

QUARTERLY
REPORTS
30 JUNE 2002



ORBIS GLOBAL EQUITY

Fund

ORBIS AFRICA EQUITY

Rand Fund

ORBIS JAPAN EQUITY

Yen Fund / US\$ Fund

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 usually 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	Ernst & Young
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 or Helene Simmons of Orbis. Please refer to the back cover for contact information.
Investment style	Orbis specialises in long-term global equity investing. We favour equities with prices that are meaningfully below our assessment of their intrinsic value.

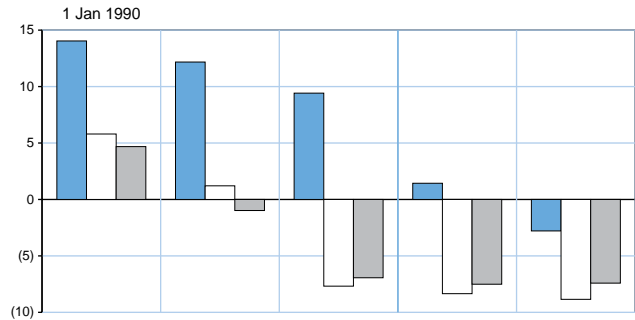
We invite you to visit our website, orbisfunds.com, where you may register on-line to automatically receive regular reports on our funds by e-mail. We hope that it enables you to keep in better touch with us and your investments.

PERCENTAGE RETURN

From Inception on 5 Years Latest 3 Years 2002 to Date Latest Quarter
 % Annualised % Not Annualised

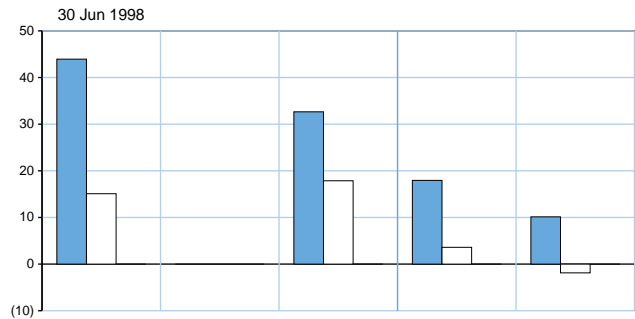
ORBIS GLOBAL EQUITY FUND

This Fund invests globally and seeks to earn higher returns than world stockmarkets with no greater risk. Its Benchmark is the FTSE World Index, including income (“World Index”). The Fund’s currency exposure is managed relative to that of the World Index.



