Global - A	118,102	4		
4,996	and C	105,913			
4,865	First Data	209,226	3		
7,530	Comcast - A	195,167	3		
4,925	Marsh & McLennan	156,418	2		
3,216	NRG Energy	151,542	2		
14,346	Reliant Energy	148,052	2		
8,720	DIRECTV	123,131	2		
1,671	Costco	82,666	1		
1,108	American International Group	75,603	1		
3,278	Health Management Associates	71,994	1		
	Positions less than 1%	329,462	5		
	Japan		26	40	11
8,630	Toyota Industries	310,756	5		
3,534	Canon	207,097	3		
1,615	Yamada Denki	202,424	3		
3,212	Secom	168,303	2		
10	Mitsubishi UFJ Financial	132,150	2		
47	Fuji Television Network	119,544	2		
2,135	Takeda Pharmaceutical	115,706	2		
6,990	Nikko Cordial	110,895	2		
2,014	Daito Trust Construction	104,313	2		
1,717	Honda Motor	98,111	1		
	Positions less than 1%	164,963	2		
	Europe		21	13	28
3,349	Hypo Real Estate	174,512	3		
40,139	Hagemeyer - Common	130,316	2		
6,403	and 3½% Convertible bonds	8,657			
2,900	and 5¾% Convertible bonds	4,908			
6,729	Berkeley Group	128,794	2		
2,604	Bayerische Motoren Werke	114,306	2		
114,296	COLT Telecom	110,272	2		
3,295	Crédit Agricole	103,905	2		
11,069	Fiat	96,527	1		
44,090	Royal & Sun Alliance Insurance	95,519	1		
1,996	Douglas Holding	76,860	1		
	Positions less than 1%	363,785	5		
	Asia ex-Japan		20	12	4
320	Samsung Electronics - Common	209,033	5		
315	and Preference	153,210			
44,632	China Mobile (Hong Kong)	211,230	3		
502,656	China Telecom - H	184,740	3		
1,203	Samsung SDI	138,810	2		
6,387	Kangwon Land	129,948	2		
1,572	Samsung Securities	96,644	1		
233,802	Denway Motors	77,638	1		
	Positions less than 1%	177,337	3		
	South Africa and Other		7	-	8
8,525	Sasol	305,151	4		
5,590	Harmony Gold Mining - Common	75,008	2		
3,298	and ADR	43,043			
	Positions less than 1%	67,115	1		
	Net Current Assets	21,773	-		
	Net Assets	6,800,579	100	100	100

Net Asset Value per Share

US\$ 94.40

72,042,066 shares issued

(At 31 December 2004: US\$ 77.51; 59,663,065 shares issued)

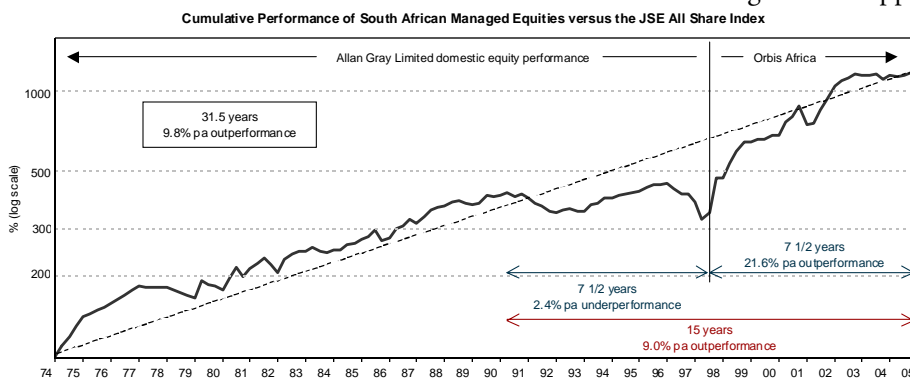
See accompanying notes on page 10

ORBIS AFRICA EQUITY (RAND) FUND AT 31 DECEMBER 2005

Total Rate of Return in South African rand:	From Inception	Latest			Quarter
	on 30 Jun 1998	5 Years % Annualised	3 Years	1 Year	% Not Annualised
Orbis Africa Equity	39.0	35.5	35.8	57.7	12.3
JSE Index	17.4	20.5	28.9	47.3	7.7
% appreciation of the rand versus the US dollar	(0.8)	3.7	10.6	(10.5)	0.5

Note: Orbis Africa Equity is not compared with the offshore sector index for South Africa funds because the sector comprises only one other fund.

