

ORBIS GLOBAL EQUITY FUND

ORBIS AFRICA EQUITY

Rand Fund

ORBIS JAPAN EQUITY

Yen Fund / US\$ Fund



ORBIS EQUITY FUNDS

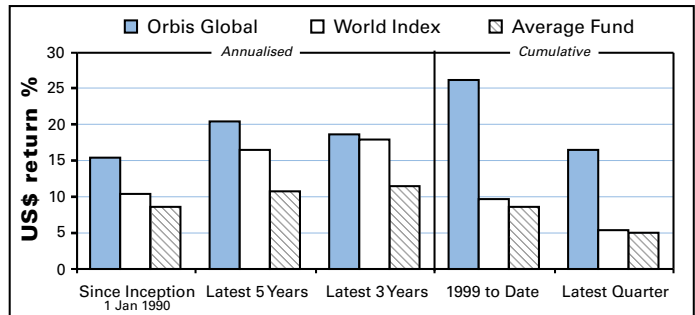
QUARTERLY REPORTS

30 JUNE 1999

ORBIS OFFSHORE EQUITY FUNDS

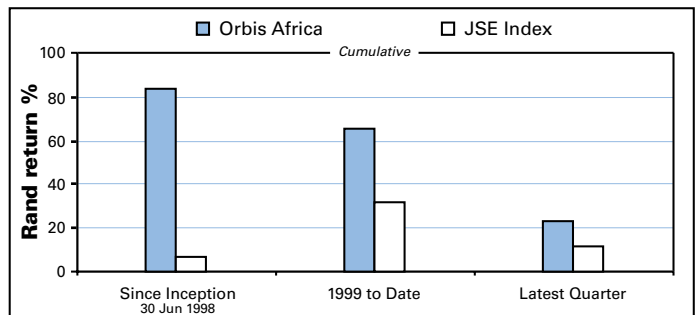
ORBIS GLOBAL EQUITY FUND

This Fund invests globally and seeks to earn higher returns than world stockmarkets. The Fund's Benchmark is the FT/S&P Actuaries World Index, including income ("World Index"). The Fund's currency exposure is managed relative to that of the World Index.



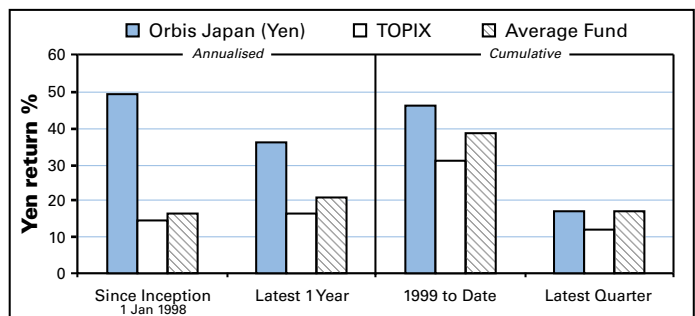
ORBIS AFRICA EQUITY (RAND) FUND

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



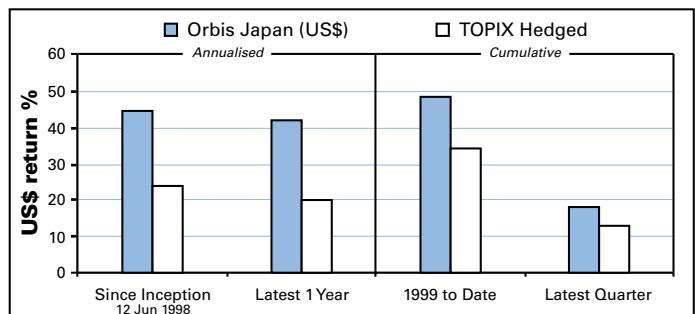
ORBIS JAPAN EQUITY (YEN) FUND

This Fund invests in Japanese equities. The Fund's Benchmark is the Japanese stockmarket, measured by the Tokyo Stock Price Index, including income ("TOPIX"). The Fund does not hedge currencies, and thus is exposed to the yen.



