

2015 AUDITED
Financial
Statements



ORBIS JAPAN
EQUITY (US\$)
Fund

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DIRECTORY

Registered office and mailing address

Orbis Japan Equity (US\$) Fund Limited
Orbis House
25 Front Street
Hamilton HM 11
Bermuda

Directors

Allan W B Gray (Chairman)
Orbis Investment Management Limited
and Orbis Investment Management (B.V.I.) Limited
Bermuda

Allan W B Gray was the Chairman and a Director of the Orbis Funds, Orbis Investment Management Limited and Orbis Investment Management (B.V.I.) Limited. He retired effective 1 January 2016.

John C R Collis
Bermuda

John C R Collis is a Director of the Orbis Funds.

William B Gray
Orbis Investment Management Limited
Bermuda

William B Gray is the President and a Director of the Orbis Funds and Orbis Investment Management Limited and the Portfolio Manager of Orbis Investment Management Limited and and Orbis Investment Management (B.V.I.) Limited.

David T Smith
Ecosse Limited
Bermuda

David T Smith is the Managing Director of Ecosse Limited.



APPOINTMENTS

Manager

Orbis Investment Management (B.V.I.) Limited*
Orbis House
25 Front Street
Hamilton HM 11
Bermuda

Investment Advisor to the Manager

Orbis Investment Management Limited*
Orbis House
25 Front Street
Hamilton HM 11
Bermuda

Auditors

Ernst & Young LLP
Ernst & Young Tower
222 Bay Street, PO Box 251
Toronto, Ontario
Canada M5K 1J7

Custodian

Citibank N.A., New York Offices
388 Greenwich Street
New York, New York 10013
United States of America

Administrator, Registrar and Transfer Agent

Citibank Europe plc**
Luxembourg Branch
31, Z.A. Bourmicht
L-8070 Bertrange
Luxembourg

**Licenced to conduct investment business by the Bermuda Monetary Authority*

***Effective 1 January 2016 following the merger of Citibank International Limited and Citibank Europe plc*

INDEPENDENT AUDITORS' REPORT

To the Board of Directors and the Members of

Orbis Japan Equity (US\$) Fund Limited (the "Fund"):

We have audited the accompanying financial statements of the Fund, which comprise the statement of financial position as at 31 December 2015, and the statements of comprehensive income, changes in net assets attributable to holders of redeemable fund shares and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information on pages 7 to 14.

Management's responsibility for the financial statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditors consider internal control relevant to the Fund's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of the Fund as at 31 December 2015, and its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards.

Ernst & Young LLP

Toronto, Canada
26 January 2016

Chartered Professional Accountants
Licensed Public Accountants

ORBIS JAPAN EQUITY (US\$) FUND

STATEMENT OF FINANCIAL POSITION (US\$ 000's)

As at 31 December	2015	2014
Assets		
Financial assets at fair value through profit or loss		
Orbis SICAV - Japan Equity Fund	198,448	231,100
Derivatives	-	979
Cash and cash equivalents	135	799
	198,583	232,878
Liabilities		
Financial liabilities at fair value through profit or loss		
Derivatives	2,530	-
Manager's fees payable	221	-
Other payables and accrued liabilities	46	47
	2,797	47
Net assets attributable to holders of redeemable Fund shares	195,786	232,831



William B Gray,
on behalf of the Board of Directors
26 January 2016

See accompanying notes on page 8

ORBIS JAPAN EQUITY (US\$) FUND

STATEMENT OF COMPREHENSIVE INCOME (US\$ 000's)

For the year ended 31 December	2015	2014
Income		
Net gain (loss) on financial assets and liabilities at fair value through profit or loss	33,075	2,265
Other foreign currency gain (loss)	(46)	316
	33,029	2,581
Expenses		
Manager's fees	2,190	-
Administration, professional fees and other	86	92
	2,276	92
Increase in net assets attributable to holders of redeemable Fund shares	30,753	2,489

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE FUND SHARES (US\$ 000's)

For the year ended 31 December	2015	2014
Balance at beginning of year	232,831	278,499
Increase in net assets attributable to holders of redeemable Fund shares from operations	30,753	2,489
Shareholders' activity during the year		
Subscriptions		
Shareholders	38,690	34,902
Switches between funds	23,437	4,801
Redemptions		
Shareholders	(30,229)	(33,416)
Switches between funds	(99,696)	(54,444)
Balance at end of year	195,786	232,831