One often hears: “timing is everything”. While the Africa Fund’s return since inception, exceeding that of the market by a very robust 21.6% per annum, has been impressive, timing has indeed played a crucial role. One can see this by looking at the domestic equity track record of the Fund’s investment advisor, Allan Gray Limited (AGL), which serves as a very good proxy for the period preceding the launch of the Orbis Africa Equity Fund. As is seen in the chart below, a significant part of the Fund’s outstanding 21.6% per annum after-fee outperformance has come from having chosen an opportune time to launch. That timing was not arbitrary, but came from our recognition that every disciplined investment approach goes through periods where market forces conspire against it for an extraordinary length of time. With Orbis’ strong connection to AGL, knowledge of a shared investment approach, and recognition of the extreme valuation disparity in the South African equity market in 1998, we were able to recognise the situation as unsustainable and launched the Fund so our investors could take advantage of the opportunity.



Just as the extremely adverse conditions in the mid-90s were unsustainable, the benefit derived from a normalisation of those conditions cannot be extrapolated into the future. As shown on the chart, a good part of the above-trend 21.6% per annum superior return of the Fund over the 7 ½ years since inception was merely a recovery from the previous below-trend 2.4% per annum inferior return of AGL over the prior 7 ½ years. Remarkably, the entire 15-year period averages out to a superior return close to the average over the entire 31 ½ year history. We now need to look forward with much more moderate expectations.

As wonderful as the past 7 ½ years have been, they come with a cautionary lesson. In order for the buying opportunity of a lifetime to occur, a great many other investors had to be selling, and thus depressing the value of the shares that made up AGL’s portfolios around the time of the Orbis Africa Fund launch. Regrettably, some of those that sold were clients of AGL who withdrew in reaction to the poor returns and most likely completely missed the subsequent outstanding relative performance, providing further justification for our consistent call for Members to focus on understanding the implications of Orbis’ investment approach and invest for the long term.

DIRECTORS Allan W B Gray, Chairman John C R Collis William B Gray Simon C Marais Stephen Mildenhall

MANAGER
Orbis Investment Management Limited

INVESTMENT ADVISORS
Orbis Investment Advisory Limited
Allan Gray Limited

CUSTODIAN
The Bank of Bermuda Limited

ORBIS AFRICA EQUITY (RAND) FUND AT 31 DECEMBER 2005

STATEMENT OF NET ASSETS

Shares Held 000's	Equity <i>(Ranked by sector)</i>	Market Value R 000's	% of Fund	% of JSE Index
	Resources		49	39
934	Sasol	211,642	10	
1,704	Harmony Gold Mining	144,663	7	
644	Anglo American	137,618	6	
6,846	Northam Platinum	130,072	6	
228	AngloPlatinum	104,333	5	
2,206	Western Areas	90,447	4	
1,471	African Rainbow Minerals	61,758	3	
171	AngloGold Ashanti	53,663	3	
1,000	Banro	53,637	3	
54	Impala Platinum Holdings	50,328	2	
	Positions less than 1%	347	-	
	Industrial and Cyclical Services		20	22
1,272	Sun International	105,564	5	
503	Remgro	61,366	3	
1,123	Johnnic Communications	60,663	3	
531	Naspers	59,470	3	
1,536	Primedia - 'N'	23,494	1	
283	and Common	4,360		
1,072	Adcorp Holdings	25,720	1	
1,444	Nampak	24,322	1	
2,772	New Clicks Holdings	24,116	1	
	Positions less than 1%	46,416	2	
	Financials		18	25
1,278	Standard Bank Group	96,876	4	
1,246	VenFin	59,421	3	
2,937	FirstRand	54,187	3	
391	Nedbank Group	39,100	2	
365	ABSA Group	36,888	2	
7,203	Real Africa Holdings	36,375	2	
1,182	RMB Holdings	32,964	1	
5,404	Coronation Fund Managers	29,721	1	
	Positions less than 1%	7,952	-	
	Non-Cyclicals		11	14
2,293	MTN Group	142,533	7	
2,173	Shoprite Holdings	40,056	2	
234	Tiger Brands	34,048	1	
1,932	Illovo Sugar	24,724	1	
	Net Current Assets	31,698	2	
	Net Assets	2,140,542	100	100
	<i>(Currency exposure 97% rand, 3% Canadian dollar)</i>			
	Net Asset Value per Share	R 537.35	3,983,532 shares issued	
	<i>(At 31 December 2004: R 346.27; 4,582,473 shares issued)</i>			

