

ORBIS EQUITY FUNDS

QUARTERLY
REPORTS
31 MARCH 2002



ORBIS GLOBAL EQUITY

Fund

ORBIS AFRICA EQUITY

Rand Fund

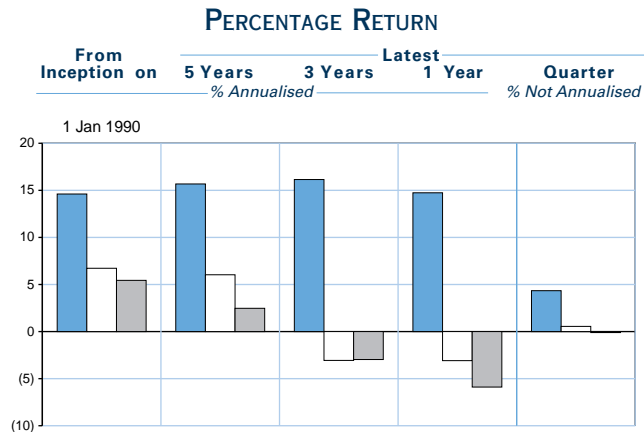
ORBIS JAPAN EQUITY

Yen Fund / US\$ Fund

ORBIS EQUITY FUNDS AT 31 MARCH 2002

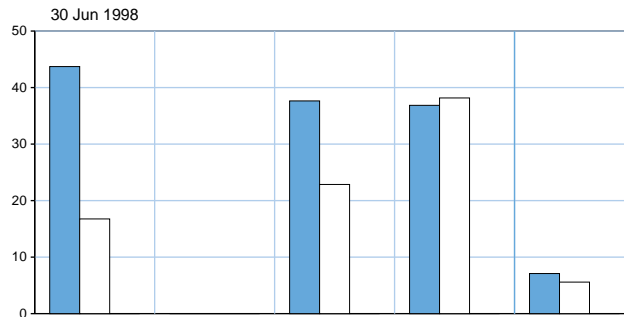
ORBIS GLOBAL EQUITY FUND

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.



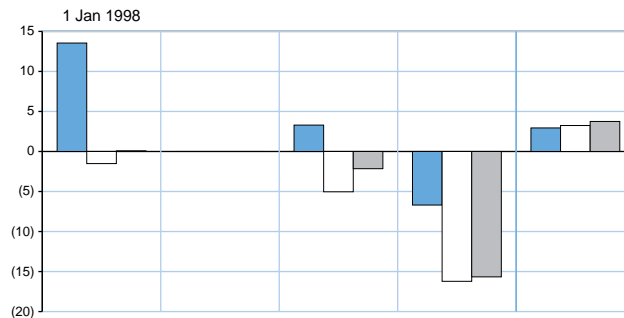
ORBIS AFRICA EQUITY (RAND) FUND

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.



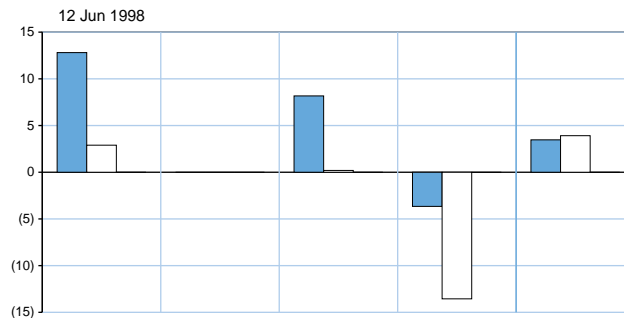
ORBIS JAPAN EQUITY (YEN) FUND

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").