See accompanying notes on page 8

ORBIS JAPAN EQUITY (US\$) FUND

STATEMENT OF CASH FLOWS (US\$ 000's)

For the year ended 31 December	2015	2014
Cash flows from operating activities		
Proceeds from realisation of investments and currencies	105,527	102,149
Purchases of investments	(36,337)	(53,356)
Manager's fees paid	(1,968)	-
Operating expenses paid	(88)	(87)
Net cash provided by (used in) operating activities	67,134	48,706
Cash flows from financing activities		
Proceeds from subscription of redeemable Fund shares	45,617	39,703
Payments on redemption of redeemable Fund shares	(113,415)	(87,860)
Net cash provided by (used in) financing activities	(67,798)	(48,157)
Net increase (decrease) in cash and cash equivalents	(664)	549
Cash and cash equivalents – Beginning of Year	799	250
Cash and cash equivalents – End of Year	135	799

See accompanying notes on page 8

ORBIS JAPAN EQUITY (US\$) FUND

SCHEDULE OF DERIVATIVES AT 31 DECEMBER 2015

Forward Currency Contracts

Currency	Contract Value	Contract Value	Fair Value	Unrealised Gain (Loss)
	000's	US\$ 000's	US\$ 000's	US\$ 000's
JPY	(23,786,506)	(195,941)	(198,471)	(2,530)

See accompanying notes on page 8

General information

Orbis Japan Equity (US\$) Fund Limited (the “Fund”) is an open-ended mutual fund company incorporated in Bermuda, with its registered office at Orbis House, 25 Front Street, Hamilton, HM 11, Bermuda.

The Fund seeks higher returns in US dollars than the Japanese stockmarket hedged into US dollars, without greater risk of loss. The Fund invests substantially all of its assets in the Orbis SICAV - Japan Equity Fund (“SICAV - Japan Equity”) and hedges the resulting Japanese yen exposure into US dollars, with the result that the Fund’s returns are managed in US dollars.

Orbis Investment Management (B.V.I) Limited has been contractually appointed as the “Manager” of the Fund.

These financial statements were authorised for issue by the Board of Directors on 26 January 2016.

Summary of significant accounting policies

Basis of preparation. These financial statements have been prepared in accordance with International Financial Reporting Standards (“IFRS”) as issued by the International Accounting Standards Board (“IASB”).

All references to net assets throughout this document refer to net assets attributable to holders of redeemable Fund shares.

The financial statements have been prepared on a historical cost basis, except for Financial assets and liabilities held at fair value through profit or loss, which are measured at fair value.

Financial instruments.

Recognition. Financial assets and financial liabilities are recognised when the Fund becomes party to the contractual provisions of the instrument. Financial assets are derecognised when the rights to receive cash flows from the asset have expired or the Fund has transferred substantially all the risks and rewards of ownership. Financial liabilities are derecognised when the obligation under the liability is discharged, cancelled or expired.

Measurement. The Fund’s investments are initially recognised at fair value on the trade date. Transaction costs are expensed as incurred. Subsequent to initial recognition, investments are measured at fair value. Changes in their fair value, together with realised gains and losses on disposal calculated using the average cost method, are included in the Statement of Comprehensive Income as Net gain (loss) on financial assets and liabilities at fair value through profit or loss.

The fair value of the investment in SICAV - Japan Equity is based on the net asset value of the share class in which the Fund is invested at the year-end date as this is the price at which the Fund would transact in these shares. The fair value of investments not traded in an active market, including over-the-counter derivatives, is determined using valuation techniques commonly applied by market participants, making the maximum use of market inputs and assumptions based on existing market conditions. Should any price be unavailable or considered unrepresentative of fair value, a price considered fair by the Manager will be used.

Cash and cash equivalents and all other receivables and payables are classified under IFRS as loans and receivables and other financial liabilities, which are short-term in nature, are measured at amortised cost which approximates fair value.

Classification. The Fund's investments are categorised under IFRS as at fair value through profit or loss as follows:

(i) **Designated as at fair value through profit or loss upon initial recognition**

Financial instruments designated upon initial recognition as being managed and having their performance evaluated on a fair value basis in accordance with the Fund's investment strategy, which includes the investment in SICAV - Japan Equity.

