

ORBIS EQUITY FUNDS

31 MARCH 2000
Quarterly
REPORTS



ORBIS GLOBAL EQUITY

Fund

ORBIS AFRICA EQUITY

Rand Fund

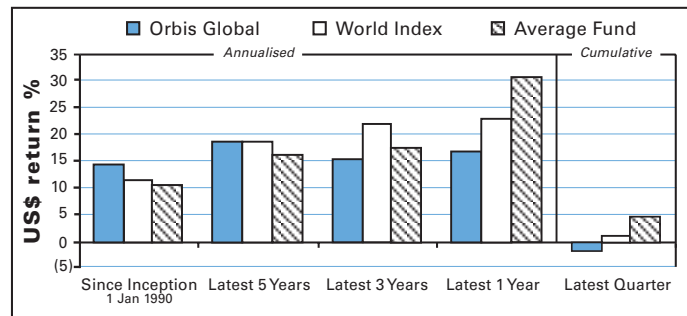
ORBIS JAPAN EQUITY

Yen Fund / US\$ Fund

ORBIS EQUITY FUNDS

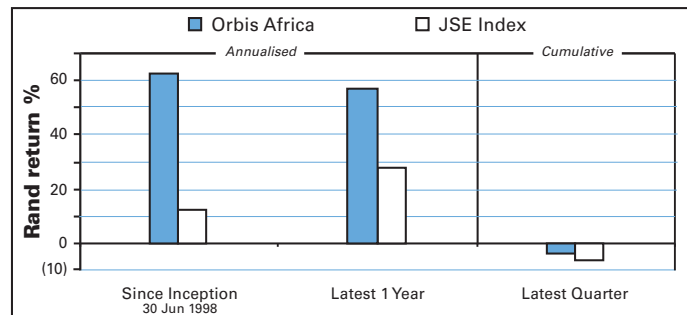
ORBIS GLOBAL EQUITY FUND

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



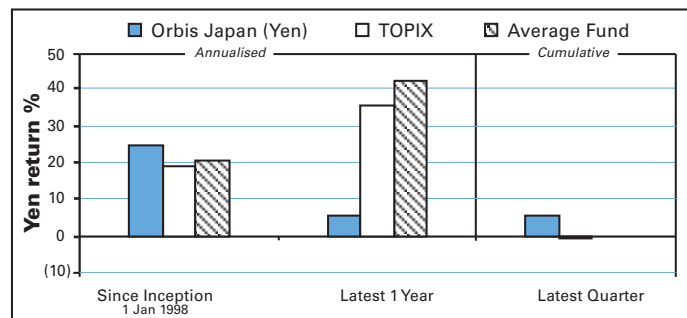
ORBIS AFRICA EQUITY (RAND) FUND

This Fund 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.



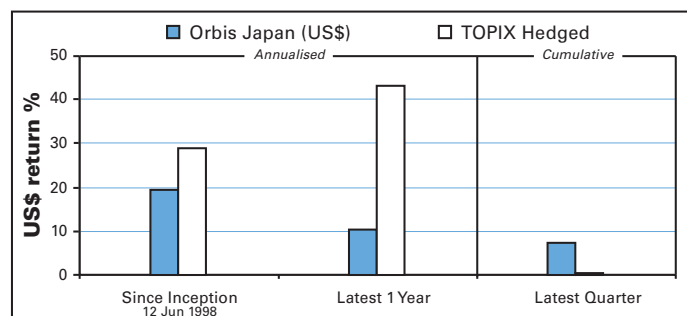
ORBIS JAPAN EQUITY (YEN) FUND

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 therefore is exposed to the Japanese 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").