■ Orbis Fund
 Benchmark
 Average Fund

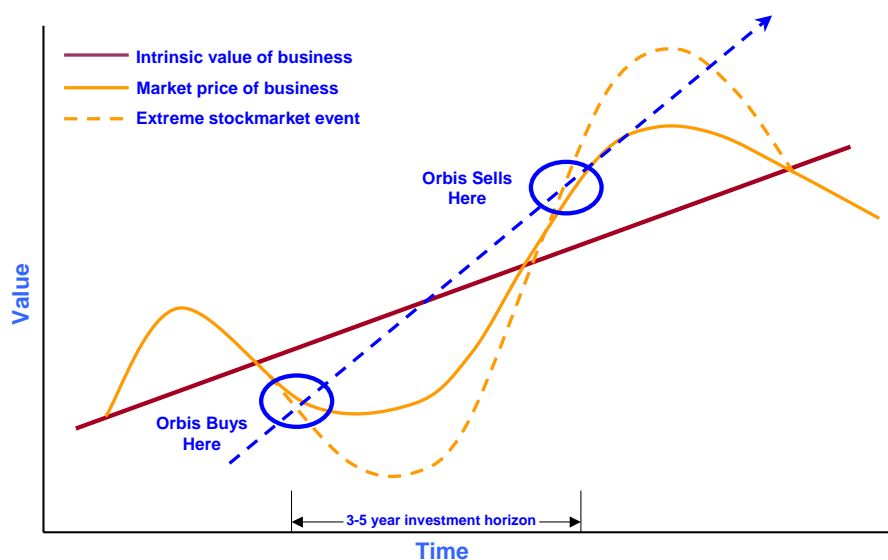
References to the "Average Fund" are to the Average Global Equity Fund and the Average Japan Equity Fund, as applicable. Average Fund source: Standard & Poor's sector index return for the respective sector. Orbis Japan Equity (US\$) is not comparable with the Average Japan Equity Fund in dollars for reasons given on page 8. Orbis Africa Equity is not compared with the sector index for African funds because the sector comprises no other funds.

ORBIS GLOBAL EQUITY FUND AT 31 MARCH 2002

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	14.6	15.7	16.1	14.7	4.3
World Index	6.7	6.0	(3.1)	(3.1)	0.6
Average Global Equity Fund	5.4	2.5	(3.0)	(5.9)	(0.1)

In March, Orbis Global won all of Standard & Poor's 2002 Fund Awards in the Offshore Global Equity Sector, placing first for each of the past 10, 5 and 1 year periods to 31 December 2001. Awards are flattering but what we find fulfilling is delivering the performance that put the Fund in the position to earn the awards. Particularly satisfying is that the Fund delivered leading returns while at the same time exposing Members to significantly below average risk of loss.

Returns are largely meaningless without understanding how they were generated, especially when forming judgments about the future. In that regard, 88% of the Fund's superior performance since inception comes from individual equity selection within local markets. This outperformance was the result of the application of an investment approach that is illustrated by the graph below.



We view a share as a fractional ownership interest in a business and we therefore assess its value with reference to the intrinsic value of the business itself. We prefer to invest in businesses whose value grows over time, as represented by the red line above. The price of an equity however merely reflects the price at which stockmarket participants are willing to buy or sell that share at that point in time. In our experience, the intrinsic value of a business is much less variable than the market price of its shares, as represented by the orange line above. We simply try to buy shares at prices that are significantly below the intrinsic value of the business. This gives them what Graham & Dodd called a "margin of safety". This margin of safety results in significantly superior returns if you are right (as illustrated by the dotted blue line on the graph), reasonable returns while you wait and, very

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

MANAGER
Orbis Investment Management Limited

INVESTMENT ADVISOR
Orbis Investment Advisory Limited

CUSTODIAN
The Bank of Bermuda Limited

importantly, contained losses in the inevitable instances when you are wrong. Central to this approach is the recognition that share prices may take years to return to intrinsic value, often falling further before doing so. The Fund's approach of focusing on and investing for the long term is therefore a key competitive advantage.

