

Unit price: US\$64.20

Data as at 28th April 2006



May 2006

Siberian Investment Co.

A very strong month for the Russian market driven by rising oil and metals prices. Blue chip companies outperformed their second tier rivals as liquidity moved back into the market. International tensions continue to drive the oil price higher, one of the biggest beneficiaries of this is Gazprom. Sberbank announced stellar 2005 IFRS accounts with bottom line profits rising 75%. Not only does this paint a very healthy sector picture but the company's cost control success also surprised on the upside. Rosneft announced the pre-IPO consolidation of its subsidiaries; not the positive event we had planned for. Consolidation terms while not disastrous were mean. The company still needs to convince investors ahead of its IPO. Gazprom and President Putin have been flexing their muscles recently. High oil prices mean leverage, especially over the Europeans where Gazprom is keen to expand. The company has recently been linked to UK gas supplier Centrica. The second tier standout company was Uralektromed, a copper smelter, part of the UGMK group.

Sector Breakdown

Sector	% NAV
Oil & Gas	42.2
Energy	22.1
Metals	11.7
Banking	8.9
Telecommunications	6.0
Engineering	4.5
Chemicals	2.0
Shipping	0.9
Consumer	0.9
Funds	0.3
Others	2.9
Cash	-2.4
Total	100.0%

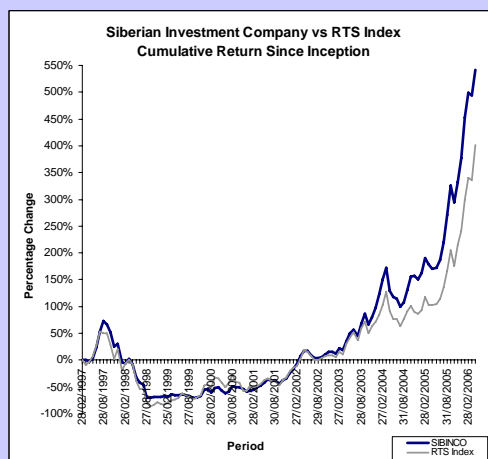
Top 10 Holdings

Company	% NAV
Surgutneftegas ADR Pref	7.1
Sberbank Rossii Pref	7.0
Novy Neft Ltd	6.8
Rengaz Holdings	6.2
Rao UES of Russia GDR	6.1
Lukoil ADR	5.8
Ufaneftekhim	4.1
Transneft Pref	3.2
Uralelectromed	3.0
Chelyab Tube-Roll	2.9
	52.2%

Siberian Investment Co. Performance

	LG Fund	RTS Index	Micropal Russian Universe
Last month	8.0	15.5	7.6
Last 3 months	16.3	25.9	17.3
Last 6 months	63.1	82.0	58.1
Year to date	34.6	47.2	35.2
Last 1 year	137.8	147.2	114.5
Last 2 years	181.0	162.6	140.5
Last 3 years	377.0	284.1	309.7
Last 4 years	445.9	322.9	381.8
Last 5 years	1122.9	807.9	1045.1
Last 6 years	1191.8	660.2	1109.8
Last 7 years	1788.2	1801.4	1670.3
Last 8 years	595.6	441.2	553.0
Last 9 years	555.1	416.0	516.5
Since inception	542.0	402.3	504.7

Since inception (February 1997) +542.0%



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	Last 9 years
Sibinco	20	22	17	6	6	7	5	5	3	5	2	2
No. of funds	35	35	35	34	30	27	25	24	23	17	13	9

Financial data in US\$ as at 28th April 2006

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 28/4/2006:	US\$91.19 million

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