See accompanying notes on page 10

JAPAN EQUITY FUND AT 31 DECEMBER 2005

Total Rate of Return	From Inception	Latest			Quarter
		5 Years <i>% Annualised</i>	3 Years	1 Year	
Yen Class (launched 1 Jan 1998)	15.8	13.5	27.7	44.6	14.9
TOPIX	5.3	6.3	26.5	45.2	16.9
Average Japan Equity Fund	6.0	5.2	24.9	47.6	18.5
<i>% appreciation of the yen versus the US dollar</i>	1.3	(0.6)	0.3	(12.9)	(3.6)
Euro Class (launched 1 Jan 2003)	30.5		30.5	47.9	15.3
TOPIX Hedged into euro	29.6		29.6	48.3	17.5
<i>% appreciation of the euro versus the US dollar</i>	4.1		4.1	(12.6)	(1.5)

We have long been very averse to making calls on the stockmarket's near-term direction. This is for various reasons, not the least of which is that we do not believe that we are particularly good at it. We therefore feel a little lucky in that after we highlighted the short-term attractiveness of the investment opportunity in Japan in the 2Q 2005 reports, Japanese equities have risen tremendously. We now feel compelled to update Members on the fundamentals of the overall investment opportunity as we see them. However, we feel less compelled to render advice on future near-term market performance, preferring to revert to our aforementioned healthy aversion to doing that.

The Japanese stockmarket is now 2 $\frac{3}{4}$ years into its current bull market. Appreciation from the bottom has been 121%, with just over half of that produced in the last six months. As such, the attractiveness of the valuations present in the stockmarket, as well as many of the Fund's holdings, has become much less compelling. The pricing of the TOPIX as a multiple of earnings has risen from 19.4 last June to 26.3 now, moving from 57% of its historical average to 74% and the multiple of its book value has risen from 1.7 to 2.5, or 84% to 121% of its historical average. Foreign investors' opinions of the stockmarket have become almost universally bullish – having this company should make one feel less, rather than more, comfortable. Lastly, Japan is a mature society with an aging and no-growth population, constraining long-term economic growth and the ultimate upside potential of the current bull market.

On the other hand, while the Japanese stockmarket is up considerably in absolute terms, performance relative to the World Index is less impressive. From its 2003 bottom, the Japanese market has gained just 20% in excess of the World Index in local currency terms. In fact, in a 20-year context the Japanese stockmarket is just coming off its relative all-time low. Corporate Japan has done very little of the capital restructuring done by its western peers, a significant stock valuation booster that is still available to management and investors. The economy and related general enthusiasm and confidence continue to improve from a long base of pessimism and resignation. Furthermore, this enthusiasm has yet to spur the domestic investor, who has little current direct investment in equities, to migrate some of the massive stockpile of savings in low-yielding bonds and cash into the equity market. Lastly, while potentially fleeting, Japanese equities have tremendous momentum, the power of which should not be underestimated.

Where the rubber meets the road, we are, as always, focused on selecting the most under-valued equities we can find, in the conviction that if we continue to do that well the Fund will achieve above-average long-term returns with no greater than average risk of loss – no matter what short-term turns the market takes.

DIRECTORS Allan W B Gray, Chairman Germain Birgen John C R Collis William B Gray David T Smith Jean-Claude Stoffel

MANAGER

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

INVESTMENT ADVISOR

Orbis Investment Management Limited

CUSTODIAN

State Street Bank Luxembourg S.A.