An examination of the pattern of Orbis Global's returns over time shows that they accord with what one would expect from a consistent application of this investment philosophy. The Fund has earned a significantly superior long-term return: 7.9 percentage points per annum above that of the World Index since inception over more than twelve years ago and after all fees and expenses. At the same time Orbis Global has had a noticeably lower loss experience as illustrated by both a lower peak-to-trough decline (19% versus 33% for the World Index) and a substantially faster average loss recovery period (1.5 quarters versus 4.2 quarters for the World Index).

The Fund has clearly performed differently from the World Index and the Average Global Equity Fund. Investors in Orbis Global should remember that there will inevitably be periods when the Fund will underperform, most notably during speculative stockmarket booms. For example, over the three and one year periods leading to March 2000 the Fund underperformed, earning returns of 15.5% per annum and 16.6% per annum, respectively, compared to the 21.8% per annum and 22.8% per annum return of the World Index over the same periods. We gladly accept this risk of shorter-term underperformance in exchange for a reduced exposure to significant loss, as has been demonstrated since that time.

To an outside observer, our investment philosophy might not sound much different from that presented by most other investment managers. Comparing Orbis Global's portfolio and its characteristics to that of the Average Global Equity Fund would however suggest that is not the case. We note that the Average Global Equity Fund performs very similarly to the World Index. This suggests that the portfolio of the Average Global Equity Fund is constructed very similarly to the World Index. The World Index is market capitalisation weighted. This means that the higher the current market value of a company, the greater the weight its shares have in the World Index and vice versa. Interestingly, in reference to the chart on the previous page, this causes the World Index to have its greatest holding in a share when the share price peaks and the smallest holding when it troughs – the exact opposite of what we attempt to do.

While it might at first be unsettling, investors should therefore not be taken aback to see the Fund positioned very differently from the World Index and the Average Global Equity Fund. At times, the Fund may hold shares that are unpopular. That is after all likely to be an important reason why they are priced well below their intrinsic value.

By way of example, the World Index also by definition has its greatest holding in a country's stockmarket when it peaks and vice versa. Thus in 1990, Japan represented 42% of the World Index and Orbis Global held no Japanese shares, and now that Japan represents only 8% of that Index our selected Japanese equities represent 21% of Orbis Global.

The Fund's willingness to be different sometimes causes others to characterise it as risky. Those who have this opinion define risk as being different from the crowd. If, however, one views risk as being the risk of losing money, as we do, the opposite has proven to be the case.

ORBIS GLOBAL EQUITY FUND AT 31 MARCH 2002

STATEMENT OF NET ASSETS (UNAUDITED)

Equity	Market Value US\$ 000's	Fund's % Exposure to Equities	Exposure to Currencies	% of World Index
United States		38	40	57
Clayton Homes	54,940	5		
CarMax Group	42,791	4		
Goodyear Tire & Rubber	40,912	4		
AT&T	38,465	3		
Trinity Industries	30,514	3		
Tecumseh - A shares	20,121	2		
AVX	18,846	2		
WorldCom	18,501	2		
Nautica Enterprises	18,377	2		
Allegheny Technologies	17,429	1		
Hewlett-Packard	17,222	1		
Corning	14,097	1		
Borders Group	13,987	1		
Scottish Annuity & Life Holdings	12,151	1		
Positions of less than 1%	71,246	6		
Europe		28	40	28
Scottish & Newcastle	49,559	5		
RMC Group	45,661	4		
Associated British Foods	43,259	4		
Boots	35,486	3		
SGS Societe Generale de Surveillance	33,729	3		
Oce	19,920	2		
WH Smith	18,789	2		
Erste Bank	13,727	1		
British Airways	13,578	1		
Cable & Wireless	13,233	1		
Positions of less than 1%	26,322	2		
Japan		21	8	8
Denso	48,740	5		
Yamada Denki	42,905	4		
Tokio Marine & Fire Insurance	35,374	3		
Matsumotokiyoshi	16,988	1		
Honda Motor	14,794	1		
Sumitomo Forestry	12,902	1		
Yoshinoya D&C	11,717	1		
Positions of less than 1%	53,824	5		
Emerging Markets		13	7	2
Samsung Electronics - Preference shares	39,099	3		
Gold Fields	37,538	3		
Sasol	29,449	3		
LG Chem - Common and Preference shares	28,001	2		
Positions of less than 1%	18,232	2		
Other		-	5	5
Net Current Assets	590	-		
Net Assets	1,133,015	100	100	100
Net Asset Value per Share	US\$53.09		21,343,250 shares issued	