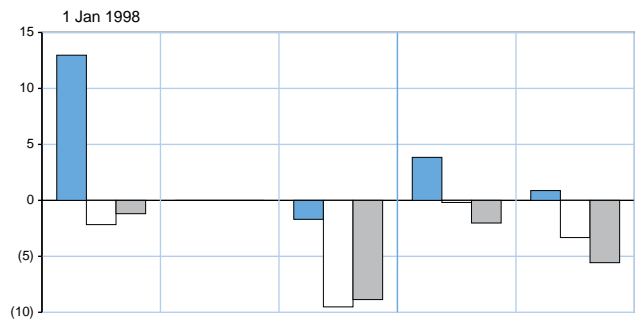
ORBIS AFRICA EQUITY (RAND) FUND

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



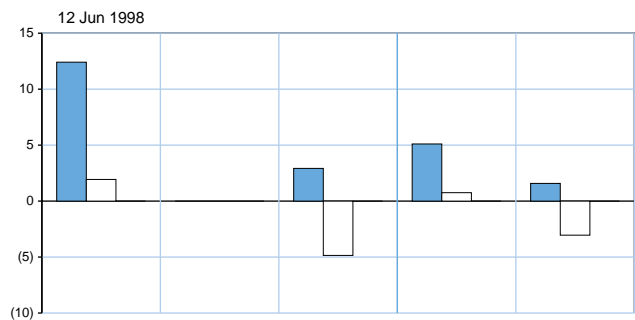
ORBIS JAPAN EQUITY (YEN) FUND

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

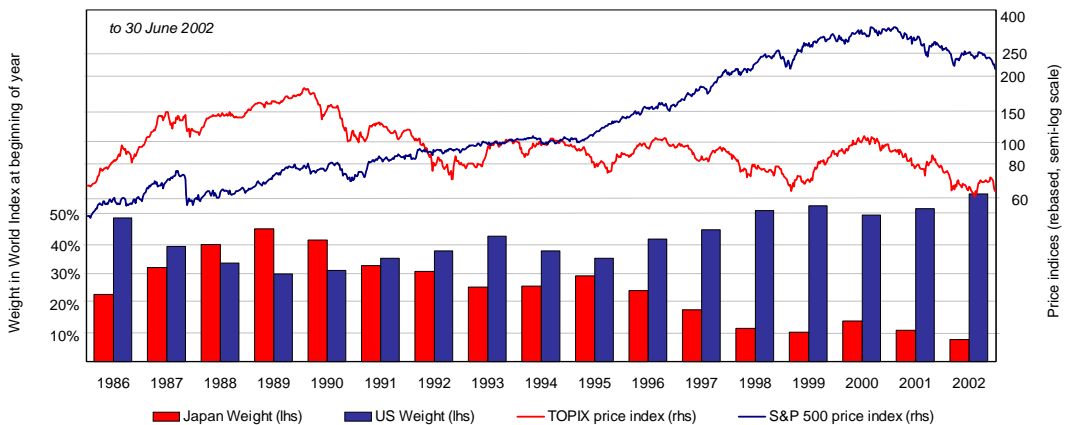
References to the “Average Fund” are to the Average Global Equity Fund and the Average Japan Equity Fund, as applicable. Average Fund source: Standard & Poor’s sector index return for the respective sector. Orbis Japan Equity (US\$) is not comparable with the Average Japan Equity Fund in dollars for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

ORBIS GLOBAL EQUITY FUND AT 30 JUNE 2002

Total Rate of Return in US dollars:	From Inception on 1 Jan 1990	Latest 5 Years	Latest 3 Years	2002 to Date	Latest Quarter
	% Annualised			% Not Annualised	
Orbis Global Equity	14.0	12.2	9.4	1.4	(2.8)
World Index	5.8	1.2	(7.7)	(8.3)	(8.8)
Average Global Equity Fund	4.7	(1.0)	(6.9)	(7.5)	(7.4)

Despite the recent sharp decline of western stockmarkets, we are finding only narrow areas of opportunity in them. While this may seem surprising, one should remember that they have experienced only 27 months of a relatively orderly decline since the end of one of the greatest bull markets of all time. Historically, it takes many years or a more dramatic decline before stockmarkets begin showing sustainable recoveries following bull markets of such magnitude. The Japanese stockmarket is now down approximately two-thirds from its peak reached over 12 years ago. As explained on page 6, we are not surprised to be finding broader range of attractive investment opportunities in that market.

The Fund's geographic diversification shown opposite, especially in relation to the World Index, is the result of the individual equity opportunities we see in each market. Despite our concerted efforts, we are unable to find a sufficient number of attractive equities in the US to invest anywhere close to the 54% weighting that market has in the benchmark. Conversely, our research has uncovered enough attractively priced stocks in Japan to very comfortably deploy 23% of the Fund in that market. It is this bottom-up company-by-company dynamic rather than a top-down market overview that has led to the Fund's underweighting in western markets and overweighting in Japan and emerging markets.



A basic premise of successful investing is to own more when prices are low and less when prices are high. The graph shows the World Index does the opposite. After a prolonged bear market, Japanese equities now represent 8% of the World Index, well below their 17-year average weighting of 25%. The opposite is true for US equities, whose current 54% weighting is well above their 17-year average of 42%. While the Fund's current Japanese and US holdings vary significantly from their benchmark weightings, they more closely approximate their long-term averages. If, as we expect, the benchmark weightings will trend toward their means over time, now is a good time to be more invested in Japan and less in the US. We believe that the Fund's current positioning in Japan and the US reduces its risk of loss and raises its probability of long-term outperformance. We feel that Members are better served by the Fund striving for these goals despite its increased risk of short-term underperformance.

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

ORBIS GLOBAL EQUITY FUND AT 30 JUNE 2002

STATEMENT OF NET ASSETS (UNAUDITED)

