ORBIS EQUITY FUNDS

QUARTERLY

REPORTS

30 SEPTEMBER 2006

ORBIS GLOBAL

ORBIS AFRICA

ORBIS ASIA EX-JAPAN

ORBIS JAPAN

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Chart Data (Opposite). *Orbis Africa is not compared with the Average South Africa Equity Fund because the offshore sector includes only one other fund. Orbis Japan Equity Fund is the Yen Class of the Japan Equity Fund of the Orbis SICAV. The Orbis Japan (US$) Fund and the Euro Class of the Japan Equity Fund of the Orbis SICAV are based on the same equity portfolio as the Orbis Japan Equity Fund, and therefore are not shown separately. Total rate of return on each graph is in the Orbis Fund's base currency.*

Only Orbis SICAV is admitted for public marketing in Luxembourg

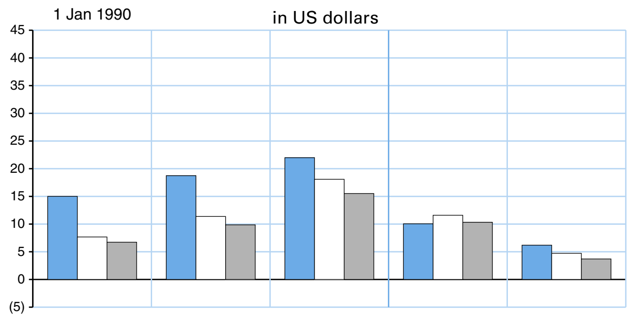
ORBIS EQUITY STRATEGIES AT 30 SEPTEMBER 2006

TOTAL RATE OF RETURN

From Inception on	Latest 5 Years	Latest 3 Years	2006 to Date	Latest Quarter
	% Annualised		% Not Annualised	