ORBIS AFRICA EQUITY (RAND) FUND AT 31 MARCH 2002

Total Rate of Return In South African rand:	From Inception	Latest		Quarter % Not Annualised
	on 30 Jun 1998	3 Years % Annualised	1 Year	
Orbis Africa Equity	43.7	37.6	36.9	7.1
JSE Index	16.8	22.9	38.2	5.6
% change in the US dollar value of the rand	(15.7)	(18.4)	(29.1)	5.6

Recently, there has been an important shift in the Fund's portfolio. Financials, and banks in particular, have severely underperformed the JSE Index since the Fund's inception in 1998. In late 2001 and early 2002, sharply lower share prices combined with increased earnings to create excellent value in the sector. As shown opposite, significant initial purchases of Standard Bank Investment and RMB Holdings raised the Fund's exposure to the Financial sector to 16% at quarter-end, and to 20% at the date of writing this report. Having been severely underweight banks from the Fund's inception to the end of 2001, at the date of writing the Fund is overweight banks for the first time.

The Fund's two largest holdings in the financial sector, Standard Bank Investment and Coronation Holdings, both offer excellent value and now represent 5% and 4% of the Fund, respectively. Standard Bank is one of South Africa's largest banks, has an excellent management team and yet at its quarter end price of R29.30, it was trading at less than 8 times this year's expected earnings.

Coronation Holdings is a financial services company with a large, well-respected asset management operation with the original founders owning a significant stake in the business. At the quarter end price of R56.60, the share is trading close to its current estimated tangible book value and 8.4 times this year's estimated earnings. If a fair value is attributed to the local and international asset management operations (which utilise little capital), we believe one arrives at an intrinsic value substantially in excess of the current share price.

The Fund continues to be substantially overweight in industrial shares with a 51% holding relative to the benchmark weighting of 28%. We continue to believe that South African industrial shares currently offer exceptional value both in absolute terms and relative to the benchmark.

The above holdings come at the expense of a significant underweight position in resource shares. When the Fund was started in June 1998 we were of the opinion that South African resource stocks offered exceptional value and the Fund was significantly overweight. This is no longer the case. The Fund does however continue to hold a large position in the shares of South African gold mining companies, given the positive long-term fundamentals for the dollar gold price.

In addition, Orbis Africa holds large positions in local, non-interlisted resource shares that are significantly undervalued in a global context, such as Anglovaal Mining, a diversified mining company, and Sasol, which produces oil and chemicals from coal. We believe that the disparity in valuations of these local shares to the foreign-listed South African shares with large international followings represents a source of great opportunity for the Fund.

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	CUSTODIAN
		Allan Gray Limited		The Bank of Bermuda Limited

ORBIS AFRICA EQUITY (RAND) FUND AT 31 MARCH 2002

STATEMENT OF NET ASSETS (UNAUDITED)