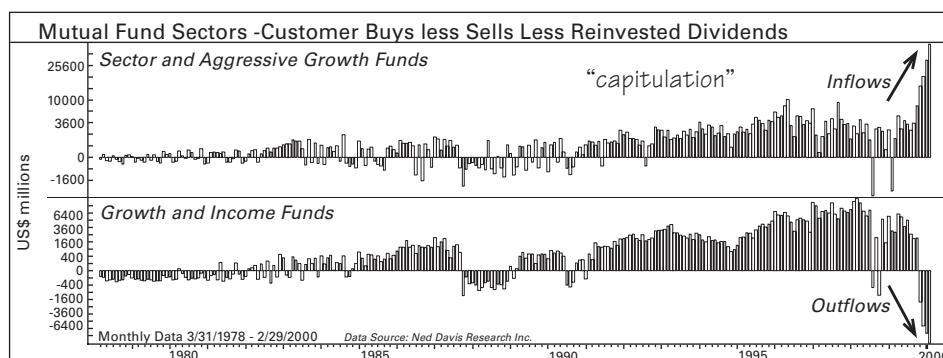
References to the "Average Fund" are to the Average Global Equity Fund and the Average Japan Equity Fund, as applicable. Average Fund source: Standard & Poor's Micropal sector index return for the respective sector. Orbis Japan Equity (US\$) is not comparable with the Average Japan Equity Fund in dollars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

ORBIS GLOBAL EQUITY FUND AT 31 MARCH 2000

| Total Rate of Return in US dollars: | From Inception on 1 Jan 1990 | Latest | | | Quarter % Not Annualised |
|--|---------------------------------|-------------------------|-------------|-------------|-----------------------------|
| | | 5 Years % Annualised | 3 Years | 1 Year | |
| Orbis Global Equity | 14.4 | 18.6 | 15.5 | 16.6 | (1.6) |
| World Index | 11.3 | 18.7 | 21.8 | 22.8 | 1.1 |
| Average Global Equity Fund | 10.3 | 16.0 | 17.4 | 30.8 | 4.6 |

Last quarter Orbis Global Fund fell by 1.6% while the World Index rose by 1.1% and the Average Global Equity Fund was up 4.6%. Given the stockmarket environment, the Fund's underperformance was not surprising. Investor interest continues to focus on the much-hyped technology, media and telecommunications (TMT) sectors, to which we have chosen to have little exposure. The TMT investment bubble has become so extended and volatile that its prospects now dictate the outlook for global equity markets. As with other classic speculative bubbles that had already captured the investing public's attention, we are convinced that, following the current period of extreme volatility, this bubble will end in massive losses for most participating investors.

The conviction of managers who are not participating in the bubble, and more particularly that of their clients, is being severely tested. Value-orientated investors, whose discipline precludes them from participating, have recently underperformed significantly. Their three and five year track records are now under severe pressure. Orbis Global Fund is no exception to this phenomenon, as reflected in the table above. Value managers are losing their clients and their jobs and their portfolios are being liquidated and replaced with momentum stocks. This has only further exacerbated the situation. The graph below illustrates how extreme and pervasive this phenomenon has become by showing the massive inflow of funds to momentum-orientated Sector and Aggressive Growth Funds and the accompanying outflows from value-orientated Growth and Income Funds in the United States.



The recent experience of two value-orientated investors, who also happen to have two of the best track records in the world, reinforces how extreme the current situation has become. Julian Robertson has effectively shut down the Tiger funds and returned his clients' capital after facing severe client criticism and the share price of Warren Buffet's company, Berkshire Hathaway, fell 49% from its high.

The capitulation by clients of investors like these is, in our experience, symptomatic of unparalleled opportunity for value investors, such as Orbis, who invest in equities that trade at a significant discount

| | | | | | |
|---|--|--|--|---|--|
| <i>DIRECTORS</i> Allan W B Gray, Chairman John C R Collis Geoffrey M Gardner William B Gray William D Thomson | | | | | |
| <i>MANAGER</i> Orbis Investment Management Limited | | <i>INVESTMENT ADVISOR</i> Orbis Investment Advisory Limited | | <i>CUSTODIAN</i> The Bank of Bermuda Limited | |