ORBIS JAPAN EQUITY (US\$) FUND

This Fund invests in the Orbis Japan Equity (Yen) Fund. The Fund hedges most or all of its currency exposure into US dollars. The Fund's Benchmark is the Japanese stockmarket, measured by the TOPIX hedged into US dollars, including income ("TOPIX Hedged").



References to the "Average Fund" are to the Average Global Equity Fund and the Average Japan Equity Fund, as applicable. Average Fund source: Standard & Poor's Micropal sector index return for the respective sector. Orbis Japan Equity (US\$) is not comparable with the Average Japan Equity Fund in dollars for reasons given on page 8. Orbis Africa Equity is not compared with the sector index for African funds because the sector comprises only four other funds.

CHAIRMAN'S LETTER

Dear Fellow Member,

One of the most prolonged and powerful bull markets in stockmarket history continued during the quarter ended 30 June 1999. However, a notable change took place in that there was a marked increase in the "breadth", or proportion of shares participating, in the stockmarket advance. Last quarter, virtually all national stockmarkets appreciated and within most stockmarkets, including that of the US, the majority of equities rose. Previously, in contrast, the momentum of a limited number of hugely capitalised shares had driven the stockmarket indices, with scant regard being given to fundamental value. This shift in stockmarket leadership to "value" from "momentum" helped your Funds to thrive.

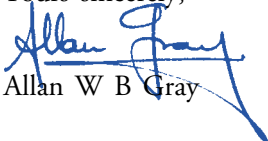
During the quarter to 30 June 1999, **Orbis Global Equity** returned 16.3% while the World Index and the Average Global Equity Fund earned 5.5% and 4.9%, respectively. Orbis Global Equity's return included a contribution of 9.6 percentage points from the outperformance of its selected shares relative to their domestic stockmarkets. This represents a record for any quarter since the inception of this Fund. It is heartening to see that the increase in resources that the Orbis Group is devoting to investment research and management for your Funds is enhancing our results on your behalf. Orbis Global Equity has outperformed the World Index and, comfortably, the Average Global Equity Fund over all the historic time periods indicated in the graphs opposite and in the Manager's Report on page 2. Since inception on 1 January 1990, the annualised return on Orbis Global Equity of 15.5% materially exceeds that of 10.5% on the World Index and 8.6% on the Average Global Equity Fund.

The rise in the South African JSE Index of 11.1% for the latest quarter and of 31.6% for the half-year supported returns of 23.0% and 65.7%, respectively, on **Orbis Africa Equity**. Since its inception on 30 June 1998, this Fund has earned a remarkable 83.9%, or 82.6% in US dollars, while its benchmark, the JSE Index, has returned just 7.1%. The Fund's rate of return is clearly unsustainable. However, given the combination of Orbis' international perspective and Allan Gray Limited's "on the spot" investment research in Cape Town, we believe that Orbis Africa Equity has the potential to offer further attractive rewards. Our perception is that investors should consider investing in the Fund to the extent that they wish to be exposed to the South African market, in its own right or as part of an emerging markets portfolio, and that they can tolerate the associated risk.

During the latest quarter, **Orbis Japan Equity (Yen)** rose 17.0%, which compared well with the 11.8% rise in its benchmark, the TOPIX, and matched the 16.9% return on the Average Japan Equity Fund. For the first six months of 1999, your Fund earned 46.1% and the Average Japan Equity Fund 38.4%, mainly due to a surge of 31.0% in the TOPIX. Your Fund's strong return followed award winning performance in 1998. **Orbis Japan Equity (US\$)** similarly did well last quarter, earning 17.9% while the TOPIX hedged into US dollars returned 13.2%. Orbis Japan Equity (US\$) has risen 44.7% pa since its inception on 12 June 1998 while the TOPIX hedged into dollars has returned 23.8% pa.

Your participation with us in our quest for investment excellence is greatly appreciated.