Equity (Ranked by sector)	Market Value R 000's	% of Fund	% of JSE Index
Industrial		51	28
Tiger Brands	39,860	5	
Kersaf Investments	39,445	5	
Woolworths Holdings	36,968	4	
Foschini	35,328	4	
Power Technologies	26,287	3	
Allied Electronics - Preference and Common shares	24,884	3	
Comparex Holdings	23,799	3	
Shoprite Holdings	20,588	2	
Wooltru - 'N' and Common shares	16,283	2	
Illovo Sugar	15,460	2	
Primedia - 'N' and Common shares	15,110	2	
Edgars Consolidated Stores	14,650	2	
Johannic Communications	14,042	2	
ELB Group	13,685	2	
Unihold	13,201	2	
Mr Price Group	11,904	1	
Medi-Clinic	10,957	1	
Nampak	9,141	1	
Hudaco Industries	9,065	1	
Positions of less than 1%	34,994	4	
Resources		33	53
Avgold	52,906	6	
Sasol	52,733	6	
Western Areas	46,178	6	
Anglovaal Mining	45,602	6	
Gold Fields	37,757	5	
Northam Platinum	23,477	3	
Iskor	12,183	1	
Highveld Steel & Vanadium	3,380	-	
Financial		16	17
Standard Bank Investment	41,190	5	
Coronation Holdings - 'N' and Common shares	33,414	4	
Real Africa Holdings	22,575	2	
RMB Holdings	18,422	2	
AMB Holdings	16,787	2	
Positions of less than 1%	5,450	1	
Real Estate		-	2
Net Current Assets	899	-	
Net Assets (Currency exposure 100% rand)	838,604	100	100
Net Asset Value per Share	R 186.11	4,505,903 shares issued	

ORBIS JAPAN EQUITY (YEN) FUND AT 31 MARCH 2002

Total Rate of Return in Japanese Yen:	From Inception	Latest		Quarter
	on 1 Jan 1998	3 Years	1 Year	% Not Annualised
	% Annualised			
Orbis Japan Equity (Yen)	13.5	3.3	(6.7)	2.9
TOPIX	(1.5)	(5.0)	(16.2)	3.2
Average Japan Equity Fund	0.1	(2.1)	(15.7)	3.8
% change in the US dollar value of the yen	(0.4)	(3.6)	(5.0)	(0.9)

In recent quarters, the Bank of Japan has shifted towards an increasingly aggressive easing of monetary policy. As much as one half of the Japanese budget deficit, which is running at 8% of gross national product, is now being financed by “printing money” by the way of the Bank of Japan’s purchases of government bonds. Narrowly defined money supply is now growing at 24% per annum. While the broad money supply is growing much more slowly, held back in part by lower bank lending, we expect the Bank of Japan’s aggressive easing will benefit the stockmarket and the economy – indeed Japan’s stockmarket has outperformed most major western stockmarkets so far this year.

A few rays of hope have recently penetrated Japan’s economic gloom. In some industries, such as retailing, profits have been depressed for so long that price competition is waning. For example, McDonald’s has ceased price cutting in Japan. Developments such as this may be the catalysts to focus attention on the excellent value we perceive in some emerging growth companies that particularly intrigue us in Japan. Shares in these profitable, growing companies appear attractively priced, not only in absolute terms, but also relative to their domestic and global peers. Many of them are retailers which are therefore heavily represented in the portfolio as shown opposite. Yamada Denki – which we discussed last year – the drug chains, Matsumotokiyoshi and Tsuruha, and the fast food operator Yoshinoya D&C are examples.

Yoshinoya operates 845 “Gyudon” outlets that serve rice and beef in a fast food format. Consolidated sales in the year to 28 February 2002 were \$1.1 billion and recurring profits after tax were \$62 million. Over the past decade, tangible net asset value per share has grown on average by 6.7% per annum and return on equity has averaged 9.3% per annum. These are high by Japanese standards due in part to the deflationary environment. Over the next few years, the company plans to expand its chain of outlets by approximately 11% per annum. We expect annualised recurring earnings growth in the mid-teens over that period.

Our meetings with management have left us with a most favourable impression. They appear to run a tight ship and their plans for good internal growth seem well conceived. At the same time, they have evidenced an entrepreneurial flair uncommon amongst Japanese companies. We expect their 1999 acquisition of Kyotura, a chain of 494 sushi take-out outlets presently generating sales of \$298 million, to make an important contribution to consolidated profits in due course. We similarly favourably view their plans to repurchase 5% of their shares.