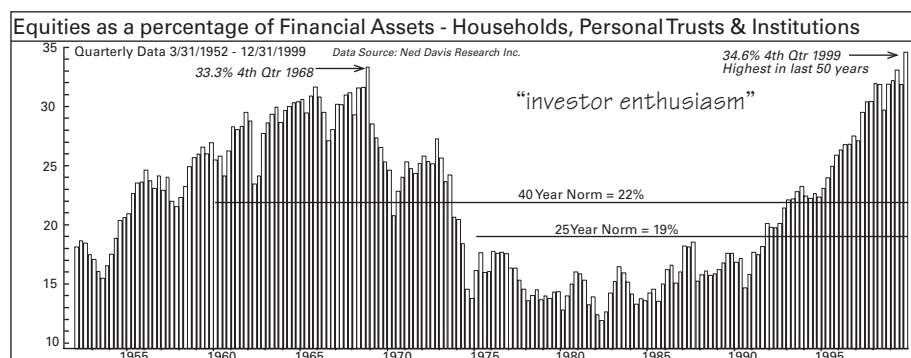
to their intrinsic value and are likely to appreciate to close that gap. It is important that our clients understand that in positioning the Fund to take advantage of this opportunity, the Fund's portfolio will differ sharply from that of the average fund.

Our strong value orientation by no means precludes us from owning TMT stocks, or almost any other stock for that matter. It is just that at this moment we cannot justify the valuations on the vast majority of these equities and the Fund therefore owns very few of them. When we considered these valuations attractive at the beginning of the technology bull market in 1994, technology stocks comprised approximately 40% of both the Fund and its US holdings. Those of you who know the Fund's history are aware of its record of not owning Japanese stocks when the Japanese stockmarket peaked in late 1989 and subsequently investing heavily in them following that market's 50% decline.

We will retain our strong value orientation because the strategy has been, and we are convinced will continue to be, a winning one. The early 1970s and early 1980s in the United States, the late 1980s in Japan and the late 1990s in South Africa were all periods when even the best value driven managers performed terribly only to come roaring back. We believe history will prove the current period to be similar. To change now would be to succumb to short-term performance pressures and begin speculating in an already highly speculative and therefore dangerous market hoping to sell to a greater fool. It would be buying high and selling low.

Given this, how should the Fund be expected to perform? We stated in our 1999 Annual Report that the Fund would have difficulty matching the returns of the World Index as long as the TMT bubble continued to inflate. In the latest quarter, the TMT bubble became further extended and more volatile. The Fund's performance *relative* to the World Index is apt to be markedly more variable than it has been historically. Note, we expect high volatility of *relative*, not *absolute*, returns.

We are reluctant to predict when the current equity environment will end because this would be speculation which is not our strength. What we can say however is that it will end when investor participation, enthusiasm and speculation have reached an extreme. That point is by definition immediately preceded by a capitulation by the non-believers. In that regard, we thought that the previous graph coupled with the one below may provide you with some useful insight.



In conclusion, we recognise that our stance opens us to the criticisms of being stubborn and incapable of appreciating the dynamics of a new era. Only time will tell but we are convinced that the future will prove that we are instead displaying the courage of our convictions under conditions of extreme stress and hence greatest opportunity. The majority of the financial assets of the senior executives of Orbis are invested in the Orbis Funds. Nothing would bring us greater satisfaction than to reward our clients for their continuing support and patience during these most trying times.

ORBIS GLOBAL EQUITY FUND AT 31 MARCH 2000

STATEMENT OF NET ASSETS (UNAUDITED)

