QUARTERLY INVESTOR COMMENTARY
30 JUNE 2010

CONTRARIUS GLOBAL EQUITY FUND

CONTRARIUS GLOBAL EQUITY FUND

The Fund aims to earn a higher Total Rate of Return than the average of the world's equity markets, as represented by the MSCI World Index, including income ("World Index"). It aims to achieve this without greater risk of loss, over the long term. The Fund is an actively managed fund, and as such does not in any way seek to replicate its benchmark index, but may instead differ materially from the performance benchmark in order to achieve its objective.

CONTRARIUS GLOBAL EQUITY FUND AT 30 JUNE 2010

Total Rate of Return in US dollars	Class	Since Inception on 1 Jan 2009	Since Inception on 1 Jan 2009	Latest 1 Year	2010 YTD	Latest Quarter
		% Annualised	*% Not Annualised*			
Contrarius Global Equity	**Investor**	**50.7**	**84.6**	**36.2**	**(5.1)**	**(11.4)**
Contrarius Global Equity	**Institutional**	**51.2**	**85.6**	**36.7**	**(4.9)**	**(11.3)**
World Index		11.2	17.2	10.2	(9.8)	(12.7)

The Fund returned a negative 11.4% for the quarter versus a negative 12.7% for the benchmark MSCI World Index, including income. Year-to-date the Fund has returned negative 5.1% versus a 9.8% decline of the benchmark. Investors are reminded that given the long-term, contrarian, valuation based investment philosophy there will be times when the Fund will materially underperform its benchmark in the short-term in order to achieve its objective of long-term outperformance.

During the quarter the Fund reduced its weighting in selected Consumer Discretionary stocks, many of which have risen substantially from their lows. We have typically been able to invest the proceeds in shares that we believe have similar expected returns but less cyclical earnings streams. While the Fund remains overweight Consumer Discretionary shares it is substantially less overweight than at the beginning of the quarter. In addition to its continued overweight position in Information Technology stocks, the Fund is now overweight Consumer Staples and Health Care stocks. The Fund remains very overweight North American equities and very underweight European equities. It perhaps bears repeating that the sector and geographic exposures are a result of bottom-up stock picking.

Sector	Weighting (%) Fund	Weighting (%) World Index [1]	Over/(Under) Weight
Energy	1	10	(9)
Materials	9	7	2
Industrials	3	11	(8)
Consumer Discretionary	21	10	11
Consumer Staples	15	11	5
Health Care	12	10	2
Financials	3	20	(18)
Information Technology	28	12	16
Telecommunication Services	6	4	1
Utilities	0	4	(4)
Total Shares	**98**	**100**	
Net Current Assets	2	-	
Total	**100**	**100**	

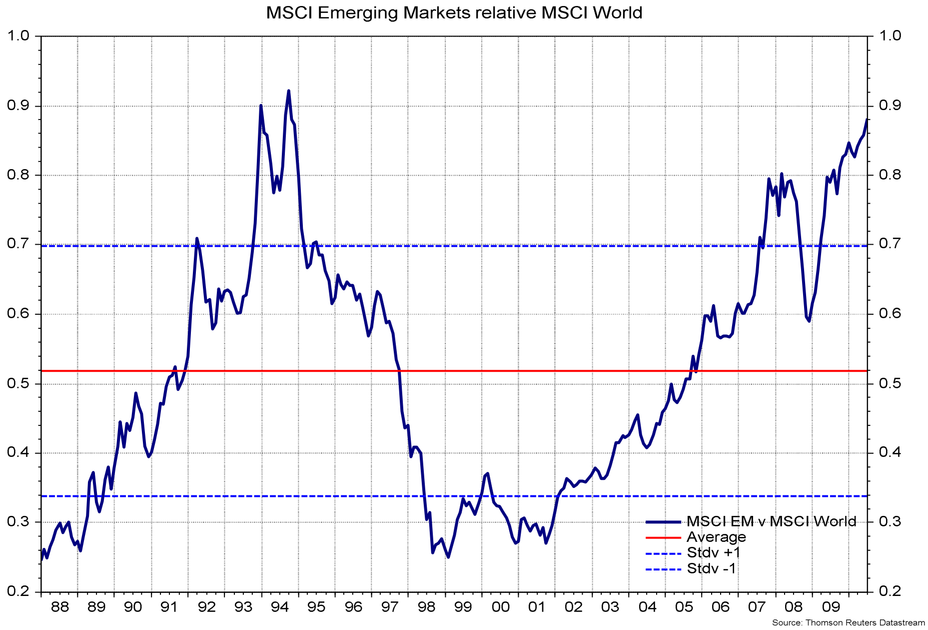
1. Source: MSCI (attention is drawn to MSCI disclaimer in 'Notices')