The company’s \$1.1 billion stock market capitalisation is 14.6 times management’s normalised earnings estimates for the current year. At these prices, we believe the market is materially underrating the intrinsic value of Yoshinoya as a business.

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

ORBIS JAPAN EQUITY (YEN) FUND AT 31 MARCH 2002

STATEMENT OF NET ASSETS (UNAUDITED)

Equity (Ranked by sector)	Market Value ¥ 000's	% of Fund	% of TOPIX
Consumer Non-Durables		34	20
Yamada Denki	2,712,000	6	
Yoshinoya D&C	1,663,070	4	
Matsumotokiyoshi	1,583,912	4	
Santen Pharmaceutical	1,393,920	3	
Tsuruha	1,092,000	3	
Mikuni Coca-Cola Bottling	1,028,200	2	
Taisho Pharmaceutical	934,080	2	
SKY Perfect Communications	617,652	2	
Nomura Research Institute	587,934	1	
Yamanouchi Pharmaceutical	545,700	1	
Nihon Unisys	508,400	1	
Sankyo	504,660	1	
Positions of less than 1%	1,897,756	4	
Cyclicals		34	36
Denso	2,745,918	6	
Suzuki Motor	1,731,660	4	
NGK Spark Plug	1,439,550	4	
Okumura	1,329,328	3	
Sumitomo Warehouse	947,036	2	
Sumitomo Forestry	908,700	2	
Mitsubishi Logistics	889,080	2	
Honda Motor	860,800	2	
Sammy	824,000	2	
Kyudenko	550,200	1	
Fancl	534,336	1	
Positions of less than 1%	2,096,621	5	
Financials		14	13
Tokio Marine & Fire Insurance	2,117,250	5	
Japan Securities Finance	1,404,000	3	
Aioi Insurance	735,624	2	
KOKUSAI Securities	518,672	1	
Fuji Fire & Marine Insurance	495,597	1	
UFJ Tsubasa Securities	463,120	1	
Positions of less than 1%	430,985	1	
Technology		12	19
Citizen Watch	2,055,350	5	
TDK	1,374,000	3	
Futaba	926,800	2	
Nichicon	810,000	2	
Positions of less than 1%	239,684	-	
Utilities		6	12
Nippon Telegraph & Telephone	2,446,920	6	
Net Current Assets	182,114	-	
Net Assets (Currency exposure 100% yen)	44,126,629	100	100
Net Asset Value per Share	¥ 1,715	25,730,368 shares issued	

ORBIS JAPAN EQUITY (US\$) FUND AT 31 MARCH 2002

Total Rate of Return in US dollars:	From Inception		Latest		Quarter % Not Annualised
	on 12 Jun 1998	% Annualised		1 Year	
Orbis Japan Equity (US\$)	12.8	8.2	(3.7)		3.5
TOPIX Hedged	2.9	0.2	(13.6)		3.9
% change in the yen value of the US dollar	(2.2)	3.8	5.2		0.9

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.

STATEMENT OF NET ASSETS (UNAUDITED)

Equity	Market Value US\$ 000's	% of Fund
Orbis Japan Equity (Yen) Fund	281,006	100
Net Current Assets	492	-
Net Assets	281,498	100
Net Asset Value per Share	US\$ 15.81	17,809,652 shares issued

DEPLOYMENT

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

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

NOTICES

Change of Auditors. Upon the recommendation of the Board of Directors and Management of the Funds, Ernst & Young were appointed at the Annual General Meeting of the Funds held on 23 April 2002 to replace Arthur Andersen as Auditors for the Funds for the year ending 31 December 2002.

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 2000. Certification is granted retrospectively, therefore there can be no assurance that the Orbis Funds will be certified as distributing funds for fiscal 2001 or for future accounting periods.

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



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