Yours sincerely,


Allan W B Gray

Hamilton, Bermuda
21 July 1999

ORBIS GLOBAL EQUITY FUND

MANAGER'S REPORT AT 30 JUNE 1999

Total Rate of Return in US dollars:	From Inception	Latest		1999	Latest
	on 1 Jan 1990	5 Years	3 Years	to Date	Quarter
		% Annualised		% Not Annualised	
Orbis Global Equity	15.5	20.5	18.5	26.1	16.3
World Index	10.5	16.3	18.0	9.5	5.5
Average Global Equity Fund	8.6	10.7	11.4	8.4	4.9

In the latest few months, as noted in the Chairman's Letter, stockmarket leadership has changed, both *amongst* world stockmarkets and *within* them. How has this affected your Fund?

The leadership *amongst* major stockmarkets has shifted to the Japanese stockmarket, which had underperformed the US for seven of the past nine calendar years, including the latest four. During a bear market spanning almost nine years selected Japanese shares had fallen to attractive levels. This is being recognised to an increasing extent. As a result, Japan's stockmarket has returned 31% in 1999, outperforming other major markets. This has benefited your Fund, because its weighting in Japanese equities has been materially greater than the weighting of the Japanese stockmarket in the World Index. In 1999 to date, the geographical deployment of equities has raised the Fund's returns by 3.8 percentage points, instead of depressing them as in 1996-8 when the Japanese stockmarket underperformed.

Developments *within* stockmarkets were also rewarding for your Fund. In the quarter to 30 June, investors in the US stockmarket shifted focus towards the value offered by cyclicals and mid/small cap stocks and away from the mega cap "blue chips" which had previously led the market. Your Fund was well positioned for this change of leadership. During the latest quarter, your Fund's portfolio of US equities appreciated 16%, while the S&P 500 rose 7%. In Europe and Japan, there was a similar shift in focus towards value. This helped your Fund's chosen European and Japanese equities to outperform their respective domestic indices to a similarly material extent. All in all, superior performance by our selected equities relative to their respective domestic markets added 9.6 percentage points to your Fund's return in the latest quarter.

In recent years momentum, rather than value, has driven the World Index. Despite this, your Fund's returns place it in the top decile of the "Offshore Territories Global Equity" funds tracked by Standard & Poor's Micropal since inception and for the latest 1, 3, and 5 years. Your Fund is well positioned to benefit if the recent change in stockmarket leadership towards value continues. Our research indicates that, while not certain, this is likely. The overall strength of the global economy, which is stimulating higher prices for oil and some other commodities, benefits cyclical shares disproportionately, and Orbis Global Equity is overweight in such shares. Conversely, your Fund is avoiding glamour growth shares, which are particularly hurt by the recent rise in bond yields because this raises the rate at which their future profit growth is discounted. Finally, investor fund flows had favoured passive investments such as index funds while these outperformed in recent years. The recent outperformance by "value oriented" shares may prompt a reallocation of funds towards such shares, with a significant impact because their market capitalisation is far smaller than that of most glamour growth shares.

MANAGER

Orbis Investment Management Limited

INVESTMENT ADVISOR

Orbis Investment Advisory Limited

CUSTODIAN

The Bank of Bermuda Limited

DIRECTORS Allan W B Gray, Chairman John C R Collis Geoffrey M Gardner Alan Gilbertson William D Thomson

ORBIS GLOBAL EQUITY FUND AT 30 JUNE 1999

STATEMENT OF NET ASSETS (UNAUDITED)