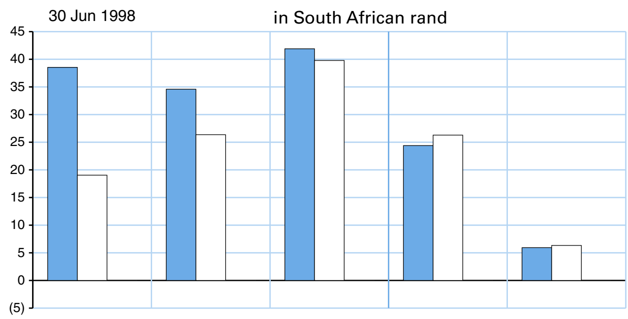
ORBIS GLOBAL EQUITY FUND

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



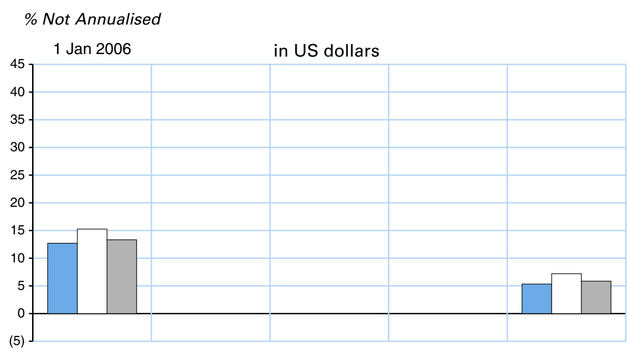
ORBIS AFRICA EQUITY (RAND) FUND

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



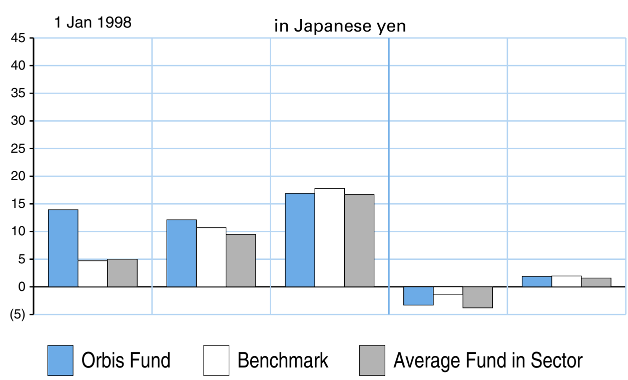
ORBIS ASIA EX-JAPAN EQUITY FUND

This Fund invests mainly in Asian equities outside Japan, and seeks to earn higher returns than the average of the Asia ex-Japan equity markets. The Fund's Benchmark is the MSCI All Country Asia ex Japan (Net) (US$) Index, including income ("**MSCI Asia ex-Japan Index**"). The Fund's currency exposure is managed relative to that of its Benchmark.



ORBIS JAPAN EQUITY FUND

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



ORBIS GLOBAL EQUITY FUND AT 30 SEPTEMBER 2006

Total Rate of Return in US dollars:	From Inception on 1 Jan 1990	Latest 5 Years	Latest 3 Years	2006 to Date	Latest Quarter
	% Annualised			% Not Annualised	
Orbis Global Equity	**15.0**	**18.7**	**22.0**	**10.1**	**6.2**
World Index	7.7	11.4	18.1	11.6	4.7
Average Global Equity Fund	6.7	9.9	15.5	10.3	3.7

Long-standing Members of the Fund are seldom surprised to see the Fund's portfolio differ markedly from the benchmark. But Members should likewise not be surprised if those differences shrink. Global's exposure to companies listed in the US has steadily risen from 27% to 42% over the past year. This has been funded by reductions in Japan (27% to 15%) and South Africa (7% to 2%). All of these shifts bring the Fund's country weighting much closer to benchmark, but they are nonetheless driven by our bottom-up stock-by-stock decisions, and not by top-down macroeconomic analysis of specific countries. Recent decisions to buy stocks such as Microsoft and Cisco in the US and to sell Sasol in South Africa exemplify this dynamic.

Sasol is an integrated oil, gas and chemical company with industry-leading synthetic fuels technology. The Fund initiated a position in Sasol in 2000 when the oil price was around $30 per barrel. Aside from its valuation, at 10 times reasonably depressed earnings, what attracted us most to Sasol was that it owned and operated the world's largest commercial coal to liquids facility and had viable plans for commercialising the technology. Moreover, unlike most global oil majors that were struggling to replace oil reserves, Sasol had in excess of 30 years of "reserves" in the form of coal deposits.

So why did we sell? Firstly, the share price more than quadrupled and relied on continued high oil prices. Secondly, the high oil price brought with it increased risk that taxes would be levied on what could be perceived as windfall profits, adding further uncertainty to the company's potential for future earnings growth. Lastly, Sasol had to compete with new candidates for capital in the Fund's portfolio, and while the stock was still not expensive, we believed Sasol was no longer as attractive as other global investment opportunities that our research process had uncovered.

During the time of Sasol's great run, large-cap growth stocks were terrible performers, badly hung over from the gluttony of the 90s. As a result, they have been until recently the least-loved market segment. Down 70% from its 2000 high, Cisco is typical of these. It is the world's leading manufacturer of internet networking equipment with dominant positions across various segments. Throughout its history, it has been extremely well managed and has consistently leveraged its high commitment to research and development and technology leadership to great competitive effect. This has translated into superior historic growth rates, both in magnitude and quality, a relationship we fully expect will continue into the future. Cisco is financially sound, supported by a sizable cash stockpile and ample free cash flow generation. Despite Cisco's quality and track record of success, the Fund was able to buy it at 17 times next year's earnings, just a slight premium to the US stockmarket.

Cisco happens to be a US company and Sasol South African, so Cisco's purchase and Sasol's sale translated into a large shift in country exposure. But, as can be seen in the above descriptions, neither decision was based on benchmark exposure or macroeconomic analysis. They merely reflect the same competitive process for investment capital within the portfolio that has successfully driven the Fund's investment process since its inception.

