

Unit price: US\$29.07

Data as at 28th February 2005



March 2005

Siberian Investment Co.

A strong month for the Russian market led by RTS heavyweight Lukoil (30% of index weight). Conoco Phillips which owns 10% of the stock is looking to take that up 20%. The high oil price also drove dollar reserves to record levels, putting the focus on domestic orientated stocks like Sberbank. Despite rouble strength inflation remains an issue for the authorities; at over 10% and rising it is a cause for concern. The market remains cheap with excellent investment opportunities. This month's rally was partly attributed to the general buying access to the GEM asset class. For further gains the market needs to see delivery on the political issues: Gazprom, restructuring and reform. Yukos had its bankruptcy filing thrown out of the US courts. Gazprom rallied on the expectation of a resolution to Rosneft merger. There were conflicting signals from the Gazprom and Rosneft camps as to how this would happen. We expect in the coming weeks clarification on this issue which should be a major boost for investors. We trimmed our holding in Nizhnytagil Metal as it rallied on high expectations for the steel sector.

Top 10 Holdings

Company	% NAV	Company	% NAV
Rengaz	7.9	Novy Neft	5.4
Lukoil ADR	7.7	Nizhny Tagil Metal	5.2
Surgutneftegas ADR Pref	6.3	Orenburgneft Pref	5.2
Rosneft-Purneftegas	6.2	UES GDR	4.9
Sberbank	6.0	Transneft Pref	4.5
			59.3%

Siberian Investment Co. Performance

	LG Fund	RTS Index	Micropal Russian Universe
Last month	11.1	12.4	10.0
Last 3 months	13.3	14.1	11.3
Last 6 months	39.8	22.5	24.6
Year to date	16.1	16.7	14.1
Last 1 year	16.0	6.9	11.7
Last 2 years	137.9	88.3	113.9
Last 3 years	213.9	145.7	162.0
Last 4 years	553.3	339.9	391.6
Last 5 years	630.4	336.0	375.6
Last 6 years	837.7	904.0	938.2
Last 7 years	206.7	131.7	152.1
Since inception	190.7	117.1	152.1

Micropal Ranking in Russia closed & open-ended funds

	Last month	Last 3 months	Last 6 months	Last 1 year	Last 2 years	Last 3 years	Last 4 years	Last 5 years	Last 6 years	Last 7 years	Since Inception
Sibinco	21	17	3	8	10	5	3	2	14	5	4
No. of funds	38	38	38	37	34	30	29	27	21	14	11

Sector Breakdown

Sector	% NAV
Oil & Gas	46.7
Energy	20.7
Telecommunications	13.5
Metals	7.8
Banking	6.0
Shipping	2.3
Chemicals	3.0
Funds	0.3
Cash	-0.3
Total	100.0%

Financial data in US\$ as at 28th February 2005

Siberian Investment Co.

INVESTMENT OBJECTIVE

The principal investment objective of the Fund is to provide Shareholders with long-term capital appreciation through investment primarily in a diversified portfolio of traded securities of Russian companies whose principal business activities are in the regions of the Russian Federation located east of the Ural Mountains.

LLOYD GEORGE MANAGEMENT

Lloyd George Management is an independent company predominantly owned by its senior management team. We have additional shareholders in the United States, Germany and Japan. Established by Robert Lloyd George in 1991, Lloyd George Management provides investment management in Asian and emerging markets equities for both private clients and institutional investors. The company comprises a team of highly experienced fund managers each offering a specialised area of knowledge, the senior management team having an average of 16 years investment experience.



EDWARD ROBERTSON - FUND MANAGER

Prior to joining Lloyd George Management, Edward Robertson moved to Hong Kong in 1992, where he lived for five years working for the South China Morning Post and subsequently for Cazenove & Co. and Nava Standard Chartered Securities where he was responsible for Sales of South East Asian securities to institutional clients. In 1999, he joined Lloyd George Management where he runs the Siberian Fund and covers the EMEA region.

General information

The Siberian Investment Co. is an open-ended fund, registered in Ireland.

This is neither an offer to sell nor a solicitation of any offer to buy shares in any fund managed by us. Any offering is made only pursuant to the relevant information memorandum, together with the current financial statements of the relevant fund, if available, and the relevant subscription application, all of which must be read to their entirety. No offer to purchase shares will be made or accepted prior to receipt by the offeree of these documents and the completion of all appropriate documentation. The shares have not and will not be registered for sale, and there will be no public offering of the shares. No offer to sell (or solicitation of an offer to buy) will be made in any jurisdiction in which such offer or solicitation would be unlawful. Past performance of a fund is no guarantee as to its performance in the future.

Inception date:	February 1997
Open ended fund:	Since December 2003
Dealing day:	Monthly
Minimum subscription:	€250,000
Redemptions:	Monthly
Investment manager fee:	1.5%
Annual performance fee:	10% with 15% hurdle rate
Fund Size as at 28/02/2005:	US\$37.23 million

For further information, please contact:

Dominic Johnson
Marketing & Sales
Lloyd George Management (Europe) Ltd.
25 Grosvenor Street, London W1K 4QN

Tel: (44) 020 7495 8688 Fax: (44) 020 7495 8651
Email: info@uk.lloydgeorge.com

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