Equity	Market Value US\$ 000's	Fund's % exposure to Equities	Currencies	% of World Index
United States		36	60	54
Deere	21,161	4		
Clayton Homes	17,499	3		
Tecumseh - A shares	17,351	3		
Eastman Kodak	15,718	3		
American Freightways	14,281	3		
Callaway Golf	14,040	3		
Wellpoint Health Networks	13,665	3		
AMR	13,309	2		
Continental Airlines - B shares	9,858	2		
JDA Software Group	9,685	2		
PartnerRe	9,119	2		
Newmont Mining	6,996	1		
Peoplesoft	6,124	1		
CarMax Group	5,769	1		
Healthsouth Corp	5,527	1		
3 Other positions of less than 1%	9,679	2		
Japan		32	11	11
Daiwa Securities	28,388	5		
Kinki Coca-Cola Bottling	27,519	5		
Tsutsumi Jewelry	25,026	5		
Fuji Electric	18,419	3		
Mikuni Coca-Cola Bottling	15,855	3		
Citizen Watch	15,597	3		
Canon	11,343	2		
Daiichi Pharmaceutical	9,299	2		
Amway Japan - Common and ADR	8,919	2		
Sumitomo Forestry	6,732	1		
Yoshinoya D&C	4,695	1		
Continental Europe		17	26	19
Aceralia	17,169	3		
Ericsson - B shares	16,144	3		
Linde	15,635	3		
Canal +	13,771	3		
Erste Bank	13,297	2		
Hornbach Holding - Preference shares	10,697	2		
Pernod Ricard	6,734	1		
United Kingdom		15	3	10
BPB	27,085	5		
RMC Group	23,358	4		
Johnson Matthey	20,533	4		
J Sainsbury	10,913	2		
Other		-	-	6
Net Current Assets	1,367	-		
Net Assets	538,276	100	100	100
Net Asset Value per Share	US\$ 39.42		13,653,850 shares issued	

ORBIS AFRICA EQUITY (RAND) FUND

MANAGER'S REPORT AT 30 JUNE 1999

Total Rate of Return in South African rand:	From Inception on 30 Jun 1998	1999 to Date	Latest Quarter
	<i>% Annualised</i>	<i>% Not Annualised</i>	
Orbis Africa Equity	83.9	65.7	23.0
JSE Index	7.1	31.6	11.1
<i>% appreciation of the rand versus the US dollar</i>	<i>(0.7)</i>	<i>(2.1)</i>	<i>2.4</i>

Allan Gray Limited, our Cape Town based investment advisor, has contributed enormously to your Fund's success. Their team of 55 manages US\$1.8 billion, primarily for institutional clients. They have been, by a wide margin, South Africa's top performing investment manager over the past 1, 3 and 5 years (based on Alexander Forbes Large Manager Survey). Allan Gray Limited's emphasis on proprietary investment research, investment approach and ethos mirror those of the Orbis group. With this support, we see no reason why Orbis Africa Equity should not continue to compete effectively against other funds in emerging markets.

Moreover, the South African stockmarket continues to offer intriguing investment opportunities. Its market capitalisation of US\$212 billion makes it one of the world's largest emerging markets. It includes world industry leaders such as Anglo American Corp (mining), De Beers (diamonds), Sasol (synthetic fuels), Amplats (platinum), and AngloGold (gold). Many South African companies are controlled by families who have run the companies with high returns on capital employed and a shareholder orientation. A remarkable political transformation installed a democratic majority government with market related economic policies. Foreign debt is only 34%, and the budget deficit 3%, of GNP. Inflation is a moderate 7% and falling. Declining interest rates, benefits from demutualisations and higher prices of some commodities should lead to an improving economy.

Significant changes took place in your Fund's portfolio during the latest quarter. Several major positions were liquidated and the proceeds reinvested in less exploited securities. The most significant purchases were shares in the insurers Sanlam, Liberty Holdings, and, subsequent to quarter end, Old Mutual. These major insurers appear underpriced relative to their international and domestic peers and offer very good fundamental value. Towards quarter-end a position was established in Standard Bank Investment Corporation at a price which we believe offered attractive value, particularly relative to other banks and financial service companies listed on the JSE.