ORBIS GLOBAL EQUITY FUND AT 30 SEPTEMBER 2006

STATEMENT OF NET ASSETS *(UNAUDITED)*

Security	Market Value US$ 000's	Fund's % Exposure to Equities	Fund's % Exposure to Currencies	% of World Index
United States		**42**	**36**	**48**
Cisco Systems	377,850	4		
Liberty Global - A & C	363,276	4		
Marsh & McLennan	277,682	3		
First Data	266,690	3		
Microsoft	261,229	3		
American International Group	250,462	3		
Reliant Energy	245,065	3		
Comcast - A	227,239	3		
Tyco International	223,618	2		
Schering-Plough	222,720	2		
NRG Energy	167,451	2		
Berkshire Hathaway - A & B	165,673	2		
RenaissanceRe	150,109	2		
Mosaic	136,640	2		
Dollar General	116,001	1		
Positions less than 1%	259,995	3		
Europe		**22**	**12**	**30**
Crédit Agricole	254,132	3		
Wm Morrison Supermarkets	222,167	2		
Bayerische Motoren Werke	200,036	2		
Fiat	188,398	2		
Tesco	182,557	2		
Cable & Wireless	171,109	2		
PartyGaming	140,049	2		
COLT Telecom	125,019	2		
Hypo Real Estate	107,327	1		
Positions less than 1%	317,645	4		
Asia ex-Japan		**18**	**12**	**4**
Samsung Electronics - Common & Preference	422,461	5		
China Telecom	181,945	2		
China Mobile	165,412	2		
Singapore Airlines	140,929	2		
Kangwon Land	127,623	2		
CNOOC	119,232	1		
Samsung Securities	113,641	1		
Samsung SDI	88,356	1		
Positions less than 1%	175,175	2		
Japan		**15**	**40**	**10**
Toyota Industries	324,978	4		
Takeda Pharmaceutical	185,837	2		
Nikko Cordial	150,394	2		
Yamada Denki	142,032	2		
Secom	134,878	1		
Fuji Television Network	93,933	1		
Daito Trust Construction	89,086	1		
Positions less than 1%	184,436	2		
South Africa and Other		**3**	**-**	**8**
Harmony Gold Mining - Common & ADR	147,575	2		
Positions less than 1%	110,747	1		
Net Current Assets	14,857	-		
Net Assets	**8,733,666**	**100**	**100**	**100**

Net Asset Value per Share **US$ 103.89** 84,064,020 shares issued

ORBIS AFRICA EQUITY (RAND) FUND AT 30 SEPTEMBER 2006

Total Rate of Return in South African rand:	From Inception on 30 Jun 1998	Latest 5 Years	Latest 3 Years	2006 to Date	Latest Quarter
	% Annualised			% Not Annualised	
Orbis Africa Equity	**38.5**	**34.6**	**41.9**	**24.4**	**5.9**
JSE Index	19.0	26.4	39.8	26.3	6.3
% appreciation of the rand versus the US dollar	*(3.2)*	*3.0*	*(3.8)*	*(18.6)*	*(7.7)*

Note: Orbis Africa Equity is not compared with the Average South Africa Equity Fund because the offshore sector includes only one other fund.

At Orbis, we seek to invest in companies that are trading below our assessment of intrinsic value and where the price offers a margin of safety. Such investment opportunities typically arise when sentiment toward the company is poor, more often than not due to an uncertain immediate future. It is important to note that we are not contrarian for the sake of being contrarian, and while we accept the risk of an uncertain short-term outlook, we need to have confidence in the longer-term prospects before the Fund invests.