| Equity | Market Value US\$ 000's | Fund's % exposure to Equities | Fund's % exposure to Currencies | % of World Index |
|--|----------------------------|----------------------------------|------------------------------------|---------------------|
| United States | | 42 | 44 | 52 |
| Clayton Homes | 35,669 | 8 | | |
| Tecumseh - A shares | 23,012 | 5 | | |
| Callaway Golf | 21,728 | 5 | | |
| Loews | 20,535 | 4 | | |
| Sun International Hotels | 16,446 | 4 | | |
| American Freightways | 15,132 | 3 | | |
| Fleetwood Enterprises | 10,915 | 2 | | |
| Eastman Kodak | 10,862 | 2 | | |
| PartnerRe | 8,629 | 2 | | |
| Scottish Annuity & Life Holdings | 7,545 | 2 | | |
| CarMax Group | 5,622 | 1 | | |
| Positions of less than 1% | 15,895 | 4 | | |
| Japan | | 29 | 13 | 13 |
| Tsutsumi Jewelry | 16,239 | 4 | | |
| Daiichi Pharmaceutical | 15,470 | 3 | | |
| Citizen Watch | 14,299 | 3 | | |
| Kinki Coca-Cola Bottling | 14,007 | 3 | | |
| Mikuni Coca-Cola Bottling | 9,760 | 2 | | |
| Sumitomo Marine and Fire Insurance | 7,700 | 2 | | |
| Shimachu | 7,606 | 2 | | |
| Fuji Electric | 6,487 | 1 | | |
| New Japan Securities (now Shinko Securities) | 6,081 | 1 | | |
| Kinden | 6,003 | 1 | | |
| Seino Transportation | 4,780 | 1 | | |
| Positions of less than 1% | 26,960 | 6 | | |
| Europe | | 24 | 28 | 28 |
| Investor AB - A and B Shares | 21,412 | 4 | | |
| RMC Group | 16,243 | 4 | | |
| Hornbach Holding - Preference shares | 13,185 | 3 | | |
| Associated British Foods | 12,537 | 3 | | |
| Erste Bank | 9,992 | 2 | | |
| SIG Swiss Industrial | 8,572 | 2 | | |
| J Sainsbury | 7,779 | 2 | | |
| Johnson Matthey | 7,746 | 2 | | |
| Positions of less than 1% | 9,848 | 2 | | |
| South Africa | | 5 | - | - |
| OTK Holdings | 7,975 | 2 | | |
| Naspers | 6,694 | 1 | | |
| Kersaf Investments | 5,871 | 1 | | |
| Anglovaal Industries | 3,505 | 1 | | |
| Canada | | - | 15 | 2 |
| Other | | - | - | 5 |
| Net Current Assets | 407 | - | | |
| Net Assets | 459,148 | 100 | 100 | 100 |
| Net Asset Value per Share | US\$39.54 | | 11,611,478 shares issued | |

ORBIS AFRICA EQUITY (RAND) FUND AT 31 MARCH 2000

| Total Rate of Return in South African rand: | From Inception on 30 Jun 1998 <i>% Annualised</i> | Latest 1 Year | Latest Quarter <i>% Not Annualised</i> |
|--|---|------------------|--|
| Orbis Africa Equity | 62.7 | 57.1 | (3.9) |
| JSE Index | 12.5 | 27.6 | (6.4) |
| <i>% change in the US dollar value of the rand</i> | <i>(4.9)</i> | <i>(5.7)</i> | <i>(5.8)</i> |

The benchmark JSE Index suffered a slight setback during the quarter ended 31 March 2000 and declined 6.4% while Orbis Africa Equity declined 3.9%. As indicated above, the Fund earned 57.1% during the past 12 months compared with 27.6% for the JSE Index. Since the Fund's inception, it has earned 62.7% pa while the JSE Index has earned 12.5% pa.

This Fund is managed in South African rand and does not hedge its currency exposure into US dollars. As shown above, the decline in the value of the rand versus the US dollar has averaged 4.9% pa since the Fund's inception. We show this to allow investors whose base currency is the US dollar to conveniently estimate the return of Orbis Africa Equity when expressed in US dollars.

As shown opposite, the Fund continues to be substantially underweight financials relative to the benchmark. At their recently higher share prices, the insurers were considered to offer only fair value and the Fund therefore sold them. Profit margins in South African banking are coming under pressure as competition intensifies following substantial new capital being committed to the industry. While we consider the financial sector overvalued, we find some companies, such as AMB Holdings (AMB), to be exceptionally attractive.

AMB is a South African merchant banking group with an exclusive association with Donaldson, Lufkin & Jenrette, Inc (DLJ). This association is supported by DLJ's direct 13% equity ownership in AMB, and DLJ's indirect 50% stake in AMB-DLJ Securities, AMB's institutional stockbroking service. John Chalsty, the Chairman of DLJ, serves as Deputy Chairman of AMB. AMB's activities encompass stockbroking, private equity, corporate finance, public sector finance, treasury and retirement fund administration. AMB's empowerment focus and close association with DLJ, a highly respected international merchant bank, mean that AMB is well positioned to capture corporate finance work and specifically work arising from anticipated government privatisation initiatives.