JAPAN EQUITY FUND AT 31 DECEMBER 2005

STATEMENT OF NET ASSETS

Shares Held 000's	Equity (Ranked by sector)	Market Value ¥ 000's	% of Fund	% of TOPIX
	Consumer Non-Durables		30	17
1,568	Yamada Denki	23,148,108	6	
2,988	Secom	18,432,875	5	
6,329	Canon Sales	15,949,080	5	
2,184	Takeda Pharmaceutical	13,934,558	4	
2,035	Sundrug	13,148,038	4	
26	Net One Systems	7,415,415	2	
1,900	Shimachu	6,800,926	2	
2,159	Aoki International	4,587,662	1	
715	Tsuruha	3,877,468	1	
	Positions less than 1%	1,544,441	-	
	Cyclicals		29	39
5,801	Toyota Industries	24,596,664	7	
19	East Japan Railway	15,100,820	4	
1,958	Sankyo (machinery)	13,373,823	4	
2,071	Daito Trust Construction	12,631,270	4	
1,623	Honda Motor	10,924,809	3	
4,358	Mitsubishi Logistics	8,654,988	2	
4,647	Toppan Printing	6,403,566	2	
7,254	Toda	4,700,592	1	
2,885	Heiwa	4,665,692	1	
	Positions less than 1%	2,885,080	1	
	Technology		15	14
3,081	Canon	21,256,830	6	
1,683	Advantest	20,012,059	5	
8,647	Fujitsu	7,765,006	2	
7,510	Citizen Watch	7,359,996	2	
	Financials		15	20
9,906	Nikko Cordial	18,504,408	5	
8	Mitsubishi UFJ Financial	12,571,200	4	
4,871	Nomura Holdings	11,009,364	3	
7,417	Mitsubishi UFJ Securities	10,977,160	3	
	Communications and Utilities		11	10
53	Fuji Television Network	15,806,043	5	
133	Jupiter Telecommunications	12,522,263	3	
279	Nippon Television Network	5,051,562	2	
16	TV Asahi	4,738,396	1	
	Positions less than 1%	1,113,798	-	
	Net Current Assets	874,217	-	
	Net Assets (Cost ¥ 240,155,397)	362,338,177	100	100

Net Asset Value per Share

Yen Class (Currency exposure 100% yen) **¥ 3,237** 105,209,074 shares issued

Euro Class (Currency exposure 100% euro) **€ 22.23** 7,013,821 shares issued

(At 31 December 2004: Yen Class ¥ 2,238; 83,636,492 shares issued)

Euro Class € 15.03; 3,850,387 shares issued)

See accompanying notes on page 14

ORBIS JAPAN EQUITY (US\$) FUND AT 31 DECEMBER 2005

Total Rate of Return in US dollars:	From Inception on 12 Jun 1998	Latest			Quarter % Not Annualised
		5 Years % Annualised	3 Years	1 Year	
Orbis Japan Equity (US\$)	16.5	15.9	29.5	47.4	15.4
TOPIX Hedged	9.2	8.8	29.3	50.1	18.1
<i>% appreciation of the US dollar versus the yen</i>	<i>(2.7)</i>	<i>0.6</i>	<i>(0.3)</i>	<i>14.8</i>	<i>3.8</i>

Orbis Japan Equity (US\$) was formed to serve investors who wish to invest in Japanese equities while remaining exposed to the US dollar. As shown in the Statement of Net Assets below, the Fund's entire equity exposure comprises shares in the Luxembourg domiciled Orbis SICAV - Japan Equity Fund - Yen Class. Given this, we refer regular readers to the Orbis SICAV - Japan Equity Fund report on page 6. A further difference between the Funds is that the US\$ Fund is Bermuda domiciled and regulated whereas the Orbis SICAV is Luxembourg based and regulated. First time readers may find it informative to also read the text in italics below.

The Fund's currency hedging reduces or eliminates the effect on its share price of fluctuations in the yen/dollar exchange rate. Most Japanese equity funds do no currency hedging and therefore their returns are, when translated into dollars, directly influenced by these exchange rate fluctuations. As the statistics above show, these fluctuations are often large. The result is that this Fund's dollar returns above are not comparable with those of the Average Japan Equity Fund or those of Orbis SICAV - Japan Equity Fund - Yen Class when their returns are likewise expressed in dollars. The returns on Orbis Japan Equity (US\$) in dollars approximate those on the Orbis SICAV - Japan Equity Fund - Yen Class in yen, adjusted for the short-term interest rate differential between the US and Japan.

STATEMENT OF NET ASSETS

Shares Held 000's	Security	Market Value US\$ 000's	% of Fund
10,645	Orbis SICAV - Japan Equity Fund Yen Class	292,648	98
	Net Current Assets	5,381	2
	Net Assets	298,029	100
	Net Asset Value per Share	US\$ 31.62	9,424,226 shares issued
	<small>(At 31 December 2004: US\$ 21.45; 9,339,258 shares issued)</small>		

DEPLOYMENT

		% of Fund
Stockmarket exposure	Japan	98
Currency exposure	US dollar	100

See accompanying notes on page 10

DIRECTORS

Allan W B Gray, Chairman

John C R Collis

William B Gray

MANAGER

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

INVESTMENT ADVISOR

Orbis Investment Management Limited

CUSTODIAN

State Street Bank and Trust Company

STATEMENTS OF OPERATIONS AND CHANGES IN NET ASSETS (MILLIONS)