A top-10 Fund holding, Sanlam, is an excellent example. Sanlam is one of the largest South African life insurers. The company demutualised and listed on the Johannesburg Stock Exchange in 1998, but has since underperformed the stockmarket by 24 percentage points (3.4% per annum). In 2003, a new Chief Executive Officer was appointed who identified critical areas for improvement and commenced a restructuring program. The Fund began purchasing Sanlam late last year when the life insurance industry in South Africa was the subject of negative publicity following the adverse rulings by the Pension Funds Adjudicator regarding product returns and costs. We are not naive about the challenges facing the South African life insurance industry but have been very impressed by Sanlam's new management team, and we believe the steps they have taken position the business well for the new environment. We also believe that the market's reaction to the regulatory rulings has been overblown.

Sanlam is extremely out of favour. As the table below shows, Sanlam is trading at a very attractive valuation on all pertinent measures, as well as at a meaningful discount to the valuations of South Africa-based peer Old Mutual and comparable life insurers internationally. The table also highlights that Sanlam has underperformed the market over the past 2 years, despite strong equity markets. This is surprising as, broadly speaking, the performance of life insurers tends to be linked to the performance of equity markets because that is where the bulk of their capital is invested, and because demand for their investment products tends to fluctuate with equity market performance.

	Price / Embedded Value*	Price / Tangible NAV	Price / Earnings	Dividend Yield % pa	Return relative to local market % last 12 months	Return relative to local market % last 2 years
Sanlam	1.1	1.7	6	4	2	(16)
Old Mutual	1.4	3.1	13	3	17	(3)
AXA	2.0	5.0	12	4	11	24
Aviva	1.4	3.1	10	4	6	2
Prudential	1.6	4.9	21	3	18	16
Generali	1.5	4.8	17	2	0	(7)

** An actuarially-determined estimate of a company's value; includes the present value of business written but for which income has not yet been accrued*

Source: Citigroup for Embedded Value; Datastream; Allan Gray Limited *Returns to 30 September*

As with most investment opportunities, there are challenges facing Sanlam. But at the low level of market expectations indicated by the valuation multiples, we believe the current price more than discounts those challenges. As is all too typical for Orbis, we have been early, with Sanlam yet to provide positive relative return, but we continue to have conviction and have used the continued weakness to further build up the Fund's position.

ORBIS AFRICA EQUITY (RAND) FUND AT 30 SEPTEMBER 2006

STATEMENT OF NET ASSETS *(UNAUDITED)*

Security *(Ranked by sector)*	**Market Value R000's**	**% of Fund**	**% of JSE Index**
Resources		**41**	**43**
Northam Platinum	228,430	11	
Harmony Gold Mining	172,404	8	
Impala Platinum Holdings	159,853	7	
African Rainbow Minerals	100,822	5	
Sasol	93,313	4	
Banro	67,790	3	
Anglo Platinum	56,716	3	
Positions less than 1%	346	-	
Industrial and Cyclical Services		**24**	**14**
Remgro	121,445	6	
Sun International	102,835	5	
Johnnic Communications	74,145	3	
Naspers	60,617	3	
Nampak	42,848	2	
Compagnie Financière Richemont	26,944	1	
New Clicks Holdings	26,481	1	
Bytes Technology	21,280	1	
Positions less than 1%	34,219	2	
Financials		**21**	**23**
Sanlam	106,275	5	
Standard Bank Group	96,452	5	
FirstRand	51,984	2	
ABSA Group	47,425	2	
Nedbank Group	45,364	2	
Coronation Fund Managers	32,423	2	
RMB Holdings	31,901	2	
VenFin	29,917	1	
Non-Cyclicals		**14**	**20**
MTN Group	205,857	10	
Shoprite Holdings	66,599	3	
Positions less than 1%	15,047	1	
Net Current Assets	3,035	-	
Net Assets	**2,122,767**	**100**	**100**
(Currency exposure 97% rand, 3% Canadian dollar)			
Net Asset Value per Share	**R 668.44**	3,175,686 shares issued	

ASIA EX-JAPAN EQUITY FUND AT 30 SEPTEMBER 2006

Total Rate of Return in US dollars:	**From Inception on 1 Jan 2006**	**Latest Quarter**
	% Not Annualised	
Investor Shares	**12.7**	**5.3**
MSCI Asia ex-Japan Index	15.3	7.2
Average Asia ex-Japan Equity Fund	13.3	5.9