(ii) **Held for trading**

Derivatives held by the Fund, which include forward currency contracts, are classified as held for trading unless they are designated as effective hedging instruments as defined by *IAS 39 Financial Instruments: Recognition and Measurement*. The Fund does not designate any of its derivative instruments as hedges for hedge accounting purposes.

Offsetting. Financial assets and financial liabilities are offset when the Fund has a legally enforceable right to offset recognised amounts and either intends to settle on a net basis, or to realise the asset and settle the liability simultaneously.

Foreign currency translation. These financial statements are presented in US dollars, the Fund's functional and presentation currency, being the currency in which performance is measured and reported and in which the shares are issued and redeemed.

Transactions in foreign currencies are translated using exchange rates prevailing at the dates of the transactions. Assets and liabilities denominated in foreign currencies are translated using exchange rates prevailing at the year-end.

In the Statement of Comprehensive Income, translation gains and losses on financial instruments at fair value through profit or loss are included in Net gain (loss) on financial assets and liabilities at fair value through profit or loss. Other translation gains and losses are included in Other foreign currency gain (loss).

Cash and cash equivalents. Cash and cash equivalents include cash and other highly liquid investments held for meeting short-term cash commitments.

Income and expenses. Income and expenses are recorded on an accrual basis. All income and expenses which can be allocated directly to individual share classes are charged to those share classes. Income and expenses which do not relate specifically to a particular share class are allocated between the share classes pro rata to their Net Asset Values.

Taxes. There are no Bermuda income, profit, capital, capital gains, estate or inheritance taxes payable by the Fund or its shareholders in respect of shares in the Fund. The Bermuda Government has undertaken that, in the event that any such Bermuda taxes are levied in Bermuda in the future, the Fund and its shares will be exempt from such taxes until 31 March 2035.

Accounting estimates and assumptions. The preparation of financial statements requires management to make estimates and assumptions concerning the future. Actual results may differ from these estimates.

The most significant use of assumptions and estimation applied in preparing these financial statements relate to the determination of the fair value of financial instruments. The Fund may hold financial instruments which are not quoted in active markets, such as over-the-counter derivatives. The fair value of these instruments may be determined using valuation techniques based on observable market prices from reputable pricing sources or indicative pricing. Where such valuation techniques have been applied, they are validated and periodically reviewed. Changes in relevant assumptions could affect the fair values reported in the financial statements.

Standards issued but not yet effective. The final version of *IFRS 9 Financial Instruments*, was issued by the IASB in July 2014 and will replace *IAS 39 Financial Instruments: Recognition and Measurement*. *IFRS 9* introduces a model for classification and measurement, a single, forward-looking 'expected loss' impairment model and a substantially reformed approach to hedge accounting. *IFRS 9* is effective for annual periods beginning on or after 1 January 2018, but early adoption is permitted. The Fund is in the process of assessing the impact of *IFRS 9* and has not yet determined when it will adopt the new standard.

Fair value measurement

Fair value hierarchy. The Fund's financial instruments measured at fair value are categorised within a three level fair value hierarchy, based on the lowest level input significant to the fair value measurement.

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2: Valuation techniques for which the lowest level input significant to the fair value measurement is directly or indirectly observable.

Level 3: Valuation techniques for which the lowest level input significant to the fair value measurement is unobservable.

All of the Fund's financial instruments are Level 2 investments.

Valuation techniques. The fair value of the investment in SICAV - Japan Equity is based on the net asset value per share of the share class in which the Fund is invested. Forward currency contracts are valued at their mid-market prices, determined using valuation techniques that incorporate market observable inputs including foreign exchange spot and forward rates.

Transfers between levels of the fair value hierarchy are deemed to have occurred at the end of the reporting period. There were no transfers between levels during the year ended 31 December 2015 or 31 December 2014.

Net gain (loss) on financial assets and liabilities at fair value through profit or loss

For the year ended 31 December	2015	2014
	US\$ 000's	US\$ 000's
Realised gains (losses)		
SICAV - Japan Equity	70,251	15,900
Derivatives	5,062	28,863
Change in unrealised gains (losses)		
SICAV - Japan Equity	(38,730)	(39,447)
Derivatives	(3,508)	(3,051)
Net gain (loss) on financial assets and liabilities at fair value through profit or loss	33,075	2,265

Derivative financial instruments. Subject to its investment restrictions, the Fund may utilise derivative financial instruments, primarily to manage its exposure to currency risk. The Fund only invests in such instruments if they are sufficiently marketable such that an objective market price may be obtained from a third party and they can be realised within a period considered acceptable. Thus, the instruments used are usually forward currency contracts.

