

# LLOYD GEORGE MANAGEMENT

Specialist Investors in Asia and Global Emerging Markets



## Fund Details

<b>Fund manager</b>	Irina Chistyakova
<b>Domicile</b>	Dublin
<b>Benchmark</b>	RTS Index
<b>Launch date</b>	6 February 1997
<b>Fund size</b>	US\$22.11m
<b>Price</b>	US\$74.34
<b>Min. initial investment</b>	EUR250,000
<b>Subsequent subscription</b>	NS
<b>Dealing day</b>	weekly on Tuesday
<b>Investment management fee</b>	1.5%
<b>Performance fee</b>	10% with 15% hurdle rate

## Fund Codes

<b>Sedol</b>	0040147
<b>ISIN</b>	IE0000401475
<b>Bloomberg Ticker</b>	SIBINCA ID

## Administrator / Custodian

### Northern Trust International Fund Administration Services (Ireland) Limited

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## Contact Details

### Lloyd George Management

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## Dealing Details

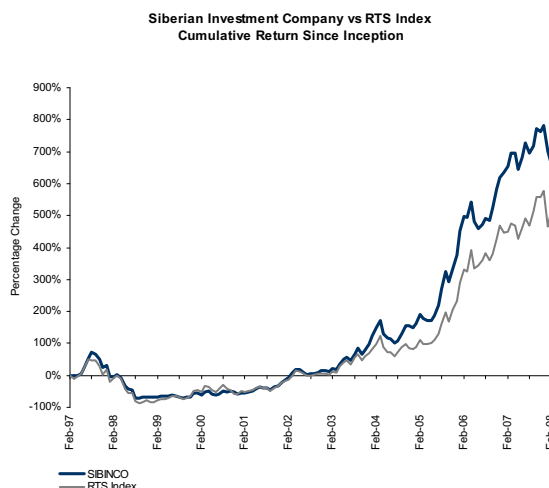
Dealing instructions need to be received not later than 5:00pm two Business Day prior to the Dealing Day.

NAV information of this fund and other LG funds can be found on Reuters, page LGMHA and Bloomberg, page LGMX. Funds are dealt on a forward pricing basis and the published information is for indication only.

## Investment Objective

The principle 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.

## Performance Since Launch



\*Performance data of The Siberian Investment Company Plc are in US\$ terms and net of investment management fee and performance fee. The fund performance figures include dividend/income reinvestment and the benchmark is a price return index that does not include reinvestment of dividend/income. Investors should be aware that past performance should not be considered a guide to future performance.

## Performance Overview (%)

	Fund	Benchmark
<b>Since Inception</b>	643.4	543.2
Last mth	3.2	3.3
Last 3 mths	-7.2	11.3
Last 6 mths	-14.7	-4.5
YTD	-15.6	-7.3
CY 2007	-6.4	10.8
CY 2006	15.8	28.1
CY 2005	175.3	216.6
CY 2004	225.3	236.3
CY 2003	452.3	392.0
CY 2002	532.1	441.7
CY 2001	1316.0	1062.8
CY 2000	1395.8	873.7

## Top Ten Holdings

Company	Sector	% NAV
Ufaneftkhim Rub	Oil & Gas	7.9
Gazprom ADR	Oil & Gas	6.1
GAZ	Engineering	5.2
Sberbank Rossii	Financials	5.0
Rosneft OJSC	Oil & Gas	4.1
Evrax Group SA	Materials	4.0
Mobile Telesystems	Telecom.	3.9
Comstar United Tel	Telecom.	3.8
Avtovaz	Consumer Discret.	3.8
Norilsk Nickel	Materials	3.8
<b>Total</b>		<b>47.6</b>
<b>No. of Holdings</b>		<b>29</b>

## Market Cap (US\$bn)

	Fund	Benchmark
< 1 bn	6.3%	0.5%
1-5 bn	50.5%	7.9%
> 5 bn	43.2%	91.5%
Weighted average (US\$bn)	37.5	106.7

## Risk Statistics

	Since inception
Alpha	0.59
Ann. volatility (fund)	35.75
Ann. volatility (benchmark)	48.75
Sharpe ratio	0.45
Tracking error (ex post)	27.86
Information ratio	0.06

\*Please note that for periods of less than three years, data may not be statistically significant.

Source: Lloyd George Management. All data as at last business day of the previous month (30.04.2008) unless otherwise stated. The price of units of the Fund and the income from them may fluctuate and is not guaranteed. All performance is calculated on a NAV to NAV basis. Past performance is not indicative of future performance. This factsheet is for information purposes only and is based on sources believed to be reliable. It should not be construed as an invitation to purchase or sell shares of the Fund. This information is for sole use of intended recipients and must not be copied or the information disseminated in whole or part to third parties without the written consent of the issuer. LGM accepts no liability for any loss or damage caused by reliance on or use of the information in this factsheet. Benchmark data source: RTS Index.