We are encouraged that we and our investment advisors continue to find many shares priced materially below our assessment of their intrinsic value. Your Fund purchased shares in Pick 'n Pay Holdings Limited at a discount of 25% to the value of the company's only asset, a 51.4% shareholding in South Africa's premier supermarket chain, Pick 'n Pay Stores. Given that the holding company controls the group, its shares should, if anything, sell at a premium rather than a discount to shares in the operating company. We believe the shares of the very well managed Pick 'n Pay Stores themselves offer sound value at prevailing prices. In our opinion, shares in another recent purchase, Adcock Ingram, the country's leading pharmaceutical company whose earnings per share have grown at 20% pa over the past decade, also offer excellent value at only ten times current earnings.

MANAGER Orbis Investment Management Limited	INVESTMENT ADVISORS Orbis Investment Advisory Limited Allan Gray Limited	CUSTODIAN The Bank of Bermuda Limited
<i>DIRECTORS</i>	<i>Allan W B Gray, Chairman</i>	<i>John C R Collis</i>
		<i>Alan Gilbertson</i>
		<i>Simon C Marais</i>

ORBIS AFRICA EQUITY (RAND) FUND AT 30 JUNE 1999

STATEMENT OF NET ASSETS (UNAUDITED)

Equity (Ranked by JSE Index sector)	Market Value R 000's	% of Fund	% of JSE Index
Financial & Industrial		58	66
Dunlop Africa	17,325	6	
Standard Bank Investment	15,761	5	
Adcock Ingram 'N'	15,480	5	
Anglovaal Industrial Holdings	15,383	5	
Kersaf Investments	14,893	5	
Sanlam	14,300	5	
OTK Holdings	13,262	4	
Liberty Holdings	12,139	4	
Naspers	10,937	4	
Pick 'n Pay Holdings 'N'	10,732	4	
Foschini	10,414	3	
Woolworths Holdings	10,101	3	
Edward L Bateman	7,200	2	
Dorbyl	3,342	1	
Toyota South Africa	2,422	1	
Wesco Investments	1,785	1	
Irvin & Johnson	969	-	
Resources		31	32
De Beers Consolidated Mines	26,751	9	
Assore	17,440	6	
Sappi	14,626	5	
Sasol	13,991	4	
Avgold	7,499	2	
Anglo American	6,726	2	
Anglo American Platinum	5,491	2	
Highveld Steel & Vanadium	2,802	1	
Real Estate		11	2
Marriott Property Fund	10,815	4	
Syfrets & Commercial Union Property Fund	10,029	3	
Centrecity Property Fund	9,720	3	
CBD Property Fund	3,200	1	
Net Current Assets	601	-	
Net Assets (Currency exposure 100% rand)	306,136	100	100
Net Asset Value per Share	R 90.18	3,394,620 shares issued	

ORBIS JAPAN EQUITY (YEN) FUND

MANAGER'S REPORT AT 30 JUNE 1999

Total Rate of Return in Japanese yen:	From Inception on 1 Jan 1998	Latest 1 Year	1999 to Date	Latest Quarter
	<i>% Annualised</i>		<i>% Not Annualised</i>	
Orbis Japan Equity (Yen)	49.3	35.8	46.1	17.0
TOPIX	14.5	16.2	31.0	11.8
Average Japan Equity Fund	16.2	21.0	38.4	16.9
<i>% appreciation of the yen versus the US dollar</i>	<i>5.1</i>	<i>14.5</i>	<i>(6.6)</i>	<i>(2.0)</i>

As the above statistics indicate, your Fund has achieved strong returns since its inception on 1 January 1998. Successful share selection has played an important part with our selected equities materially outperforming the Fund's benchmark stockmarket index, the TOPIX. Since October 1998, this contribution has been augmented by strength in the TOPIX, which has rebounded a remarkable 53%.

Our proprietary investment research continues to indicate that selected Japanese equities are attractive relative to cash and equities worldwide. Japanese equities give every indication of being in a bull market that seems likely to benefit from many of the features that sparked the prolonged US bull market. These include corporate restructuring, lower tax rates, a prolonged and material rise in corporate profits and increased investment by individuals into the stockmarket. The main risk is that the Bank of Japan's zero interest rate policy has driven the stockmarket to levels which are unsustainable if profits do not rebound.