The Fund has entered into agreements whereby all its currency transactions with the counterparty to that agreement can be netted in various events of default. On the Statement of Financial Position, unrealised gains and losses on forward currency contracts are offset only when they share the same maturity date, settle in the same currency and are held with the same counterparty. At 31 December 2015, the gross unrealised gains and (losses) on the forward currency contracts held by the Fund were, in thousands, US\$204 and US\$(2,734), respectively (2014 - US\$3,018 and US\$(2,039)).

Financial risk management

The Fund's investment activities expose it to a variety of financial risks: market risk (which includes currency risk, interest rate risk and price risk), credit risk and liquidity risk.

The investments of the Fund are managed by the Manager in accordance with the investment policy and investment restrictions of the Fund described in the Fund's prospectus.

Market risk.

Currency risk. Currency risk is the risk that the value of a financial instrument will fluctuate due to changes in foreign exchange rates.

The Fund invests substantially all of its assets in SICAV - Japan Equity which invests in a portfolio of Japanese equities. The currency exposure of the Fund is managed, principally by using forward currency contracts to sell Japanese yen against the US dollar. As a result, the Fund's returns are managed in US dollars and the Fund is not subject to a significant level of risk due to changes in foreign exchange rates.

Interest rate risk. Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate due to changes in market interest rates.

The majority of the Fund's and SICAV - Japan Equity's financial assets and liabilities are non-interest bearing. Accordingly the Fund is not subject to significant levels of risk due to fluctuations in the prevailing levels of market interest rates.

Price risk. Price risk is the risk that the fair value of a financial instrument will fluctuate as a result of changes in market prices, other than those arising from currency or interest rate risk.

The Fund is exposed to price risk arising from its indirect investments in equity securities through its holding in SICAV - Japan Equity. The manager of SICAV - Japan Equity attempts to mitigate price risk through the use of a consistent and carefully considered investment approach, based on extensive proprietary investment research, appropriate diversification of investments and equity selection in accordance with the investment guidelines of that Fund. In constructing the portfolio, the manager of SICAV - Japan Equity assesses not only each equity's perceived risk and reward but also, in order to manage risk further by appropriate diversification, its correlation with the rest of the portfolio. The manager of SICAV - Japan Equity also takes into account the composition of its performance benchmark, the TOPIX and monitors its risk of underperforming its benchmark by comparing its weighting in each industry sector with that of the benchmark and ensuring that deviations in such weightings, which are prompted by detailed "bottom up" research, are not inconsistent with the manager's "top down" macroeconomic view. The maximum risk resulting from the Fund's financial instruments is equal to their fair value.

Considering the historical correlation between the return of the underlying equities held by SICAV - Japan Equity at year-end and the returns of the Japanese stockmarket index, the impact on the Fund's net assets of a 5% change in that market as at 31 December 2015 would have been 4.9% (2014 – 4.9%). Historical correlation may not be representative of future correlation. Actual results may differ and those differences could be material.

Credit risk. Credit or counterparty risk arises from the potential inability of a counterparty to a financial instrument to perform its contractual obligations, resulting in a financial loss to the Fund.

Credit risk arises primarily from the Fund's forward currency contracts and cash and cash equivalents. The maximum exposure to credit risk at the year-end is the carrying value of these financial assets.

The Manager seeks to reduce the Fund's credit risk to the extent practicable by dealing only with counterparties which have investment grade ratings from a recognised rating agency; and, to limit its risk to the amount of any net unrealised gain, by entering into agreements whereby all its currency transactions with the counterparty to that agreement can be netted.

Liquidity risk. Liquidity risk is the risk that the Fund will not be able to generate sufficient cash resources to meet its obligations as they fall due.

For the Fund, exposure to liquidity risk may arise from the requirement to meet cash redemption requests, normally payable within 5 business days of any weekly Dealing Day.

