

Fund Fact Sheet

at 30th September 2016

ALLAN GRAY AUSTRALIA EQUITY FUND (CLASS B UNITS)





THE FUND AND ITS BENCHMARK

The Fund looks to be fully invested in Australian equities. It aims to earn long-term returns that are higher than the S&P/ASX 300 Accumulation Index (Benchmark).

INVESTMENT APPROACH

The Fund's investment approach is to buy securities that offer long-term value, that are currently unpopular with the general investment community or are not well known. In these circumstances, Allan Gray is often early when making investments, which means that the Fund may experience some fluctuations or volatility. Allan Gray will not buy a security simply because it is in the Benchmark. Similarly, Allan Gray will buy significant positions in securities that are not in the Benchmark if they offer outstanding value, based on our bottom-up, fundamental valuation of the opportunity.

In implementing the Fund's strategy, Allan Gray adheres to detailed investment restrictions and limits, as set out in the Fund's Product Disclosure Statement and accompanying Information Booklet (together, the PDS).

The Fund will experience periods of underperformance in pursuit of its long term objective. Since the launch date, Class B units have outperformed the Benchmark.

THIS FUND MAY SUIT YOU IF YOU:

- Want exposure to an actively managed fund of Australian equities
- Want to diversify your portfolio. The Fund's contrarian approach is very different to most other funds' approaches so the holdings are different
- Can accept that there are risks with investing in equities and your investment may fall as well as rise
- Are comfortable setting aside \$500 per month for a savings plan, or investing an initial lump sum of \$10,000, and
- Can take a long-term view and remain invested for more than five years.

PERFORMANCE NET OF ALL FEES AND EXPENSES

	CLASS B	BENCHMARK	RELATIVE
ANNUALISED (%)			
Since Class launch	13.1	9.8	3.3
Latest 3 years	9.8	6.0	3.8
Latest year	33.7	13.5	20.2
NOT ANNUALISED (%)			
Calendar year to date	23.8	6.5	17.3
Latest 3 months	7.5	5.2	2.3
Latest month	0.2	0.5	(0.3)

VALUE OF AUD 100 INVESTED AT CLASS LAUNCH



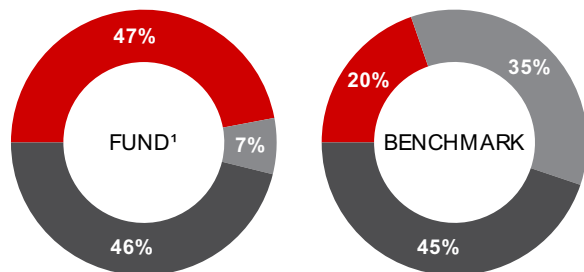
Past performance is not a reliable indicator of future results. You should consider the PDS before making any investment decision.



INCOME DISTRIBUTION FOR THE LAST 12 MONTHS

30 June 2016 – 3.5392 cents per unit

ASSET ALLOCATION



■ Materials & energy ■ Financials ■ The rest²

- The composition of the Fund has not changed significantly over the last month.
- Includes the following sectors: Consumer Discretionary, Consumer Staples, Health Care, Industrials, Information Technology, Real Estate, Telecommunication Services, Utilities and Net Current Assets.

KEY INFORMATION

Class size	AUD 50 million
Fund size	AUD 1.1 billion
Strategy size	AUD 4.3 billion
Class launch date	26 Oct 2012
Number of units on issue	34 million
Price (Net asset value)	AUD 1.4515
Buy/sell spread	+0.2% / -0.2%
Minimum	AUD 10,000 / AUD 500 per month
Dealing	Daily
Distribution frequency	Annual
Base fee	Nil
Performance fee	35%
APIR code	ETL0349AU
ISIN	AU60ETL03497

TOP 10 FUND HOLDINGS

COMPANY	% OF FUND
Woodside Petroleum	10.1
Alumina	9.3
Newcrest Mining	9.0
Origin Energy	8.2
Metcash	6.4
AusNet Services	3.8
National Australia Bank	3.6
Sims Metal Management	2.9
Southern Cross Media Group	2.8
WorleyParsons	2.8
TOTAL	58.9

CONTRIBUTION FROM ASX-LISTED SECURITIES RELATIVE TO THE BENCHMARK

TOP 5 - LATEST MONTH	% CONTRIBUTION
Alumina	0.8
Sigma Pharmaceuticals	0.4
Origin Energy	0.2
Downer EDI	0.2
Nanosonics	0.1