Equity	Market Value US\$ 000's	Fund's % Equities	Exposure to Currencies	% of World Index
United States		34	50	54
Clayton Homes	64,104	5		
Goodyear Tire & Rubber	33,751	3		
AT&T	30,495	3		
Trinity Industries	28,693	2		
Hewlett-Packard	24,330	2		
Allegheny Technologies	23,591	2		
Tecumseh - A shares	20,038	2		
Circuit City Stores	19,738	2		
AVX	16,630	1		
Borders Group	16,312	1		
AT&T Wireless Services	13,716	1		
CarMax Group	13,436	1		
Positions less than 1%	101,956	9		
Europe		32	40	30
Scottish & Newcastle	57,341	5		
RMC Group	48,653	4		
Associated British Foods	42,952	4		
Boots	37,911	3		
SGS Societe Generale de Surveillance	33,104	3		
Cable & Wireless	31,117	3		
WH Smith	29,841	2		
Hornbach Holding - Preference and Common	23,289	2		
Oce	20,257	2		
Erste Bank	15,707	1		
British Airways	14,634	1		
Douglas Holding	13,823	1		
Positions less than 1%	10,635	1		
Japan		23	9	8
Yamada Denki	68,615	6		
Denso	44,515	4		
Millea Holdings	37,977	3		
Matsumotokiyoshi	23,264	2		
Yoshinoya D&C	15,064	1		
Honda Motor	14,844	1		
Sumitomo Forestry	14,720	1		
Mitsubishi Tokyo Financial	13,543	1		
Positions less than 1%	49,465	4		
Other		11	1	8
Sasol	43,686	4		
Samsung Electronics - Preference	35,627	3		
LG Chem - Preference and Common	31,212	3		
Positions less than 1%	17,911	1		
Net Current Assets	3,573	-		
Net Assets	1,200,070	100	100	100
Net Asset Value per Share	US\$51.61		23,254,266 shares issued	

ORBIS AFRICA EQUITY (RAND) FUND AT 30 JUNE 2002

Total Rate of Return in South African rand:	From Inception on 30 Jun 1998 <i>% Annualised</i>	Latest 3 Years	2002 to Date <i>% Not Annualised</i>	Latest Quarter
Orbis Africa Equity	43.9	32.6	17.9	10.1
JSE Index	15.1	17.9	3.6	(1.9)
<i>% change in the US dollar value of the rand</i>	(12.6)	(16.3)	16.8	10.5

In the four years since its inception, the Fund has not only outperformed the benchmark JSE Index by 28.8 percentage points on an annualised basis, but has also earned a return of 25.7% per annum when expressed in US dollars. This outstanding investment performance is due in no small measure to the excellent advice of Allan Gray Limited. We are therefore particularly pleased that Stephen Mildenhall, Chief Investment Officer of Allan Gray Limited, has accepted an invitation to join the Board of Directors of the Fund.

We remain enthusiastic about the Fund's prospects. Our research is continuing to uncover a number of exciting investment opportunities within South Africa where significant disparities in valuations prevail. Those South African companies that are also listed on foreign stock exchanges are valued at significant premiums to the rest of the market, although not relative to their global comparatives. We believe that the Fund's equities represent outstanding value not only in the context of the South African stockmarket but also in relation to the relative valuations of similar businesses internationally.

During the second quarter, we increased the Fund's holdings in media stocks to a significant overweight position of 9.8% versus a weighting of 0.4% in the JSE Index. Many of these stocks are trading well below their underlying intrinsic values. Naspers is one such stock. It, together with its subsidiary MIH Holdings, constitute 5.8% of the Fund. Naspers has significant holdings in traditional print media in South Africa, pay television platforms in Africa, Thailand and Greece and owns South Africa's dominant Internet service provider. Naspers is well-capitalised and after shedding loss-making businesses over the last year the outlook for profits over the next few years is good. At its current R17.5 share price, Naspers is trading at half our estimate of its underlying intrinsic value. As with several of the Fund's other holdings in this sector, the market has tended to focus excessively on the recent historic performance of the companies. Given our longer-term fundamental approach and focus on intrinsic value, we believe that this environment provides the opportunity to acquire companies such as Naspers at very attractive prices.

The Fund continues to have a significant position in retail stocks with a weighting of 18.6% versus a benchmark weighting of 2.0%. The earnings prospects of companies such as Woolworth Holdings, Foschini and Edgars are excellent and yet they can still be acquired on very attractive multiples.

The Fund also continues to hold large positions in the shares of two gold mining companies, Avgold and Western Areas. While we continue to believe that the long-term fundamentals of the dollar gold price remain positive, we eliminated the Fund's large holding in Gold Fields during the second quarter after its remarkably strong performance. The Fund however continues to be underweight in resource shares overall, with its remaining resource holdings focussed on local, non-foreign listed resource shares that are significantly undervalued both on an absolute basis and within a global context.