Your Fund's portfolio changed very little during the quarter to 30 June. We took profits on Fast Retailing following the meteoric rise in its share price from ¥1,082, at which we started accumulating the shares in June 1998, to our average selling price of ¥5,597. The fact that the share price has since trebled keeps us appropriately humble! The Fund additionally eliminated its small positions in Tostem and Toyo Exterior and redeployed the proceeds into the only new position, Kyodo Printing.

The presentation of the portfolio shown opposite has been reformatted to help us communicate to you the themes driving our share selection and portfolio construction. We now compare the Fund's weightings with those in the TOPIX in broad sectors such as Consumer Non-Durables and Technology (previously, we did so simply by industry). The Consumer Non-Durables sector, which includes the food and beverage, pharmaceutical and retail industries, constitutes 37% of the Fund but only 19% of the TOPIX. Selected quality companies in this sector offer the best growth we can find at reasonable prices. These companies are overweight primarily at the expense of shares in the Utilities sector. Your Fund has avoided the latter, which is similarly non-cyclical, primarily because of the high levels of debt of the constituent companies. In the Cyclical sector, we favour the shares of housing and construction companies. In our opinion, these are particularly attractively priced, and we consider it an advantage that they would benefit from an improvement in the domestic economy. In the Financials sector, we continue to find shares in security brokers more attractive than those in banks. We expect a combination of higher revenues and lower costs to result in dynamic profit gains for security brokers. The risk to your Fund of being overweight in shares of security brokers and underweight in bank shares is limited by the relatively high correlation between the two.

MANAGER	INVESTMENT ADVISOR	CUSTODIAN
Orbis Investment Management (B.V.I.) Limited	Orbis Investment Management Limited	State Street Bank and Trust Company
DIRECTORS	<i>Allan W B Gray, Chairman</i>	<i>John C R Collis</i>
		<i>Faith A Conyers</i>
		<i>William B Gray</i>

ORBIS JAPAN EQUITY (YEN) FUND AT 30 JUNE 1999

STATEMENT OF NET ASSETS (UNAUDITED)

Equity (Ranked by sector)	Market Value ¥ 000's	% of Fund	% of TOPIX
Consumer Non-Durables		37	19
Sundrug	1,438,110	6	
Fuji Coca-Cola Bottling	1,299,200	5	
Kinki Coca-Cola Bottling	1,266,300	5	
Amway Japan	1,230,000	5	
Sanyo Coca-Cola Bottling	999,381	4	
Mikuni Coca-Cola Bottling	676,500	3	
Daiichi Pharmaceutical	657,300	3	
Hokkaido Coca-Cola Bottling	545,600	2	
Santen Pharmaceutical	503,280	2	
Aoki International	334,800	1	
Towa Pharmaceutical	174,000	1	
Cyclicals		35	34
Toyo Seikan Kaisha	1,115,200	4	
Fuji Photo Film	1,053,400	4	
Sumitomo Forestry	918,450	4	
Raito Kogyo	890,000	3	
Maeda Road Construction	815,000	3	
Nippon Hodo	775,200	3	
Okumura	720,000	3	
Yurtec	657,000	3	
Kyudenko	484,400	2	
Makita	431,235	2	
Tsutsumi Jewelry	399,630	2	
Kyodo Printing	315,964	1	
Japan Wool Textile	281,000	1	
Technology		15	17
Citizen Watch	1,525,650	6	
Fuji Electric	1,357,800	5	
Canon	1,134,480	4	
Financials		13	18
Daiwa Securities	1,204,800	5	
Wako Securities	704,572	3	
New Japan Securities	627,500	2	
Okasan Securities	476,400	2	
Kokusai Securities	229,500	1	
Utilities		-	12
Net Current Assets	46,064	-	
Net Assets (Currency exposure 100% yen)	25,287,716	100	100
Net Asset Value per Share	¥ 1,821	13,886,803 shares issued	