Reporting Currency: For the Years Ended 31 December:	Orbis Global Equity		Orbis Africa Equity (Rand)		Orbis Japan Equity (US\$)	
	US\$		R		US\$	
	2005	2004	2005	2004	2005	2004
Investment Income:	68	48	46	47	-	-
Dividends and Interest	68	48	46	47	-	-
Expenses:	142	94	47	32	-	-
Managers' Fees	140	92	44	30	-	-
Custodians' Fees and Other	2	2	3	2	-	-
Net Investment (Loss) Income	(74)	(46)	(1)	15	-	-
Net Gain (Loss) from Investments and Currencies:	1,257	640	838	291	89	19
Realised	600	188	254	57	57	(1)
Unrealised	657	452	584	234	32	20
Increase in Net Assets Resulting from Operations	1,183	594	837	306	89	19
Members' Activity During the Year:						
Subscriptions:						
Orbis Funds	954	1,455	212	228	-	2
Other Members	1,239	612	132	151	97	80
Switches Between Funds	107	23	17	32	21	6
Redemptions:						
Orbis Funds	(939)	(311)	(345)	(28)	(3)	-
Other Members	(169)	(72)	(257)	(47)	(46)	(7)
Switches Between Funds	(198)	(67)	(18)	(5)	(60)	(50)
Dividends Declared and Paid	-	-	(24)	(22)	-	-
Increase in Net Assets	2,177	2,234	554	615	98	50
Net Assets at Beginning of Year	4,624	2,390	1,587	972	200	150
Net Assets at End of Year	6,801	4,624	2,141	1,587	298	200

See accompanying notes on page 10

General

The Orbis Equity Funds invest in equities selected from a specified geographic region. Each fund is actively managed to outperform a benchmark index of the stockmarkets in its region without greater risk.

Significant Accounting Policies

These financial statements have been prepared in accordance with generally accepted accounting principles in Canada and Bermuda. The Funds' significant accounting policies are as follows:

Investments. Investments are recorded as of the trade date and are stated at their market values. Investments in Orbis Funds are valued at their year-end Net Asset Value per share, while other marketable securities are valued at their closing prices. The amounts realised may differ from these valuations due to variations in pricing, exchange rates, trading volumes and regulations. At the year-end the cost of investments, in millions, was for Orbis Global Equity US\$5,129 (2004 - cost US\$3,611, market US\$4,611), for Orbis Africa Equity (Rand) R1,025 (2004 - cost R1,081, market R1,581), and for Orbis Japan (US\$) US\$201 (2004 - cost US\$143, market US\$200).

Foreign Currency Translation. Assets, liabilities and forward currency contracts denominated in foreign currencies are translated into the Reporting Currency shown on page 9 using exchange rates prevailing at the year-end. Income and expenses in foreign currencies are translated into the Reporting Currency at the exchange rates prevailing at the dates of the transactions. Translation exchange gains and losses are included in the Statement of Operations.

Income and Expenses. The accrual basis is used to recognise income and expenses. Dividends are accrued on the ex-dividend date, net of withholding taxes. Realised gains and losses on investments are based on average cost.

Accounting Estimates. The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results could differ from those estimates.

Net Current Assets. Net current assets include primarily unrealised gains or losses on forward currency contracts, cash including US\$8.3 million in Orbis Japan Equity (US\$), amounts due to or from brokers, including R35.4 million due from brokers in Orbis Africa Equity (Rand), due to shareholders and other miscellaneous accounts receivable and payable, the individual amounts of which are not significant in relation to the total net assets of the Fund except for certain balances which will be disclosed elsewhere in these financial statements.

Taxes

There are no Bermuda or British Virgin Islands income, profit, capital, capital gains, estate or inheritance taxes payable by the Funds or their Members, other than Members ordinarily resident in the British Virgin Islands, in respect of shares in the Funds. The Bermuda Government has undertaken that in the event that any such Bermuda taxes are levied in Bermuda in the future, the Funds and their shares will be exempt from such taxes until 28 March 2016.

Share Capital

Each Fund's authorised share capital is detailed below and is unchanged from 31 December 2004. Fund shares participate pro rata in their Fund's net assets and dividends, and are redeemable and non-voting. Founders' shares do not participate in their Fund's portfolio, are redeemable at par value only after all Fund shares have been redeemed, and carry the right to vote. If a Fund is wound up or dissolved, the Founders' shares will participate only to the extent of their par value.