DIRECTORS *Allan W B Gray, Chairman* *John C R Collis* *William B Gray* *Simon C Marais* *Stephen C 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 30 JUNE 2002

STATEMENT OF NET ASSETS (UNAUDITED)

Equity (Ranked by sector)	Market Value R 000's	% of Fund	% of JSE Index
Industrial and Cyclical Services		45	21
Woolworths Holdings	50,715	5	
Kersaf Investments	48,676	5	
Foschini	43,403	4	
Edgars Consolidated Stores	33,952	3	
MIH Holdings	32,174	3	
Naspers	28,925	3	
Allied Electronics - Preference and Common	27,183	3	
Comparex Holdings	20,741	2	
Nampak	18,999	2	
Primedia - 'N' and Common	15,080	2	
Johnnic Communications	14,885	2	
Mr Price Group	13,095	1	
Adcorp Holdings	10,288	1	
Positions less than 1%	90,203	9	
Resources		26	48
Avgold	64,092	7	
Sasol	59,727	6	
Anglovaal Mining	57,484	6	
Western Areas	47,747	5	
Northam Platinum	24,204	2	
Financials		17	22
Standard Bank Investment	41,785	4	
RMB Holdings	40,997	4	
Coronation Holdings - 'N' and Common	40,965	4	
Real Africa Holdings	25,800	3	
AMB Holdings	15,884	2	
Positions less than 1%	5,150	-	
Non-Cyclicals		10	9
Tiger Brands	44,289	4	
Shoprite Holdings	24,547	2	
Illovo Sugar	15,179	2	
Medi-Clinic	13,100	1	
Positions less than 1%	5,719	1	
Net Current Assets	15,406	2	
Net Assets (Currency exposure 100% rand)	990,394	100	100
Net Asset Value per Share	R 204.97	4,831,998 shares issued	

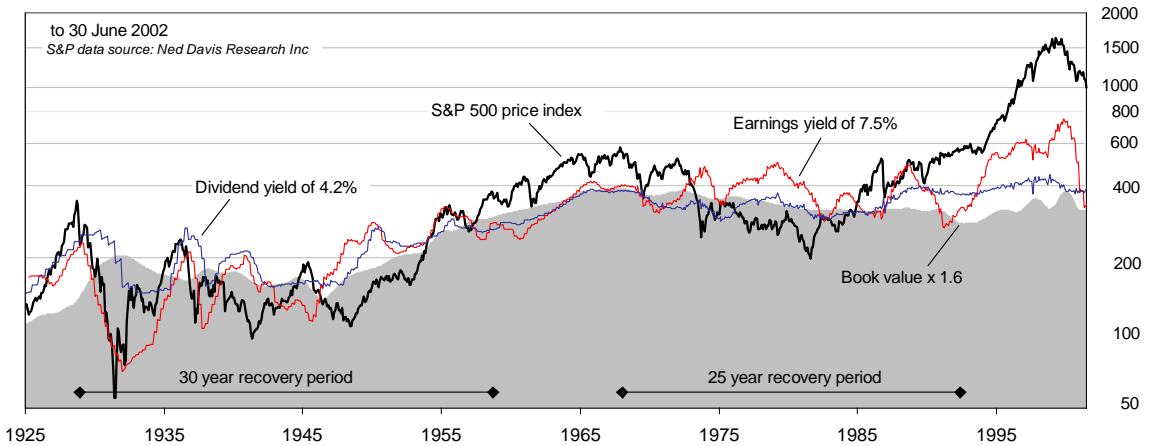
ORBIS JAPAN EQUITY (YEN) FUND AT 30 JUNE 2002

Total Rate of Return in Japanese yen:

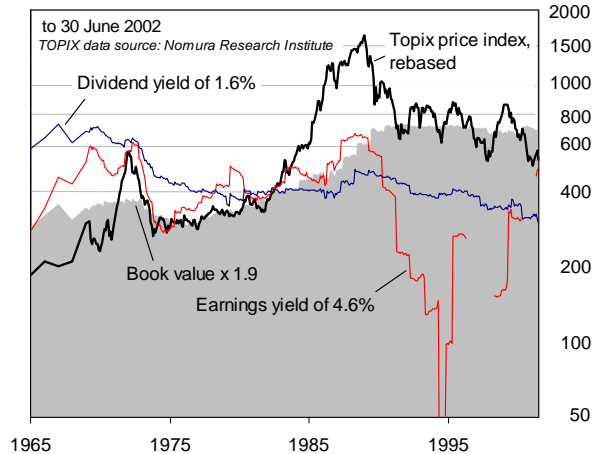
Orbis Japan Equity (Yen)

	From Inception on 1 Jan 1998 % Annualised	Latest 3 Years	2002 to Date % Not Annualised	Latest Quarter
Orbis Japan Equity (Yen)	13.0	(1.7)	3.8	0.9
TOPIX	(2.2)	(9.5)	(0.2)	(3.3)
Average Japan Equity Fund	(1.2)	(8.9)	(2.0)	(5.6)
% change in the US dollar value of the yen	2.0	0.5	10.1	11.1

Most western stockmarkets are closely correlated and are all only in the third year of their correction phase following their unprecedented peak in 2000. In sharp contrast, the Japanese stockmarket peaked in 1989, has declined approximately two-thirds from its peak and is in its 13th year of a bear market.