As evidenced by the Fund's significant exposure, we are very enthusiastic about the prospects of the Thai stockmarket and its banks in particular. The market is cheap and out of favour, with the local index now lower than at the time of the previous coup 14 years ago. In US dollar terms, it has fallen by more than one-third since, which stands in stark contrast to the over 75% gain in the regional benchmark MSCI Asia ex-Japan Index during that same period. On a price-to-earnings basis, Thailand is the cheapest stockmarket in Asia, trading at less than 10 times current year earnings versus 14 times for the benchmark. And its dividend yield of 4.4% per annum is the highest. Why is Thailand so cheap and what would be the impetus for this to change?

Thailand was hit hard during the Asian Crisis – non-performing loans topped 50% of loans outstanding, imposing a drag on economic recovery as the banks were necessarily more focused on resolving their bad loans than on extending credit. Moreover, the country had overbuilt, and Thai companies cut capital spending and focused on debt repayment, leading to a sharp drop in investment. In recent years, the economy has been hindered by a rising oil price, higher interest rates, unrest in the south, the tsunami and, of course, political uncertainty.

A coup is a setback for any democracy, but it is something that has featured frequently in Thailand's history. In fact, there have been 9 coups over the last 35 years, none of which seems to have had a detrimental effect on economic growth. It is early days but so far the country's new regime, which appears well qualified with a number of highly regarded external appointees, looks to be saying and doing the right things. The 2007 budget is the next event to watch. As inflation and interest rates seem to have halted their ascent, we believe there will be an element of fiscal stimulus in the new budget. Hence, barring further external shocks, it is likely that the Thai economy will improve from here.

As a group, the Thai banks trade at 11 times current year earnings and 1.5 times price-to-book. This represents approximately a 25% discount to the regional bank average and effectively prices in a continuation of the recent years' anaemic loan growth. In contrast, we believe that in the next 5 to 10 years, the banks could experience significant growth in both loans and earnings. Capacity utilisation is high and there is a pent-up demand for corporate capital expenditures, which should come through when the economy improves. The consumer and small business loan markets remain underpenetrated and should offer good growth. Additionally, the Thai banks are moving to a universal banking model, and there is an opportunity to develop fee income from selling wealth management, insurance, investment banking and other products.

The Fund's largest Thai position is in Kasikornbank ("Kbank"). Kbank is well managed and is especially strong in the small business market. In our view, this segment is attractive, offering healthy risk-adjusted returns and good growth potential. Kbank also enjoys a distinct funding advantage, with about half of the loan book funded by low-cost deposits. The bank looks set to grow earnings at a double-digit rate for the foreseeable future. We do not think that Kbank's premium franchise is nearly adequately captured in the valuation, with the stock trading at a price-to-earnings of 11 and price-to-book of 1.9, and thus have Kbank as one of the Fund's largest positions.