The Fund invests the majority of its assets in the No Fee share class of SICAV - Japan Equity which is redeemable weekly. The majority of SICAV - Japan Equity's investments are actively traded on a stock exchange and can be readily disposed of. The Fund also invests in derivative contracts traded over-the-counter. These may not be able to be liquidated quickly at an amount close to their fair value to meet liquidity requirements or to respond to specific events such as deterioration in the creditworthiness of any particular issuer.

Fund shares are redeemable weekly on demand at the holder's option, financial liabilities at fair value through profit or loss include forward currency contracts which mature within 6 months of the year-end and all other payables are due within one month. Although the Fund shares are redeemable on demand, the Manager does not envisage that will be representative of their actual cash outflows.

Net assets attributable to holders of redeemable shares

The Fund issues two classes of redeemable shares, Fund and Founders' shares, both of which are classified as financial liabilities. Notwithstanding that the net assets attributable to holders of redeemable Fund shares are classified as a liability in these financial statements, the Manager considers those net assets to represent the Fund's capital. The amount of such net assets can change significantly due to changes in the value of the Fund's investments and from subscriptions or redemptions placed at the discretion of the holders of the redeemable Fund shares. The Fund is not subject to any externally imposed capital requirements.

At 31 December 2015 and 2014, the Fund's authorised share capital comprises 100 million redeemable Fund shares and 12,000 redeemable Founders' shares each with a par value US\$1 per share.

Fund shares may be issued in one or more classes or series of shares. At 31 December 2015, the Fund offers Investor shares and Base Refundable Reserve Fee shares, each of which may have different management fees or eligibility requirements. Within the Base Refundable Reserve Fee share class, individual share classes or individual series within a share class are issued to investors to facilitate calculation of the management fees. On 1 May 2015, a single category of Fund shares were in issue which were renamed the Investor shares and the Base Refundable Reserve Fee shares were offered. Fee Reserve Fund shares are issued to the Manager in relation to the performance fee.

Fund and Fee Reserve shares participate pro rata in the net assets and dividends of the Fund attributable to those classes of shares. These shares are redeemable at their net asset value and are non-voting. At the year-end they are carried at their redemption value which is equivalent to their net asset value. Founders' shares do not participate in the Fund's net assets, are redeemable at their par value only after all Fund and Fee Reserve shares have been redeemed, and carry the right to vote. All authorised Founders' shares are issued, fully paid, carried at their par value of, in thousands, US\$12 (2014 – US\$12) and included in Other payables and accrued liabilities on the Statement of Financial Position. There were no transactions in Founders' shares in 2015 or 2014.

Fund and Fee Reserve share transactions for the year, in thousands of shares, were as follows:

	Fund shares		Fee Reserve shares
	Investor Shares	Base Shares	
	2015	2014	2015
Balance at beginning of year	5,781	7,090	-
Subscriptions			
Shareholders	889	923	-
Switches between funds	161	123	348
Redemptions			
Shareholders	(683)	(880)	-
Switches between funds	(2,150)	(1,475)	-
Balance at end of year	3,998	5,781	348

The Net Asset Value per share in US\$ at 31 December 2015 was:

	Net Asset Value per share
Investor	45.03
B-5 Base	45.33

Investment in SICAV - Japan Equity

The Fund meets the definition of an investment entity within *IFRS 10 Consolidated Financial Statements* and measures its investment in SICAV - Japan Equity at fair value through profit or loss. The Orbis SICAV is a Luxembourg SICAV with its domicile and principal place of business in Luxembourg. On 1 May 2015, the Fund switched its investment in SICAV - Japan Equity from the Yen Investor Share Class to the Yen No Fee Share Class.

At 31 December 2015, the Fund owned 10.7% of the shares in issue of SICAV – Japan Equity (2014 – 13.0%). Each share of an Orbis SICAV Fund, along with all other shares in issue irrespective of the Class or Fund to which they belong, is entitled to one vote at all general meetings of shareholders. The percentage of voting rights held by the Fund in the Orbis SICAV at 31 December 2015 was 0.9% (2014 – 2.1%).

Related party transactions

Orbis Investment Management (B.V.I.) Limited is the Manager of the Fund.

Effective 1 May 2015, the Investor shares pay the Manager a fee which can vary between 0.5% and 2.5% per annum of weekly net assets, determined by the SICAV - Japan Equity class' rate of return versus its performance fee hurdle. Prior to 1 May 2015, the Fund did not directly pay a fee to its Manager, but, because it remained substantially invested in the SICAV - Japan Equity Yen Investor share class, it indirectly bore a portion of that share class' management fee.