ORBIS JAPAN EQUITY (US\$) FUND AT 30 JUNE 1999

MANAGER'S REPORT

Total Rate of Return in US dollars:	From Inception on 12 Jun 1998 <i>% Annualised</i>	Latest 1 Year	1999 to Date <i>% Not Annualised</i>	Latest Quarter <i>% Not Annualised</i>
Orbis Japan Equity (US\$)	44.7	41.9	48.6	17.9
TOPIX Hedged	23.8	19.9	34.0	13.2
<i>% appreciation of the yen versus the US dollar</i>	<i>18.1</i>	<i>14.5</i>	<i>(6.6)</i>	<i>(2.0)</i>

This Fund invests in Orbis Japan Equity (Yen) and hedges most or all of the resulting currency exposure into US dollars. Orbis Japan Equity (Yen) in turn is fully invested in the portfolio of Japanese equities shown on page 7 and, like most Japanese equity funds, remains exposed to the yen.

Orbis Japan Equity (US\$) was formed to meet the specific needs of investors who wish to invest in Japanese equities while remaining exposed to the dollar. The fact that Orbis Japan Equity (US\$) hedges from yen into dollars causes the Fund's returns to differ from those of more traditional Japanese equity funds translated into dollars to the extent of exchange rate fluctuations. As shown above these fluctuations are often large and therefore this Fund's dollar returns above are not comparable with those of the Average Japan Equity Fund or those of Orbis Japan Equity (Yen) when their returns are likewise expressed in dollars.

The returns on Orbis Japan Equity (US\$) *in dollars* approximate those on Orbis Japan Equity (Yen) *in yen*, adjusted for the short-term interest rate differential between the US and Japan.

STATEMENT OF NET ASSETS (UNAUDITED)

Equity	Market Value US\$ 000's	% of Fund
Orbis Japan Equity (Yen) Fund	194,996	100
Net Current Assets <i>(Mainly the result of currency hedging)</i>	400	-
Net Assets	195,396	100
Net Asset Value per Share	US\$ 14.73	13,262,884 shares issued

STOCKMARKET DEPLOYMENT

	% of Fund
Japanese equities	100

CURRENCY DEPLOYMENT

	% of Fund
US dollar	100

MANAGER	INVESTMENT ADVISOR	CUSTODIAN
Orbis Investment Management (B.V.I.) Limited	Orbis Investment Management Limited	State Street Bank and Trust Company
<i>DIRECTORS</i>	<i>Allan W B Gray, Chairman</i>	<i>John C R Collis</i>
		<i>Faith A Conyers</i>
		<i>William B Gray</i>

COMMON CHARACTERISTICS OF THE ORBIS EQUITY FUNDS

Structure	Open-ended mutual fund companies
Dealing costs	None. No front or back end load, nor bid to offer spread
Manager's fee	Accrued weekly in the range of 0.5% to 2.5% per annum, depending on past performance
Minimum initial investment	US\$50,000 or the equivalent in any major currency
Subscriptions / redemptions	Weekly, each Thursday
Registrar and transfer agent	The Bank of Bermuda Limited Attention: The Orbis Service Team Corporate Trust Department 6 Front Street Hamilton, Bermuda Telephone: +1 (441) 299 6000 Facsimile: +1 (441) 299 6555
Auditors	Arthur Andersen & Co
Prices available from	Telephone: +1 (441) 296 3002, www.orbis.bm , major financial newspapers, Reuters page "ORBIS", Bloomberg
For further information	Contact Mr Geoffrey Gardner or Ms Helene Hart of Orbis (please refer to the back cover for contact information)

NOTICES

UK Distributor Status has been granted to Orbis Global Equity Fund for each year from inception to 1997, inclusive. The Directors have applied for certification for fiscal 1998 for all of the Orbis Funds. Certification is granted retrospectively and cannot be guaranteed.

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 Annual Reports.

Past performance is not necessarily indicative of future performance.



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