Geographic	Weighting (%) Fund	Weighting (%) World Index [1]	Over/(Under) Weight
North America	79	55	24
Europe	4	29	(25)
Japan	9	11	(2)
Other	6	6	0
Total Shares	**98**	**100**	
Net Current Assets	2	-	
Net Assets	**100**	**100**	

1. Source: MSCI (attention is drawn to MSCI disclaimer in 'Notices')

DEVELOPED VERSUS EMERGING MARKETS

While the Fund's benchmark is the MSCI World Index, consisting of 24 developed countries, the Fund does have the flexibility of investing in Emerging Markets. The current geographic exposure indicates that the Fund has negligible exposure to Emerging Markets (other than gold shares) with only 6% invested outside of North America, Europe and Japan. Where we do find shares in Emerging Markets that have attractive expected returns, they tend to have higher relative risk for similar or lower expected returns than opportunities in developed countries. The figure below, which illustrates the level of Emerging Markets relative to Developed Markets, would tend to support our cautious view on Emerging Markets in general.



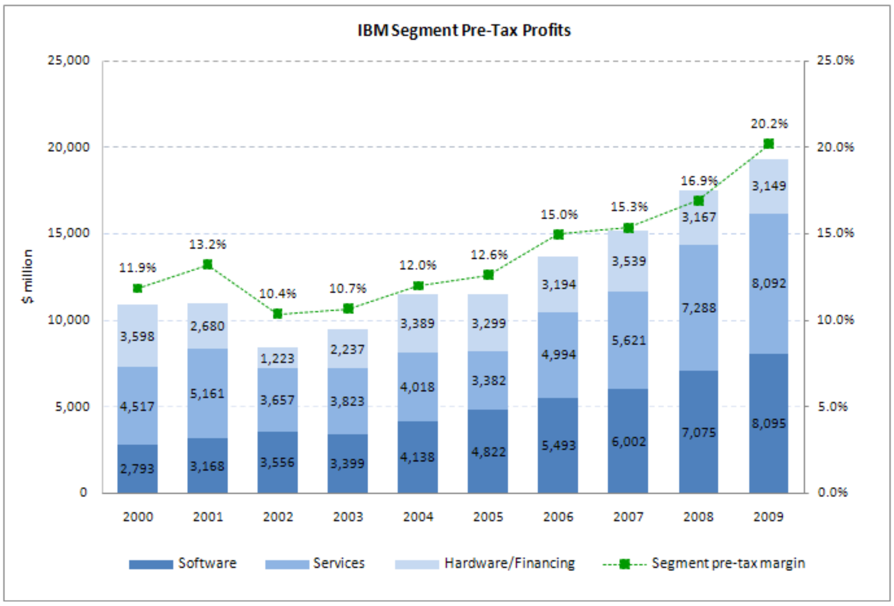
IBM

We have increasingly noticed that certain large US based companies, which previously did not make the threshold for meaningful inclusion in the Fund, started to appear more and more attractive relative to companies that are more cyclical and which had started to discount a recovery in the global economy. IBM is an example of one such company that we find very attractive and which now represents approximately 5% of the Fund.

After years of success, IBM lost its way in the late 1980's, following a string of poor decisions. However, under the leadership of Louis Gerstner, IBM cut costs, sold low margin commodity-like operations (personal computers, hard drives) and refocused on high margin services and software. IBM today is very different to the IBM of the 1980's and different even from just 10 years ago. The current management has continued to reshape the company into a specialised software and services company.