The Base Refundable Reserve Fee Share class pays the Manager a base fee of 0.60% per annum of its net assets and a performance-related fee of 25% of the share class' rate of return versus its performance fee hurdle since the last Dealing Day. At each Dealing Day, the Manager is issued Fee Reserve shares to the extent of any performance fee accrued. The performance fee is partially refundable in the event of future underperformance, with the refund limited to the value of the Fee Reserve shares and the fee subject to a high water mark should the available refund be exhausted. The Fee Reserve shares bear no fee.

For each investor in the Base Refundable Reserve Fee Share class, when the value of the related Fee Reserve shares exceeds 3% and 7% per annum of the total Net Asset Value of their Refundable Reserve Fee shares, the Manager is paid in cash at the rate of 1% and 2% per annum, respectively, of the total Net Asset Value of those Refundable Reserve Fee shares.

The shareholders have approved director's fees to each of John Collis and David Smith of US\$1,000 for 2015 (2014 – US\$1,000). No other directors have received any remuneration or other direct benefit material to them.

At the year-end, other related parties, which include institutional and other clients managed on a discretionary basis and the directors and officers of the Orbis funds and of their Investment Managers and Investment Advisors, held, in thousands of shares, 55 Investor class shares (2014 – 181) in the Fund, excluding their indirect holdings via other Orbis Funds.

NOTICES

Annual General Meeting. Notice is hereby given that the Annual General Meeting of Orbis Japan Equity (US\$) Fund Limited (the “Fund”) will be held at the offices of Orbis Investment Management Limited, Orbis House, 25 Front Street, Hamilton HM 11, Bermuda on 31 March 2016 at 10:00 am. Members are invited to attend and address the meeting. The Agenda will comprise the following:

- Review of Minutes of the Annual General Meeting of Members of the Fund held on 31 March 2015
- Review of 2015 audited financial statements
- Appointment of the Directors of the Fund
- Approval of Director's fees for the year to 31 December 2016
- Proposed re-appointment of Ernst & Young as Auditors for the year to 31 December 2016

By Order of the Board, James J Dorr, Secretary

Notice to Persons in the European Economic Area (EEA). The Fund is an alternative investment fund that is neither admitted for public marketing anywhere in the EEA nor marketed in the EEA for purposes of the Alternative Investment Fund Managers Directive. As a result, persons located in any EEA member state will only be permitted to subscribe for shares in the Fund under certain circumstances as determined by, and in compliance with, applicable law.

EU Savings Directive. Orbis' assessment is that the Fund is effectively exempt from the application of the European Union Savings Directive 2003/48/EC of 3 June 2003 on taxation of savings income in the form of interest payments. Payments from the Fund, including dividends and redemption proceeds to residents of the European Union, should not be subject to having tax withheld by paying agents under the Directive.

Supplemental Disclosure under the Distance Marketing of Financial Services Directive. Disclosure requirements arising from the European Council Distance Marketing Directive (No. 2002/65/EC) apply to financial services supplied at a distance to consumers in the European Union. The Fund has determined that for the purposes only of meeting the Directive requirements, the Luxembourg Distance Marketing of Consumer Financial Services Law of 2006 shall apply to the establishment of relations with prospective and current Members entitled to the benefit of the Directive. The Fund is required to provide specified information to prospective and current Members. This specified information, which is provided in English, is contained in the Fund's Prospectus, Application Form and (for Members who elect to view their account online at www.orbis.com) the terms of use of Orbis' website. These services are not a type of financial service to which cancellation rights apply.

Other. This Report does not constitute a financial promotion, a recommendation, an offer to sell or a solicitation to buy shares or units of the Fund. Subscriptions are only valid if made on the basis of the current Prospectus of the Fund. Certain capitalised terms are defined in the Glossary section of the Fund's Prospectus, a copy of which is available upon request. Orbis Investment Management (B.V.I.) Limited is licensed to conduct investment business by the Bermuda Monetary Authority.



ORBIS INVESTMENT MANAGEMENT LIMITED • ORBIS HOUSE, 25 FRONT STREET, HAMILTON HM 11, BERMUDA.

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