ASIA EX-JAPAN EQUITY FUND AT 30 SEPTEMBER 2006

STATEMENT OF NET ASSETS *(UNAUDITED)*

Security	Market Value US$000's	Fund's % Equities	Exposure to Currencies	% of MSCI Index
Greater China		**48**	**47**	**48**
China		31	31	14
China Mobile	53,947	6		
Yanzhou Coal Mining	39,220	5		
CNOOC	39,192	4		
China Telecom	29,229	3		
China Unicom	21,147	2		
China Paradise Electronics Retail	17,937	2		
Baoshan Iron & Steel - Warrants	13,914	2		
Denway Motors	13,570	2		
TravelSky Technology	10,555	1		
Positions less than 1%	38,744	4		
Hong Kong		2	1	15
Positions less than 1%	13,770	2		
Taiwan		15	15	19
SinoPac Financial Holdings	37,535	4		
Polaris Securities	32,658	3		
United Microelectronics - ADR & Common	24,591	3		
Capital Securities	17,295	2		
Mega Financial Holding	11,148	1		
Positions less than 1%	16,574	2		
Korea		**32**	**32**	**26**
Samsung Electronics	86,797	10		
SK Telecom - ADR & Common	59,415	6		
Korea Investment Holdings	42,089	5		
NCsoft	35,318	4		
KT Freetel	28,099	3		
Samsung SDI - Common & Preference	16,736	2		
Kangwon Land	11,385	1		
Positions less than 1%	9,486	1		
Singapore		**10**	**10**	**7**
Singapore Airlines	50,568	5		
Chartered Semiconductor Manufacturing - Common & ADR	41,538	5		
Thailand		**9**	**9**	**2**
Kasikornbank	37,665	4		
Bank of Ayudhya	24,095	2		
Charoen Pokphand Foods	14,913	2		
Positions less than 1%	8,724	1		
Other		**1**	**2**	**17**
Positions less than 1%	10,651	1		
Net Current Assets	1,506	-		
Net Assets	**910,011**	**100**	**100**	**100**

Net Asset Value per Share - Investor Shares **US$ 11.27**

JAPAN EQUITY FUND AT 30 SEPTEMBER 2006

Total Rate of Return	From Inception	Latest 5 Years	Latest 3 Years	2006 to Date	Latest Quarter
	% Annualised			% Not Annualised	
Yen Class (launched 1 Jan 1998)*	**13.9**	**12.1**	**16.8**	**(3.3)**	**1.9**
TOPIX	4.7	10.7	17.8	(1.3)	2.0
Average Japan Equity Fund	5.0	9.5	16.7	(3.8)	1.6
% appreciation of the yen versus the US dollar	*1.1*	*0.2*	*(1.9)*	*(0.4)*	*(3.2)*
Euro Class (launched 1 Jan 2003)	**23.3**		**19.6**	**(1.3)**	**2.4**
TOPIX Hedged into euro	23.2		20.6	0.6	2.7
% appreciation of the euro versus the US dollar	*5.2*		*2.8*	*7.0*	*(0.9)*

**Prior to 29 November 2002 this was Orbis Japan Equity (Yen) Fund Limited*

We buy stocks that are selling at a significant discount to what we believe is their intrinsic value. While this approach often leads to stocks that satisfy the low price-to-earnings or price-to-book definitions of value so popular today, there are times when stocks that we find attractive do not meet the more traditional value metrics. The key reason for this is the inclusion of growth and quality measures in our assessment of intrinsic value. The Fund's history with Sundrug serves as an excellent example.

Sundrug was first purchased at the Japan Fund's inception. At the time, it was a small drugstore chain with a mere 83 stores and 41 billion yen in revenues. We were very attracted to the opportunity to buy a company with a demonstrated high teens growth rate, 10% return on equity and seemingly limitless future growth potential, even if we had to pay 14 times earnings and 1.6 times book value. The Fund was richly rewarded over the ensuing two years, capturing a 6-fold price increase before exiting the shares in 2000.

In 2003, we began repurchasing the shares at Y350 (split-adjusted) after a correction of nearly two-thirds, and the Fund now owns over 7% of the company. At today's price of Y2675 and valuation of 23 times earnings and 4.2 times book value, Sundrug could hardly be considered a traditional value stock. Its other attributes look similar to the first time we purchased it however. Historic earnings growth has topped 20%, matching its return on equity. Sundrug continues to have excellent management, and importantly, still has plenty of room to grow before becoming mature. With less than 1% market share and 415 stores we believe Sundrug continues to have the ability to grow earnings faster than 15% per annum going forward. This compares to 5% for the Japanese stockmarket.