	Par Value (per share)	Authorised Fund shares	Authorised and Issued Founders' shares
Orbis Global Equity	US\$ 1	100 million	12,000
Orbis Africa Equity (Rand)	R 1	100 million	12,000
Orbis Japan Equity (US\$)	US\$ 1	100 million	12,000

Fund share transactions, in thousands of shares, were as follows:

	Orbis Global Equity		Orbis Africa Equity (Rand)		Orbis Japan Equity (US\$)	
	2005	2004	2005	2004	2005	2004
Balance at beginning of year	59,663	35,938	4,582	3,439	9,339	7,913
Subscriptions						
Orbis Funds	11,708	21,010	499	822	-	125
Other Members	14,704	8,657	316	492	3,668	3,860
Switches Between Funds	1,231	328	41	100	732	305
Redemptions						
Orbis Funds	(10,963)	(4,291)	(743)	(92)	(125)	-
Other Members	(1,974)	(1,024)	(665)	(162)	(1,819)	(342)
Switches Between Funds	(2,327)	(955)	(46)	(17)	(2,371)	(2,522)
Balance at end of year	72,042	59,663	3,984	4,582	9,424	9,339

Dividends have been declared in respect of the Fund shares as follows:

Fund	Period Ended	Declaration Date	Payment Date	Total Amount 000's	Amount per Share
Orbis Africa	2004	21 January 2005	27 January 2005	R 23,797	R 5.45

Material Contracts

At year-end the following Funds had forward currency contracts settling on 9 June 2006 having net contract and net market values as set out below. These contracts expose the Funds to credit risk arising from the potential inability of a counterparty to perform under the terms of a contract. To limit its risk to the amount of any net unrealised gain, each of the following Funds has entered into agreements whereby all its currency transactions with the counterparty to that agreement can be netted.

	Contract Value US\$ 000's	Market Value US\$ 000's	Unrealised Gain (Loss) US\$ 000's
Orbis Global Equity	(615,647)	(610,603)	5,044
Orbis Japan Equity (US\$)	(302,543)	(305,368)	(2,825)

Related Party Transactions

The contractually appointed “Manager” of Orbis Global Equity and Orbis Africa Equity (Rand) is Orbis Investment Management Limited, and of Orbis Japan Equity (US\$) is Orbis Investment Management (B.V.I.) Limited. Each of Orbis Global Equity and Orbis Africa Equity (Rand) pays a Manager’s fee which can vary between 0.5% and 2.5% per annum of weekly net assets, determined by the Fund’s rate of return versus its benchmark. Orbis Japan Equity (US\$) does not directly pay a fee to its Manager, but, because it remains substantially invested in Orbis SICAV - Japan Equity Fund, it indirectly bears a portion of that Fund’s management fee. At the year-end the management fee payable by Orbis Global Equity was, in thousands, US\$17,149 (2004 - US\$10,886) and by Orbis Africa Equity (Rand) was R5,293 (2004 - R3,773).

At the year-end other Orbis funds held, in thousands of shares, 43,349 (2004 - 42,604) in Orbis Global Equity, 3,145 (2004 - 3,390) in Orbis Africa Equity (Rand), and nil (2004 - 125) in Orbis Japan Equity (US\$). Other related parties, which include institutional and other clients managed on a discretionary basis and the Directors and Officers of the Orbis funds and of their Managers and Investment Advisors, held, in thousands of shares, 5,221 (2004 - 4,694) in Orbis Global Equity, 3 (2004 - 21) in Orbis Africa Equity (Rand), and 59 (2004 - 2,853) in Orbis Japan Equity (US\$) excluding their indirect holdings via other Orbis funds.

AUDITORS' REPORT

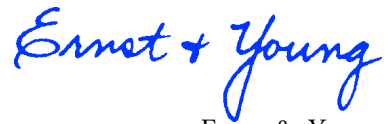
To the Members of
Orbis Global Equity Fund Limited,
Orbis Africa Equity (Rand) Fund Limited, and
Orbis Japan Equity (US\$) Fund Limited (the "Funds"):

We have audited the Statements of Net Assets of the Funds (companies incorporated with limited liability in Bermuda) on pages 3, 5 and 8 as at 31 December 2005, the related Statements of Operations and Changes in Net Assets on page 9 and the accompanying notes on pages 10, 11 and 12 for the year then ended. These financial statements are the responsibility of the Funds' management. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with auditing standards generally accepted in Canada and Bermuda. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, these financial statements present fairly, in all material respects, the financial positions of the Funds as at 31 December 2005 and the results of their operations and the changes in their net assets for the year then ended in accordance with accounting principles generally accepted in Canada and Bermuda.