AMB, along with the entire financial services sector in South Africa, was highly valued in 1998. Shares of AMB traded as high as R83, more than 10 times book value. Clearly, these ratings were completely unrealistic and were representative of the extreme divergence in valuations that existed in South Africa at the time. Following a 1 for 10.85 rights issue at R30 in May 1999, the market value of AMB has continued its downward trend. At R8, AMB shares are currently trading below book value and below six times estimated forward earnings. The overvaluation which existed in 1998 has now been completely reversed. AMB's high return on equity, the nature of its underlying business, and its market position and growth prospects convince us that the intrinsic value of AMB shares far exceeds the current share price. As shown in the portfolio opposite, the Fund now has a 5% position in AMB. We expect this to raise the Fund's returns and reduce the risk of underperformance.

| | | | | |
|------------------|-------------------------------------|----------------------------|---|---|
| DIRECTORS | <i>Allan W B Gray, Chairman</i> | <i>John C R Collis</i> | <i>William B Gray</i> | <i>Simon C Marais</i> |
| 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 MARCH 2000

STATEMENT OF NET ASSETS (UNAUDITED)

| Equity (Ranked by JSE Index sector) | Market Value R 000's | % of Fund | % of JSE Index |
|--|-------------------------|-------------------------|-------------------|
| Industrial | | 62 | 40 |
| Naspers | 24,042 | 7 | |
| OTK Holdings | 23,500 | 7 | |
| Anglovaal Industries - Common shares and Convertible debentures | 13,454 3,655 | 5 | |
| Tiger Brands | 15,640 | 5 | |
| Dunlop Africa | 15,125 | 5 | |
| Kersaf Investments | 12,797 | 4 | |
| Pick 'n Pay Holdings | 10,135 | 3 | |
| Foschini | 10,037 | 3 | |
| Woolworths Holdings | 9,043 | 3 | |
| Edward L Bateman | 9,016 | 3 | |
| Hunt Leuchars & Hepburn Holdings | 8,257 | 3 | |
| Aveng - Common shares and Convertible debentures | 6,435 1,201 | 2 | |
| Hudaco Industries | 7,219 | 2 | |
| Power Technologies | 6,726 | 2 | |
| Toyota South Africa | 6,486 | 2 | |
| Medi-Clinic | 6,051 | 2 | |
| Unihold | 5,731 | 2 | |
| Dorbyl | 4,421 | 1 | |
| Positions of less than 1% | 4,211 | 1 | |
| Resources | | 29 | 31 |
| De Beers Consolidated Mines | 32,130 | 10 | |
| Sasol | 26,520 | 7 | |
| Avgold | 17,023 | 5 | |
| Anglo American Platinum | 15,556 | 5 | |
| Positions of less than 1% | 5,950 | 2 | |
| Financial | | 9 | 27 |
| AMB Holdings | 16,245 | 5 | |
| Standard Bank Investment | 12,353 | 4 | |
| Real Estate | | - | 2 |
| Net Current Assets | 1,207 | - | |
| Net Assets (Currency exposure 100% rand) | 330,166 | 100 | 100 |
| Net Asset Value per Share | R 113.48 | 2,909,403 shares issued | |

ORBIS JAPAN EQUITY (YEN) FUND AT 31 MARCH 2000

| Total Rate of Return in Japanese yen: | From Inception on 1 Jan 1998 | Latest 1 Year | Latest Quarter |
|---|---|--------------------------|---------------------------|
| | <i>% Annualised</i> | | <i>% Not Annualised</i> |
| Orbis Japan Equity (Yen) | 24.8 | 5.7 | 5.4 |
| TOPIX | 19.2 | 35.4 | (0.6) |
| Average Japan Equity Fund | 20.6 | 42.2 | (0.3) |
| <i>% change in the US dollar value of the yen</i> | <i>11.2</i> | <i>15.6</i> | <i>(0.5)</i> |

The Fund did well during the first quarter of 2000, appreciating 5.4% while the benchmark TOPIX declined 0.6%. This is encouraging following extremely disappointing returns in the second half of 1999 which reduced the Fund's returns for the past 12 months to 5.7%, significantly below the 35.4% earned by the TOPIX and 42.2% by the Average Japan Equity Fund. Since the Fund's inception, it has earned 24.8% pa, the TOPIX 19.2% pa and the Average Japan Equity Fund 20.6% pa.