The upper chart compares the US S&P 500 Index with its average historic relationship to the earnings, dividends and book value of its underlying companies (all in real terms). Thus, after allowing for inflation, the S&P 500 price index (i.e. without dividend reinvestment) took over 25 years to regain its 1929 and 1968 peaks. Considering that at the 2000 peak, valuations were even more extended, it is possible, even likely, that the US bear market is still in its early stages. As illustrated in the lower chart of the TOPIX price index, the bear market in Japan is far more mature. Note how earnings have been depressed as the bursting of the stockmarket bubble wreaked havoc on Japan's economy in the 1990s and continues today. This historical perspective, supported by current developments, leaves us with a sense of caution about western stockmarkets. The TOPIX is not cheap, but most of the bad news we can conceive of is public and well known to investors. This macro analysis supports the findings of our bottom-up proprietary investment research that Japanese equities are attractively priced by world standards.



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 30 JUNE 2002

STATEMENT OF NET ASSETS (UNAUDITED)

Equity (Ranked by sector)	Market Value ¥ 000's	% of Fund	% of TOPIX
Consumer Non-Durables		38	21
Yamada Denki	3,895,500	7	
Matsumotokiyoshi	2,745,528	5	
Yoshinoya D&C	2,675,675	5	
Shimachu	2,433,180	4	
Tsuruha	1,183,875	2	
Santen Pharmaceutical	1,098,108	2	
Mikuni Coca-Cola Bottling	1,073,844	2	
Taisho Pharmaceutical	886,080	2	
SKY Perfect Communications	867,536	2	
Nihon Unisys	803,261	1	
Nomura Research Institute	736,656	1	
Positions less than 1%	3,036,717	5	
Cyclicals		28	35
Denso	2,615,457	5	
NGK Spark Plug	1,795,275	3	
Okumura	1,608,152	3	
Sumitomo Warehouse	1,264,230	2	
Honda Motor	1,234,440	2	
Mitsubishi Logistics	1,148,554	2	
Daito Trust Construction	1,026,863	2	
Sumitomo Forestry	933,400	2	
Sammy	790,000	1	
Kyudenko	632,422	1	
Fancl	584,760	1	
Positions less than 1%	1,902,101	4	
Financials		18	14
Millea Holdings	2,332,080	4	
UFJ Holdings	2,187,470	4	
Mitsubishi Tokyo Financial	2,174,328	4	
Japan Securities Finance	1,413,750	3	
KOKUSAI Securities	1,106,440	2	
UFJ Tsubasa Securities	613,496	1	
Technology		10	18
Citizen Watch	1,626,912	3	
Nichicon	1,192,307	2	
Futaba	980,000	2	
Kyocera	947,625	2	
Hosiden	719,900	1	
Positions less than 1%	189,856	-	
Utilities		6	12
Nippon Telegraph & Telephone	3,473,678	6	
Net Current Assets	76,956	-	
Net Assets (Currency exposure 100% yen)	56,006,412	100	100
Net Asset Value per Share	¥ 1,730	32,374,859 shares issued	

ORBIS JAPAN EQUITY (US\$) FUND AT 30 JUNE 2002

Total Rate of Return in US dollars:	From Inception on 12 Jun 1998 <i>% Annualised</i>	Latest 3 Years	2002 to Date <i>% Not Annualised</i>	Latest Quarter
Orbis Japan Equity (US\$)	12.4	2.9	5.1	1.6
TOPIX Hedged	1.9	(4.9)	0.8	(3.0)
<i>% change in the yen value of the US dollar</i>	(4.5)	(0.5)	(9.2)	(10.0)

In effect, apart from its currency exposure, Orbis Japan Equity (US\$) is the same investment as Orbis Japan Equity (Yen). Given this, we refer regular readers to the Orbis Japan Equity (Yen) report on page 6. First time readers may find it informative to also read the text in italics below.

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	391,705	100
Net Current Assets	281	-
Net Assets	391,986	100
Net Asset Value per Share	US\$ 16.07	24,396,676 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

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 2001. Certification is granted retrospectively, therefore there can be no assurance that the Orbis Funds will be certified as distributing funds for fiscal 2002 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.*