Hamilton, Bermuda
24 January 2006

The logo for Ernst & Young, featuring the company name in a blue, cursive script font.

Ernst & Young
Chartered Accountants

STATEMENTS OF OPERATIONS AND CHANGES IN NET ASSETS (MILLIONS)

Orbis Japan Equity Fund

Base Currency:	¥	
For the Years Ended 31 December:	2005	2004
Investment Income:	3,174	1,833
Dividends	3,174	1,833
Expenses:	6,765	4,518
Manager's Fees	6,347	4,274
Custodian's Fees and Other	418	244
Net Investment (Loss)	(3,591)	(2,685)
Net Gain from Investments and Currencies:	110,617	22,789
Realised	21,416	10,644
Unrealised	89,201	12,145
Increase in Net Assets Resulting from Operations	107,026	20,104
Shareholders' Activity During the Year:		
Subscriptions:		
Orbis Funds	21,454	32,437
Other Shareholders	63,358	47,367
Switches Between Funds	17,132	9,932
Redemptions:		
Orbis Funds	(15,374)	(74,304)
Other Shareholders	(24,269)	(10,102)
Switches Between Funds	(2,189)	(2,118)
Increase in Net Assets	167,138	23,316
Net Assets at Beginning of Year	195,200	171,884
Net Assets at End of Year	362,338	195,200

NOTES TO THE FINANCIAL STATEMENTS AT 31 DECEMBER 2005

General

Orbis SICAV (the "Company") qualifies as an open-ended investment company with variable capital (Société d'Investissement à Capital Variable ("SICAV")), with limited liability under Part I of the Luxembourg law of 20 December 2002 on undertakings for collective investment.

The Company is structured as an umbrella fund, providing both individual and institutional investors with an opportunity to invest in a variety of Funds. At 31 December 2005 the Company's share capital consisted of the Japan Equity Fund – Yen and Euro shares, the Japan Core Equity Fund – Yen shares and the Global Equity Fund - Investor, Refundable Reserve Fee and Fee Reserve shares.

This abridged version of the annual report of Orbis SICAV - Japan Equity Fund (the "Fund") does not contain certain Luxembourg legal and regulatory disclosure requirements as included in the complete version of the annual report. A complete version of the annual report is available upon request and free of charge at the registered office of the Company.

Significant Accounting Policies

These financial statements have been prepared in accordance with Luxembourg legal and regulatory requirements.

Investments. Investments are recorded as of the trade date and are stated at their market values based on their closing prices. The amounts realised may differ from these valuations due to variations in pricing, exchange rates, trading volumes and regulations.

Foreign Currency Translation. Assets, liabilities and forward foreign currency contracts denominated in currencies other than the Fund's Base Currency are translated into the Base Currency shown on page 14 using exchange rates prevailing at the year-end. Income and expenses in foreign currencies are translated into the Base Currency at the exchange rates prevailing at the dates of the transactions. Translation exchange gains and losses are included in the Statement of Operations. The unrealised gains or losses on forward currency contracts are included in net current assets.

Income and Expenses. The accrual basis is used to recognise income and expenses. Dividends are accrued on the ex-dividend date, net of withholding taxes. Realised gains and losses on investments are based on average cost. All expenses which can be allocated directly to individual share classes will be charged to those share classes. Expenses which do not relate specifically to a particular share class are allocated between the share classes pro rata to their Net Asset Values.

Financial Statements. Financial statements are presented in the Base Currency of the Fund.

Taxes

Under current law and practice, the Company is not liable to Luxembourg taxes on income or capital gains, nor are dividends paid by the Company liable to any Luxembourg withholding tax. Income and capital gains on the Company's investments, however, may be subject to withholding or capital gains taxes in certain countries.

The Company is liable in Luxembourg to a tax (taxe d'abonnement) on the net assets attributable to the Japan Equity Fund shares of 0.05% per annum such tax being payable quarterly and calculated on the Fund's net assets at the end of each calendar quarter.

Material Contracts - Forward Currency Contracts

At year-end the Fund had forward currency contracts settling on 9 June 2006 having net contract and net market values as set out below. These contracts expose the Fund to credit risk arising from the potential inability of a counterparty to perform under the terms of a contract. To limit its risk to the amount of any net unrealised gain, the Fund has entered into agreements whereby all its currency transactions with the counterparty to that agreement can be netted.