## Investment Approach

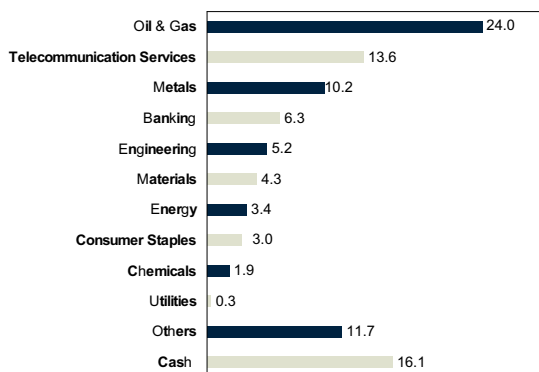
Lloyd George Management is an active manager and our investment approach emphasises bottom up stock selection, which we believe is our major opportunity to add value. We seek inefficiencies in the valuation of companies aim to invest in well managed, high quality, sustainable growth companies with strong capital management. This may include value or cyclical companies that are restructuring to follow a more sustainable growth path. Our intensive company research gives us the conviction of view to focus on the long term; to identify attractive investment opportunities independently of market indices and to invest across the market cap spectrum.

## About Lloyd George Management

Lloyd George Management is an Asian and global emerging market specialist, established in 1991, with investment management as our sole activity. We now have assets under management of US \$13.3bn, and a team of 30 investment professionals, based in our offices in Hong Kong, Singapore, Mumbai, Tokyo, Oman, London and Florida. The focus of our investment is on active equity management and we are primarily stock driven investors. The majority of our assets are in long only mandates, although we do have two long short funds.

We manage a wide variety of mandates including Asia Pacific, Asia ex Japan, Developed Asia and Global Emerging Markets. In addition we have considerable experience in managing more specialist mandates including Greater China, India, Asian Natural Resources and Asian Small cap. For example, we have been managing Greater China mandates since 1993. Our client base is primarily institutional, although we deliver our services through both Funds and, for larger mandates, separate accounts. Lloyd George Management is a private company, majority owned by our executives, including our founder and Chief Executive, Robert Lloyd George.

## Sector Breakdown



## Fund Manager's Commentary

### Fund Performance

Excess fears of a global credit crunch in March gave way to equity gains in April 2008, with the RTS rising by 3.3% and the Fund up 3.2%. The best performing sectors were consumer staples and materials, gaining 14.6% and 8.6% respectively, we benefited from having overweight positions in these sectors. Among the outperforming stocks was Evraz (+21.4%), Russia's largest producer of long steel that continued to benefit from skyrocketing steel prices and accelerating domestic demand from the construction industry. The Fund also benefited from its overweight positions in Mechel, Russia's coal and steel producer (+ 24.1%), Silvinit (+ 16.7%), Wimm-Bill-Dann (+20.1%) and X5 Retail (+23.9%).

### Key Changes to the Portfolio

With respect to investment changes, following our strategy to increase exposure to the consumer sector, we initiated positions in X5 Retail (largest food retailer) and Wimm-Bill-Dann (dairy producer). We also increased our positions in Polymetal (gold and silver miner), Chelyabinsk Zinc, Mechel, LSR (buildings materials) and AFI (real estate developer). The Fund reduced its positions in Evraz, Norilsk Nickel, GAZ, Ursa Bank and Avtovaz on valuation grounds, and liquidated its holdings in Hydro OGC, UES and Cat Oil due to deteriorating company specific fundamentals.

### Current Market Outlook

We maintain our positive outlook on the Russian market specifically due to its strong macroeconomic backdrops coupled with attractive valuations and solid domestic growth prospects. Moreover, April witnessed some positive fundamental drivers for the market, with the price of oil rising 15%, commodity stocks staging a major rally, plans for the transfer of power continuing to progress smoothly, and Mr. Putin accepting the role as head of the United Russia party and the post of Prime Minister in the new government to be formed in May. Going forward, the Fund will maintain its strategy of achieving long-term capital appreciation through a selection of stocks with attractive valuations, sustainable earnings growth and underleveraged balance sheets. The Fund would also seek to further increase its exposure to sectors with specific catalysts, such as consumer, steel and oil and gas stocks.

## Risk warning

- Investment involves risk. Share prices may fall as well as rise.
- Funds invested in emerging markets and in smaller companies may involve a higher degree of risk.
- Exchange rates and currency fluctuations may affect the value of an investment.
- Investment in LGM Funds maybe unlawful in some jurisdictions.
- This fact sheet is for general information only. Reference should be made to the Fund's offering documents for full details of the risks involved.