In last quarter's report, we discussed the surge in technology and telecommunications shares during late 1999, which caused the Fund to severely underperform the TOPIX. As the speculative fever has waned in the new year, we have witnessed a partial reversal of last year's trends. In 2000, the Fund appreciated 5.4% in the first quarter and 9.4% to 20 April even as the TOPIX declined 0.6% and 5.1%, respectively. It is notable that Softbank has declined 73% and Hikari Tsushin 88% since peaking in mid-February 2000. At their peak, these shares represented 4.5% and 1.6% respectively of the TOPIX, which is comprised of more than 1,400 companies.

Following the 66% advance in the Japanese stockmarket since its low 18 months ago, we now consider its outlook to be far more uncertain. Japanese individuals assisted by large cash inflows from maturing postal deposits are again buying equity funds and have vast capacity for doing so, as equities are such a low proportion of their assets by world standards. However, this is offset by the fact that foreign investors are now overweight Japan and margin account investors, who have been large buyers, have been hurt by the recent setback in the prices of many of their favourite glamour shares. Furthermore, as the deadline for compliance with the new "mark to market" accounting standards approaches in Japan, local corporations are accelerating disposals of shares which are cross-held with other companies. These cross-shareholdings represent 39% of the total market capitalisation of the Japanese stockmarket. The strength of the yen against the US dollar and particularly against the euro is hurting the important export sector and contributed to the economy again dipping into recession in the second half of 1999. While there has been significant merger activity, Japan's labour and management practices preclude this from being translated into fast and meaningful enhancement of shareholder value.

Japan's standards of corporate governance leave much to be desired and impose unnecessary risk on investing in Japanese equities. For example, we are deeply concerned that Yurtec recently issued shares to its affiliate, Tohoku Electric Power, for ¥310 cash per share. ¥285 is the lowest price at which the shares have ever sold, down more than 90% from their peak 10 years ago. This new issue has raised Tohoku's shareholding from 32.6% to 46.7% and effectively consolidated its control position. 15 current or former Tohoku executives are represented on the 24-man Yurtec Board of Directors. This capital infusion clearly does not constitute a "bail out" as Yurtec has never suffered an operating loss and has a net asset value per share of ¥1061, of which no less than ¥298 constitutes cash net of debt.

| | | | | |
|--|-------------------------------------|-------------------------------------|------------------------|-----------------------|
| <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> |
| MANAGER | INVESTMENT ADVISOR | CUSTODIAN | | |
| Orbis Investment Management (B.V.I.) Limited | Orbis Investment Management Limited | State Street Bank and Trust Company | | |

ORBIS JAPAN EQUITY (YEN) FUND AT 31 MARCH 2000

STATEMENT OF NET ASSETS (UNAUDITED)

| Equity (Ranked by sector) | Market Value ¥ 000's | % of Fund | % of TOPIX |
|--|-------------------------|-------------------------|---------------|
| Consumer Non-Durables | | 39 | 21 |
| Daiichi Pharmaceutical | 1,033,500 | 7 | |
| Kinki Coca-Cola Bottling | 719,820 | 5 | |
| Santen Pharmaceutical | 688,600 | 5 | |
| Sundrug | 632,490 | 5 | |
| Shimachu | 534,600 | 4 | |
| Mikuni Coca-Cola Bottling | 524,146 | 4 | |
| Hokkaido Coca-Cola Bottling | 366,850 | 3 | |
| Fuji Coca-Cola Bottling | 321,755 | 2 | |
| Aoki International | 247,489 | 2 | |
| Hisamitsu Pharmaceutical | 204,820 | 1 | |
| Towa Pharmaceutical | 132,240 | 1 | |
| Cyclicals | | 34 | 26 |
| Toyo Seikan Kaisha | 824,380 | 6 | |
| Sumitomo Forestry | 615,230 | 4 | |
| Okumura | 529,935 | 4 | |
| Nippon Hodo | 470,250 | 3 | |
| Raito Kogyo | 447,668 | 3 | |
| Maeda Road Construction | 385,870 | 3 | |
| Tsutsumi Jewelry | 362,458 | 3 | |
| Yurtec | 286,090 | 2 | |
| Seino Transportation | 265,000 | 2 | |
| Kyudenko | 216,300 | 2 | |
| Kyodo Printing | 170,045 | 1 | |
| Japan Wool Textile | 153,064 | 1 | |
| Toda | 64,430 | - | |
| Financials | | 15 | 16 |
| New Japan Securities (now Shinko Securities) | 521,875 | 4 | |
| Mitsui Marine & Fire Insurance | 344,652 | 2 | |
| Chugoku Bank | 245,100 | 2 | |
| Nippon Fire & Marine Insurance | 226,688 | 2 | |
| Dowa Fire & Marine Insurance | 151,845 | 1 | |
| Positions of less than 1% | 522,681 | 4 | |
| Technology | | 9 | 22 |
| Citizen Watch | 784,555 | 6 | |
| Fuji Electric | 480,940 | 3 | |
| Utilities | | 2 | 15 |
| Nippon Telegraph & Telephone | 241,240 | 2 | |
| Net Current Assets | 125,184 | 1 | |
| Net Assets (Currency exposure 100% yen) | 13,841,790 | 100 | 100 |
| Net Asset Value per Share | ¥ 1,645 | 8,412,603 shares issued | |