Contract Value €	Base Currency		
	Contract Value ¥	Market Value ¥	Unrealised (Loss) ¥
157,842,643	22,060,475,210	21,778,828,031	(281,647,179)

Custodian's Fees

The Custodian's fees are payable monthly and are based on the invested assets of the Fund as of each weekly Valuation Date. Custodian's fees and related charges for the year amounted to ¥ 31,582,949 of which ¥ 8,847,184 was payable at the year-end.

Directors' Fees and Expenses

There are no existing or proposed service contracts between any of the Directors and the Company. The Shareholders have approved Director's fees to each of Messrs Collis and Smith for 2005 of US\$15,000 before withholding tax. No other Directors have received any remuneration or other direct benefit material to them.

Related Party Transactions

Total fees due to HSBC Securities Services (Luxembourg) S.A. (the Company's co-promoter) and its affiliates in respect of administration and other services for the year amounted to ¥ 134,010,596 of which ¥ 35,675,284 was payable at the year-end.

The Fund pays the Investment Manager a fee which can vary between 0.5% and 2.5% per annum of weekly net assets, determined by the Fund's Yen Class rate of return versus its benchmark.

The Investment Manager has agreed that for the period from 1 October 2004 to 31 December 2005 the operating expenses of the Fund, excluding the Investment Manager's fee, brokerage and transaction costs and interest, will be capped at 0.20% per annum.

At the year-end other Orbis funds held 48,695,000 Yen Class shares in the Fund. Other related parties, which include institutional and other clients managed on a discretionary basis and the Directors and Officers of the Orbis funds and of their Managers and Investment Advisors, held 31,195,863 Yen Class shares and 52,894 Euro Class shares excluding their indirect holdings via other Orbis funds.

Certain of the Company's Directors also act as executives and directors of related companies.

AUDITORS' REPORT

To the Shareholders of
Orbis SICAV - Japan Equity Fund

We have reviewed the accompanying abridged financial statements of Orbis SICAV - Japan Equity Fund for the year ended 31 December 2005 on pages 7 and 14-16 and report that these abridged financial statements are consistent with the full financial statements of the Orbis SICAV - Japan Equity Fund on which we issued an unqualified opinion dated 24 January 2006.

ERNST & YOUNG
Société Anonyme
Réviseur d'Entreprises



M Ferguson

Luxembourg
24 January 2006

NOTICES

ANNUAL GENERAL MEETINGS

Notice is hereby given that the Annual General Meetings of Orbis Global Equity Fund Limited, Orbis Africa Equity (Rand) Fund Limited and Orbis Japan Equity (US\$) Fund Limited (the "Orbis Funds") will be held at the offices of Orbis Investment Management Limited, 34 Bermudiana Road, Hamilton, Bermuda on 19 April 2006 at 10:30 am. Members are invited to attend and address these meetings. The Agendas comprise the following:

- Review of Minutes of the Annual General Meetings of Members of the Orbis Funds held on 20 April 2005
- Review of audited financial statements in the 2005 Annual Reports
- Proposed re-appointment of the present Directors as shown in the Managers' reports
- Approval of proposed Directors' fees for the year to 31 December 2006 of US\$25,000 to Mr Thomson for Orbis Global Equity Fund Limited and US\$25,000, US\$6,000 and US\$1,000 to Mr Collis for Orbis Global Equity Fund Limited, Orbis Africa Equity (Rand) Fund Limited and Orbis Japan Equity (US\$) Fund Limited, respectively
- Proposed re-appointment of Ernst & Young as Auditors for the year to 31 December 2006
- Approval of proposed increase in the authorised share capital of Orbis Global Equity Fund Limited from US\$100,012,000 to US\$200,012,000, divided into shares of par value US\$1 each

By Order of the Boards, James J Dorr, Secretary

In accordance with Luxembourg law, notice of the Annual General Meeting for the Orbis SICAV will be sent to Shareholders shortly prior to the scheduled date of the meeting on 2 May 2006.

UNITED KINGDOM DISTRIBUTOR STATUS

The Board of Inland Revenue has certified each of the Orbis Funds and the Japan Funds of the Orbis SICAV 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 2004. Certification is granted retrospectively, therefore there can be no assurance that the Orbis Funds will be certified as distributing funds for fiscal 2005 or for future accounting periods.

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 will fluctuate and are not guaranteed. Orbis Investment Management (B.V.I.) Limited is licensed to conduct investment business by the Bermuda Monetary Authority.

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