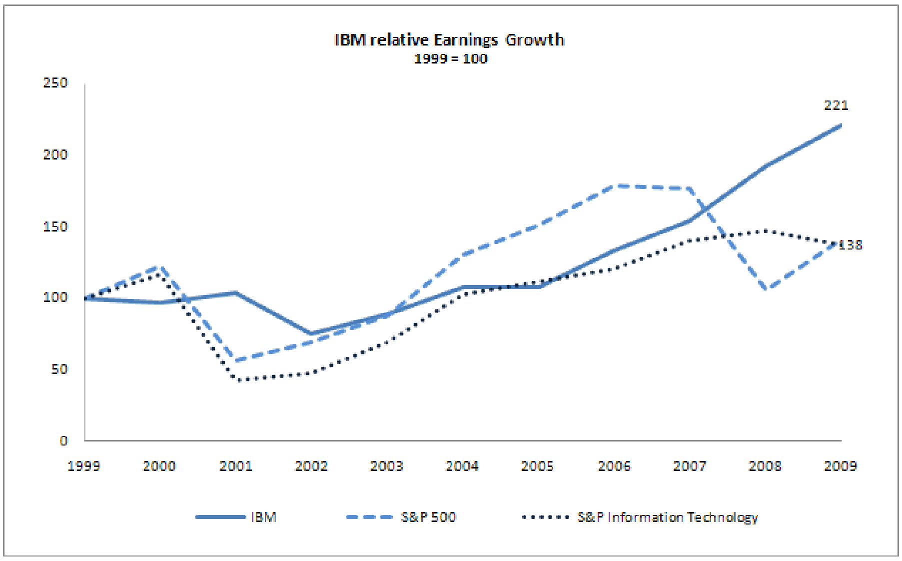
In its latest financial year Software and Services accounted for 83% of the company's segment pre-tax profit, up from 67% in 2000. Software itself has increased almost three times and now represents 42% of the total pre-tax profit. IBM is one of the global leaders in what is known as middleware: software that sits between the operating system and application software. Middleware enables users to integrate systems, processes and applications across a standard software platform. IBM middleware is designed in accordance with open standards, which allows the integration of disparate client applications that may have been built internally, or provided by packaged software vendors or system integrators. Approximately two-thirds of software revenue is annuity-based. These trends have resulted in a company with higher margins and less cyclical earnings.

The following figure illustrates the shift in the mix of IBM's profits over the last decade and the resultant increase in its margins.



Source: IBM and Contrarius Research

Management is shareholder orientated, focusing on growth in free cash flow and returning excess capital to shareholders. Since 2000 the annual adjusted free cash flow has almost doubled to $15.3bln (compared to a market cap of $158.2bln). The company has returned more than 70% of cumulative free cash-flow through dividends and share buy backs over the last decade. Over the same period earnings per share grew at 8.2% p.a. whereas the overall market, represented by the S&P 500 Composite index, grew its earnings by only 3.5% p.a.



Source: Thompson Reuters, Bloomberg and Contrarius Research

Trading on approximately 10 times historic free cash flow and 12 times earnings, we believe that IBM`s valuation is undemanding. We consider IBM to be a better than average company with good long-term growth prospects, yet it trades at a discount to the rating of the overall market. While IBM clearly faces tough competition and an ever changing technological environment, we believe it is in a strong position to deliver above average returns to shareholders from current prices. In the current environment we feel comfortable being invested in a large global company with a strong balance sheet, excellent free cash-flow generation, and shareholder focused management.

Conclusion

While cautious on the overall market given the many risks that exist, we believe that the disparity within the market remains high with significant opportunities for bottom-up stock-pickers like ourselves. We continue to find shares which we believe offer very attractive long-term expected returns in absolute terms and relative to the overall market.

Legal Entities. *Contrarius Investment Management Limited, a company incorporated in Jersey with registered number 100697, regulated by the Jersey Financial Services Commission, registration number FSB 1906. | Contrarius Investment Advisory Limited, a company incorporated in England with company number 6581705, regulated by the Financial Services Authority, registration number 448706.*

Permission to Access. *There are legal requirements in various countries which may restrict the information which Contrarius can lawfully provide. Accordingly, the information contained in this Report may be provided for residents of certain countries only. Persons who receive the Report or who have access to it should inform themselves about and observe any restrictions imposed in the jurisdiction in which this Report is accessed. Neither the Fund Shares nor the Fund itself have been registered under any United States securities legislation and, except in a transaction which does not violate such legislation or require the registration of the Fund, the Fund Shares are not being offered, directly or indirectly, in the United States of America or in any of its territories or possessions or areas subject to its jurisdiction or to citizens or persons thereof. Additionally, the Fund is not a recognised or authorised collective investment scheme for the purposes of the Financial Services and Markets Act 2000 of the United Kingdom (the "FS Act"). Accordingly, this communication is directed only at persons in the United Kingdom permitted under the FS Act (or the orders made thereunder) to receive it.*

Non-Solicitation*. This Report does not constitute an offer to sell, or a solicitation to buy shares of Contrarius Funds. Subscriptions are only valid if made on the basis of the current Prospectus of a Contrarius Fund. The Prospectus in turn does not constitute an offer or solicitation in any jurisdiction in which such an offer or solicitation is not authorised or to any person to whom it is unlawful to make such an offer or solicitation. No person may treat the information in the Prospectus as constituting an invitation to them unless, in the relevant jurisdiction, such an invitation could be lawfully made to them without compliance with any registration or any other legal requirements. By proceeding to access the Prospectus, Account Opening Form and Subscription Form for the Fund, users are representing and warranting that the law of the relevant jurisdiction allows them to access such information. Prospective investors are referred in particular to the full risk warnings that are set out in the Prospectus and the notice which states that the Fund Shares are not being offered, directly or indirectly, in the United States of America or in any of its territories or possessions or areas subject to its jurisdiction or to citizens or persons thereof.*