Sundrug operates in perhaps the most fragmented of all industries, with chains representing less than 20% of the some 74,000 drugstores in Japan. And with a generation of entrepreneurs who started their family stores after World War II preparing to retire, this is a sector ripe for consolidation. We believe that Sundrug is well positioned for that environment. It is not the largest drugstore chain in Japan but it is the most profitable. Its business model was forged in the most competitive region for drugstores in Japan, Kanto, and it maintains the highest margins in the industry. Sundrug has strict criteria for site selection and is disciplined in not overpaying for locations. As a result, it is unique in the industry as it very rarely has to close stores.

We believe Sundrug is a great example of the opportunity that can avail itself when a market becomes intently focused on valuation at the expense of quality and growth. We treasure these opportunities and expect the day will come when the market again appreciates Sundrug's qualities to the point where we feel the price we are being offered by the market adequately compensates us for its potential.

JAPAN EQUITY FUND AT 30 SEPTEMBER 2006

STATEMENT OF NET ASSETS *(UNAUDITED)*

Security *(Ranked by sector)*	**Market Value ¥000's**	**% of Fund**	**% of TOPIX**
Consumer Non-Durables		**30**	**16**
Takeda Pharmaceutical	22,114,422	6	
Secom	19,114,875	5	
Yamada Denki	18,715,606	5	
Canon Marketing Japan	18,096,435	5	
Sundrug	14,550,261	4	
Net One Systems	7,654,700	2	
Shimachu	5,078,345	1	
AOKI Holdings	4,522,177	1	
Positions less than 1%	4,698,088	1	
Cyclicals		**26**	**38**
Toyota Industries	23,188,284	6	
East Japan Railway	23,037,140	6	
Daito Trust Construction	14,516,727	4	
Toda	10,947,741	3	
West Japan Railway	8,487,030	2	
Mitsubishi Logistics	8,002,298	2	
Heiwa	5,665,843	2	
Positions less than 1%	5,471,079	1	
Financials		**19**	**21**
Nikko Cordial	32,347,755	9	
Mitsubishi UFJ Securities	16,729,920	4	
Mitsubishi UFJ Financial	15,272,960	4	
Nomura Holdings	9,014,928	2	
Communications and Utilities		**18**	**9**
NTT DoCoMo	22,387,820	6	
Fuji Television Network	17,725,062	5	
Jupiter Telecommunications	17,424,574	4	
Nippon Television Network	4,497,088	1	
TV Asahi	4,059,172	1	
Positions less than 1%	4,256,993	1	
Technology		**7**	**16**
Fujitsu	12,314,282	3	
Sharp	7,419,600	2	
Advantest	6,740,172	2	
Net Current Assets	1,401,603	-	
Net Assets	**385,452,980**	**100**	**100**

Net Asset Value per Share

Yen Class *(Currency exposure 100% yen)*	**¥ 3,130**	116,277,792	shares issued
Euro Class *(Currency exposure 100% euro)*	**€ 21.95**	6,534,128	shares issued

ORBIS JAPAN EQUITY (US$) FUND AT 30 SEPTEMBER 2006

Total Rate of Return in US dollars:	From Inception on 12 Jun 1998	Latest 5 Years	Latest 3 Years	2006 to Date	Latest Quarter
	% Annualised			% Not Annualised	
Orbis Japan Equity (US$)	**14.9**	**14.4**	**19.7**	**0.0**	**3.3**
TOPIX Hedged	8.6	13.5	21.3	2.3	3.3
% appreciation of the US dollar versus the yen	*(2.4)*	*(0.2)*	*2.0*	*0.4*	*3.3*

Orbis Japan Equity (US$) was formed to serve investors who wish to invest in Japanese equities while remaining exposed to the dollar. As shown in the Statement of Net Assets below, the Fund's entire equity exposure comprises shares in the Luxembourg-domiciled Orbis SICAV - Japan Equity Fund - Yen Class. Given this, we refer regular readers to the Orbis SICAV - Japan Equity Fund report on page 8. A further difference between the Funds is that the US$ Fund is Bermuda-domiciled and regulated whereas the Orbis SICAV is Luxembourg-domiciled and regulated. First-time readers may also find it informative to read the text in italics below.