BOTTOM 5 - LATEST MONTH	% CONTRIBUTION
Metcash	(0.3)
APN News & Media	(0.2)
UGL	(0.2)
Sims Metal Management	(0.2)
AusNet Services	(0.2)

IF YOU HAVE ANY QUERIES PLEASE CONTACT CLIENT SERVICES



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NOTES ON PERFORMANCE

Returns shown are net of fees and assume reinvestment of distributions. Returns are annualised for periods of one year and over. Annualised returns show the average amount earned on an investment in the Class each year over the given time period. Actual investor performance may differ as a result of the investment date, the date of reinvestment of income distributions, and withholding tax applied to income distributions.

The highest and lowest returns earned during any calendar year since the public launch of the Class are shown below to demonstrate the variability of returns. The complete return history for the Class can be obtained by contacting our Client Services team.

	Class B Return %	Calendar Year
Highest annual return	21.1	2013
Lowest annual return	(4.7)	2015

MINIMUM DISCLOSURE DOCUMENT

If you are a South African investor, this Fund Fact Sheet is a Minimum Disclosure Document and general investor report for Class B units in the Fund, as required by the Collective Investment Schemes Control Act 2002 (South Africa). This MDD must be read together with the Fund's Product Disclosure Statement and accompanying Information Booklet.

NOTES ON KEY INFORMATION

The price (net asset value) is cum-distribution.

The performance fee for Class B is 35% of the Class' outperformance, in comparison to the Benchmark. It is only payable where the outperformance of Class B exceeds the high water mark, which represents the highest level of outperformance, since the launch of Class B.

The performance fee (if applicable) is calculated and accrued daily, and paid monthly. GST, net of RITC, is applicable to the performance fee. A schedule of fees and charges is available in the Fund's PDS.

The indirect cost ratio (ICR), also known as the total expense ratio (TER), is a measure of the actual expenses (including fees) incurred by the Class over a 12 month period. The expenses are expressed as a percentage of the average daily value of the Class during that period in order to determine the ICR. Class performance is shown after taking into account expenses included in the ICR. Expenses may vary and the current ICR should not be used as an indication of future ICRs.

Fees and expenses for the last 12 months (Class B)	%
Performance fee	3.05
Other expenses	0.00
Indirect cost ratio	3.05

ALLAN GRAY AUSTRALIA PTY LTD ABN 48 112 316 168 AFSL 298487

Allan Gray Australia Pty Limited is the appointed investment manager of the Allan Gray Australia Equity Fund ARSN 117 746 666. The Fund is offered by Equity Trustees Limited, ABN 46 004 031 298, AFSL 240975, as the Fund's responsible entity. Equity Trustees Limited has full responsibility for the Fund and may be contacted on +61 3 8632 5000.

General

Class B was available to investors from 22 October 2012. The Class Launch date refers to 26 October 2012 when the first application was processed. Investors should consider the Fund's PDS before making any investment decision. The PDS, daily unit prices and additional information about the Fund can be obtained free of charge by contacting Allan Gray or from www.allangray.com.au. Managed investment schemes are generally medium to long-term investments. They are traded at prevailing prices and the value of units may go down as well as up. There are risks with investing in the Fund and there is no guarantee of repayment of capital or return on your investment. Managed investment schemes may borrow and engage in securities lending. Past performance is not a reliable indicator of future results. Investors should always consider seeking professional financial advice. This document has been prepared without considering any person's financial circumstances, needs or objectives. It also does not constitute a recommendation, an offer to sell or a solicitation to buy units in the Fund. While Allan Gray has endeavoured to ensure the accuracy of this document, there is no guarantee that it is accurate or complete. Totals presented in this document may not sum due to rounding.

Notice to foreign persons

The Fund does not accept US persons as investors and is not marketed in the European Economic Area (EEA). Investors resident in the EEA can only invest in the Fund under certain circumstances as determined by, and in compliance with, applicable law. For South African purposes, the Fund is categorised as a regional equity (general portfolio).

Valuation and pricing times

The Fund's net asset value is calculated at 4.30pm (Sydney time) each business day, with prices determined the following day. Application and redemption requests must be received by 2pm (Sydney time) each business day to receive that day's price.