Use of Information. *This communication provides general information for the benefit of the present Investors in the Contrarius Global Equity Fund and the Contrarius Global Absolute Fund. It may not be complete and up to date for your purposes. It is not intended as financial advice or as an offer, solicitation or recommendation of securities or other financial products. Only investors with appropriate knowledge and experience to evaluate the applicable merits and risks should consider an investment in the instruments discussed herein. If in doubt, you should obtain independent financial advice that addresses your particular investment objectives, financial situation and needs before making investment decisions. The information and materials contained in this communication including all terms, conditions, and descriptions are subject to change.*

Risk Warnings*. Past performance is not indicative of future performance. Contrarius Fund share prices fluctuate and are not guaranteed. When making an investment in the Funds, an investor's capital is at risk. This warning is made in addition to the investment warnings and important notices set out in the Prospectus. Contrarius Global Equity Fund Limited (the "Fund") has been established in Jersey as an Expert Fund. An Expert Fund is suitable only for those who fall within the definition of an 'expert investor' (please refer to Prospectus) published by the Jersey Financial Services Commission in the Jersey Expert Fund Guide dated April 2008 (the "Expert Fund Guide"). In order to ensure that only qualifying investors access the Fund, the Fund has adopted initial investment limits that comply with paragraph (a) of the definition of "expert investor"' namely, "(a) an investor who makes a minimum initial investment or commitment of US$100,000 (or currency equivalent) in the Expert Fund whether through the initial offering or by subsequent acquisition". Notwithstanding the foregoing, the Fund is not obliged to issue Fund Shares to any person and reserves the right, in its absolute discretion, to refuse any application for Fund Shares.*

Confidentiality. *The recipient of the information contained in this communication undertakes not to disclose, without the prior consent of the Fund or the Manager (acting on behalf of the Fund), to any person or third party any confidential information, document and/or matter relating to or concerning the Fund, its investments, any Investors, the Manager, the Administrator, the Investment Advisor and/or their respective activities and business, unless disclosure is required by any law or regulation or by any competent authority or body or such confidential information is in the public domain (other than by my/our actions).*

Sources*. "MSCI" is a trademark of MSCI Inc. Neither MSCI nor any other party involved in or related to compiling, computing or creating the MSCI data makes any express or implied warranties or representations with respect to such data (or the results to be obtained by the use thereof), and all such parties hereby expressly disclaim all warranties of originality, accuracy, completeness, merchantability or fitness for a particular purpose with respect to any of such data. Without limiting any of the foregoing, in no event shall MSCI, any of its affiliates or any third party involved in or related to compiling, computing or creating the data have any liability for any direct, indirect, special, punitive, consequential or any other damages (including lost profits) even if notified of the possibility of such damages. No further distribution or dissemination of the MSCI data is permitted without MSCI's express written consent.*

No Warranty. *The information in this communication has been derived from sources believed to be accurate and reliable. Other than for information on Contrarius or its Funds, neither Contrarius, nor any other member of the Contrarius Group has independently verified any information in this communication. Furthermore, neither Contrarius nor any other member of the Contrarius Group gives any representation or warranty of reliability, completeness or accuracy of information. Information provided shall not constitute or form the basis of any contract. Contrarius expressly disclaims liability for any errors or omissions that may be contained in the Information.*

General Provisions. *The information provided is provided to the recipient in response to a specific and unsolicited request and is for the information purposes of the recipient only. Such information is not intended for, may not, without the express consent of Contrarius, be distributed to, and may not be relied upon by, any other person, including without limitation, any advisory or other client of the recipient. The information provided in this Report does not constitute and may not be construed as the provision of investment advice. Any investment or investment activity to which this communication relates is available only to such persons. Persons who are not permitted to receive this communication should not rely on it. It should be remembered that the price of Fund Shares and the income from them can go down as well as up and that investors may not receive, on redemption of their Fund Shares, the amount that they invested. Any views expressed reflect the current views of Contrarius and do not necessarily represent the view of any other members of the Contrarius Group. The views expressed may change without notice or liability.*

Contact. *Correspondence in relation to Contrarius Investment Management Limited's business can be addressed to Sir Walter Raleigh House, 48-50 Esplanade, St Helier, Jersey, JE1 4HH, Channel Islands or clientservice@contrarius.com.*