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

STATEMENT OF NET ASSETS *(UNAUDITED)*

Security	Market Value US$ 000's	% of Fund
Orbis SICAV - Japan Equity Fund - Yen Class	219,676	98
Net Current Assets	3,521	2
Net Assets	**223,197**	**100**
Net Asset Value per Share	**US$ 31.61**	7,060,867 shares issued

DEPLOYMENT

		% of Fund
Stockmarket exposure	Japan	**98**
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

New Investors. *The Orbis Funds are temporarily not accepting new investors. Existing investors in an Orbis Fund are able to subscribe or switch to any of the Orbis Funds. We will reopen the Orbis Funds to new investors when we consider it appropriate to do so, and will post notice of the reopening on our website, www.orbisfunds.com, and via our automated e-mail services facility. If you have any questions or wish to discuss how we define new investors and how this will be administered, please contact the Investor Services Team at Orbis, at +1 441 296 3000, by e-mail at servicedesk@orbisfunds.com or by mail to: The Investor Services Team, Orbis Group, 34 Bermudiana Road, Hamilton HM 11, Bermuda. Residents of Australia or New Zealand should contact Orbis in Australia at +61 (02) 8224 8600 or clientservices@orbisfunds.com.au. South African residents should contact Allan Gray Unit Trust Limited at 0860 000 654 (toll free from within South Africa) or info@allangray.co.za.*

Sources. *FTSE World Index and FTSE/JSE Africa All Share Index: FTSE International Limited; TOPIX: Tokyo Stock Exchange; MSCI Asia ex-Japan Index: Morgan Stanley Capital International Inc.; and Average Fund: Standard & Poor's sector index return. "FTSE" is a trademark of the London Stock Exchange Limited and is used by FTSE International Limited under licence. "MSCI" is a trademark of Morgan Stanley Capital International Inc. and is used by Orbis Investment Management Limited under licence.*

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UK Distributor Status. *HM Revenue and Customs has certified each of the Orbis Global Equity Fund, Orbis Africa Equity (Rand) Fund, Orbis SICAV-Japan Equity Fund and Orbis Japan Equity (US$) Fund 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 2005. Certification is granted retrospectively, therefore there can be no assurance that the Funds will be certified as distributing funds for fiscal 2006 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 and Orbis Investment Management Limited are licensed to conduct investment business by the Bermuda Monetary Authority.*

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CHARACTERISTICS OF ORBIS EQUITY FUNDS

Structure	Open-ended investment companies.
Minimum initial investment	US$50,000 or the equivalent in any major currency.
Subscriptions / redemptions	Weekly, each Thursday, at the net asset value per share calculated at 5:30 p.m. (Bermuda time) on that day.
Dealing deadlines	For subscriptions, a properly completed Application Form, together with the corresponding payment, must be received by the Fund's Registrar by 5:00 p.m. (Bermuda time) for Orbis Global, Orbis Africa and Orbis Japan (US$) Funds, and 5:30 p.m. (Bermuda time) for Orbis SICAV-Asia ex-Japan and Orbis SICAV-Japan Funds, on a Dealing Day to be considered for that day. For redemptions, proper instructions must be received by the Fund's Registrar by noon (Bermuda time) for Orbis Global, Orbis Africa and Orbis Japan (US$) Funds, and 5:30 p.m. (Bermuda time) for Orbis SICAV-Asia ex-Japan and Orbis SICAV-Japan Funds, on a Dealing Day to be accepted on that day.
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Regulation	Orbis Global, Orbis Africa and Orbis Japan Equity (US$) are regulated by the Bermuda Monetary Authority. Orbis SICAV-Asia ex-Japan and Orbis SICAV-Japan are regulated by the Commission de Surveillance du Secteur Financier in Luxembourg.
For further information	Contact the Investor Services Team of Orbis. Please refer to the back cover for contact information.

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