

Unit price: US\$86.31

Data as at 30<sup>th</sup> November 2007



December 2007

## Siberian Investment Co.

November was a difficult month for both the Russian market and the fund, dropping 0.1% and 0.9% respectively. This was due mainly to continued fears about the credit crisis in the U.S. economy spilling over to the rest of the world and to investors' reluctance to take risks before the upcoming elections in Russia.

The telecommunications sector, however, performed relatively well, while the stock posting the highest returns to the fund was Nizhnekamskneftekhim (up 8.45%). The company is Russia's largest synthetic rubber manufacturer and reported profits up by 36% resulting from greater sales volumes coupled with rising market prices and an expanded product line. Mobile Telesystems also rose by 8.25% benefiting from increased consumption and higher ARPU levels.

In terms of changes to the fund, we added PIK, Russia's largest publicly traded real estate developer, while selling our positions in Krasfarma, Surgutneftegaz and Uralektromed.

In the longer term, we expect the Russian to be driven mostly by domestic growth, the infrastructure boom and liberalized gas prices. However, high capacity utilisation means further economic growth may come at the expense of increased inflationary pressure.

The fund will continue to focus on domestic growth including consumer, financials and real estate.

### Sector Breakdown

Sector	% NAV
Oil & Gas	25.5
Utilities	21.6
Telecommunications	12.6
Banking	8.2
Metals	8.1
Engineering	6.5
Chemicals	3.5
Funds	0.5
Others	10.6
Cash	2.9
<b>Total</b>	<b>100.0%</b>

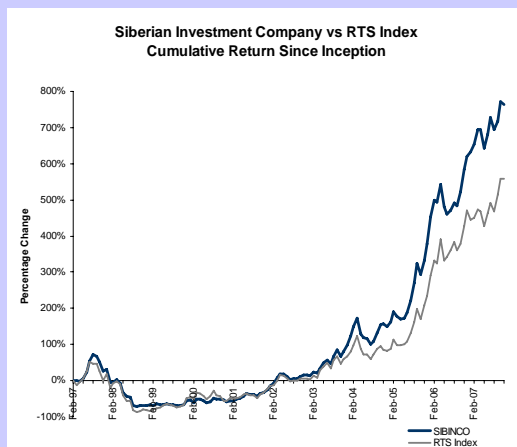
### Top 10 Holdings

Company	% NAV
Sberbank Rossii Pref	6.2
Rosneft OJSC	6.0
Ufaneftekhimi Rub	6.0
Dagestan Regional Generation	5.0
RAO UES of Russia GDR	5.0
Evrast Group SA	4.2
Gazprom ADR	4.2
Irkutskenergo Rub	4.0
JSC MMC Norilsk Nickel	3.9
Chelyab Tube-Roll	3.4
<b>Total</b>	<b>47.9%</b>

## Siberian Investment Co. Performance

	LG Fund	RTS Index	Micropal Russian Universe
Last month	-0.9	-0.1	-0.5
Last 3 months	8.5	15.6	15.4
Last 6 months	16.1	24.7	22.7
Year to date	20.0	15.5	23.1
Last 1 year	26.4	25.0	30.8
Last 2 years	99.3	114.0	104.9
Last 3 years	236.4	253.5	221.2
Last 4 years	381.4	311.0	314.4
Last 5 years	648.6	519.3	579.4
Last 6 years	1203.8	893.0	888.5
Last 7 years	1760.1	1279.4	1460.6
Last 8 years	2507.6	1803.4	1840.6
Last 9 years	2648.7	3001.9	2524.0
Last 10 years	587.2	552.9	507.1
Since inception	763.1	572.8	545.1

Since inception (February 1997) +763.1%



Micropal Ranking in Russia closed & open-ended funds

	Last month	Last 3 months	Last 6 months	Year to date	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	Last 10 years	Since Inception
Sibinco	21	28	24	18	19	19	8	3	7	2	5	3	5	3	2
No. of funds	29	29	28	29	29	29	27	22	21	19	19	15	14	9	7

Financial data in US\$ as at 30th November 2007

# 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 Switzerland. 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 over 20 years of investment experience.



### ROBERT LLOYD GEORGE - CO-FUND MANAGER

**Robert Lloyd George**, Chairman and CEO, was educated at Oxford University and began his investment career in London in 1974. After working in the Paris Stock Exchange and in banking in Brazil, he joined the Fiduciary Trust Company of New York to work on international investments for the UN Pension Fund. Robert was Managing Director of Indosuez Asia Investment Services in Hong Kong from 1984, before founding Lloyd George Management in 1991. He has published three books including 'The East West Pendulum'.

## 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.*

<b>Inception date:</b>	February 1997
<b>Open ended fund:</b>	Since December 2003
<b>Dealing day:</b>	Every Tuesday
<b>Minimum subscription:</b>	€250,000
<b>Redemptions:</b>	Monthly
<b>Investment manager fee:</b>	1.5%
<b>Annual performance fee:</b>	10% with 15% hurdle rate
<b>Fund Size as at 30/11/2007:</b>	US\$43.77 million

## For further information, please contact:

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