ORBIS JAPAN EQUITY (US\$) FUND AT 31 MARCH 2000

| Total Rate of Return in US dollars: | From Inception on 12 Jun 1998 | Latest 1 Year | Latest Quarter |
|---|----------------------------------|------------------|-------------------|
| | % Annualised | | % Not Annualised |
| Orbis Japan Equity (US\$) | 19.5 | 10.4 | 7.1 |
| TOPIX Hedged | 29.3 | 43.7 | 0.9 |
| <i>% change in the yen value of the US dollar</i> | <i>(17.2)</i> | <i>(13.5)</i> | <i>0.5</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 Japanese yen.

Orbis Japan Equity (US\$) was formed to serve investors who wish to invest in Japanese equities while remaining exposed to the dollar. 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 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 | 132,070 | 103 |
| Net Current Liabilities <i>(Mainly the result of currency hedging)</i> | (3,536) | (3) |
| Net Assets | 128,534 | 100 |
| Net Asset Value per Share | US\$ 13.79 | 9,323,133 shares issued |

DEPLOYMENT

| | | % of Fund |
|-----------------------------|-----------|--------------|
| Stockmarket exposure | Japan | 102 |
| Currency exposure | US dollar | 100 |

DIRECTORS *Allan W B Gray, Chairman* *John C R Collis* *Faith A Conyers* *William B Gray*

MANAGER Orbis Investment Management (B.V.I.) Limited INVESTMENT ADVISOR Orbis Investment Management Limited CUSTODIAN State Street Bank and Trust Company

COMMON CHARACTERISTICS OF THE ORBIS EQUITY FUNDS

| | |
|-------------------------------------|--|
| Structure | Open-ended mutual fund companies |
| Dealing costs | None. No front or back end load. No bid to offer spread. |
| Manager's fee | Performance based. The fee is accrued weekly in the range of 0.5% to 2.5% per annum, depending on the fund's three year performance compared to that of its benchmark. |
| 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 |
| Prices available from | Telephone: +1 (441) 296 3002 Internet: www.orbisfunds.com Newspapers: Financial Times, International Herald Tribune Reuters page: ORBIS Bloomberg: ORBGLEF BH, ORBAFRI BH, ORBJEYA BH, ORBJEUA BH |
| For further information | Contact Geoffrey Gardner of Orbis. Please refer to the back cover for contact information. |
| Investment Style | Orbis specialises in global equity investing. We favour equities with prices that are meaningfully below our assessment of their intrinsic value. |

NOTICES

UK Distributor Status. The Board of Inland Revenue 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 1998. The Directors have applied for and expect to obtain such certification for fiscal 1999 for all of the Orbis Funds. Certification is granted retrospectively, therefore there can be no assurance that the Orbis Funds will be certified as distributing funds for fiscal 1999 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.

Members and other authorised persons who wish to receive the Orbis Equity Funds Quarterly Reports by e-mail are asked to kindly send a request to g.gardner@orbisfunds.com



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