

Unit price: US\$59.83

Data as at 28th February 2006



March 2006

Siberian Investment Co.

Another strong month for the Russian equity market was driven predominately by domestic liquidity. Underperforming bluechips like Rostelcom and UES were the destinations for domestic inflows. We are cautious because of the speed with which the market has rallied this year. Although the economic fundamentals remain sound, a correction is due after this index overshoot. Gazprom which underperformed in February will remain defensive. Second-tier stocks rose across the board, especially those in the utility sector. Sibinco's hydropower assets performed well as did its position in the newly formed generating company OGC-3. Its investment in Novosibirsk Chemical Concentrates (Uranium enrichment production) also benefited from sector consolidation. Rosneft re-emphasised its commitment to its IPO this autumn. This will be a major event (\$15-\$20 billion) and we continue to hold our position in a subsidiary company Purneftegas. With high oil prices Russia continues to lead other emerging markets owing to abundant domestic liquidity and international inflows.

Sector Breakdown

Sector	% NAV
Oil & Gas	40.50
Energy	24.3
Telecommunications	8.1
Engineering	4.4
Metals	8.3
Banking	10.3
Shipping	1.0
Chemicals	2.0
Funds	0.1
Others	1.8
Cash	-0.8
Total	100.0%

Top 10 Holdings

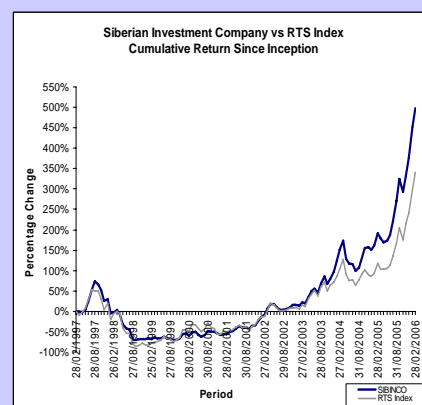
Company	% NAV
Sberbank Rossii Pref	9.3
Lukoil ADR	8.4
Transneft Pref	7.4
Novy Neft Ltd	6.4
Ufaneftekhimi	6.0
Renaissance Capital	5.7
Rao UES of Russia GDR	5.4
Surgutneftegas ADR Pref	5.0
Rosneft-Purneftegas	4.6
TNK BP Holding Pref	3.5
	52.6%

Siberian Investment Co. Performance

Micropal Russian Universe

	LG Fund	RTS Index	
Last month	8.4	10.4	6.6
Last 3 months	38.2	40.1	31.6
Last 6 months	61.5	64.8	51.9
Year to date	25.4	29.1	22.9
Last 1 year	105.8	102.9	80.9
Last 2 years	138.7	116.9	109.3
Last 3 years	389.6	282.1	303.5
Last 4 years	546.1	398.4	405.2
Last 5 years	1244.5	792.4	887.3
Last 6 years	1403.3	784.5	863.6
Last 7 years	1830.0	1936.9	1786.4
Last 8 years	531.1	370.0	306.9
Since inception	498.3	340.5	301.7

Since inception (February 1997) +498.3%



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	Last 8 years	Since Inception
Sibinco	13	8	8	6	5	5	5	5	4	5	2	2
No. of funds	31	31	31	30	26	24	22	22	21	15	9	8

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:	Every Tuesday
Minimum subscription:	€250,000
Redemptions:	Monthly
Investment manager fee:	1.5%
Annual performance fee:	10% with 15% hurdle rate
Fund Size as at 28/2/2006:	US\$85.24 million

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