

Portfolio – Some Recent Developments

OSG

- OSG's top line grew 30.6% YoY in Apr-Nov 2012 and was 2.5% above budgeted revenues in local currencies. November YTD revenue (the first 8 months of OSG's fiscal year) grew 23% in £15.0 million. EBITDA for the period grew to £2.4 million from £1.4 million for the same period in 2011.
- During December 2012 OSG Russia borrowed RUR 50 million (c. £1 million) to finance investment into new racking for Novosibirsk and partially for Moscow and St-Petersburg.

Superstroy

- Sales in November grew 6% YoY, gross margin grew 3% versus last year and reached 29.8% while the EBITDA margin was lower at 3.9% versus 4.6% in November last year. YTD November Superstroy showed EBITDA of RUR371 million vs RUR108 million.

Unistream

- November 2012 volume was RUR14.3 billion up 14% YoY while November 2012 income grew at 5% YoY to RUR109.8 million. Volumes YTD November were RUR139 billion up from RUR 124 billion for the same period in 2011.

Flex Bank

- Flex Bank issued 3,505 credit cards in 2012. Due to higher average balances per card, balances outstanding as of year-end were 55% better than budgeted reaching RUR 589 million. The growth in the credit card book was financed primarily by retail deposits.

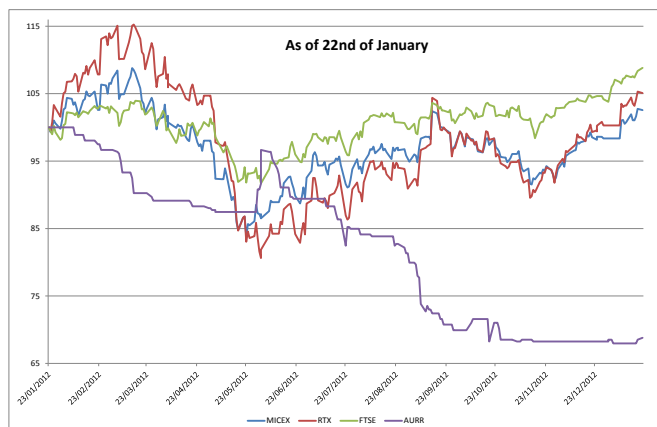
Economic and Financial News

- A study by PWC reported that Russia will become Europe's biggest economy by 2030 and that its GDP would expand fivefold by 2050.
- Prime Minister Dmitry Medvedev called for more steps to improve the business climate and loosen state control of the economy, amongst fears that the drive towards privatisations and the opening up of the economy were faltering. He said that "the government's main aim is to reach steady economic growth of at least 5%, and achieve stable growth of Russian citizens' wellbeing."

Private Equity and Business News

- The Moscow stock exchange announced plans to list on its own platform, with a \$4.2 - \$6.5 billion valuation guide. The exchange's largest shareholder is Russia's central bank, which will retain its almost quarter share. Other shareholders are mainly banks and brokers including Sberbank with 10%, Unicredit, VTB, Gazprombank, U.S. PE fund Cartesian Capital and the Russian state-backed private equity fund.

AURR v Market Indices (rebased to 100)



Source: Datastream

Foreign exchange movements

As of 22nd of January	Price	1 Week % Change	1 Month % Change	3 Months % Change
RUR/US\$	30.29	0.1%	0.3%	0.3%
RUR/€	40.36	-0.3%	0.1%	0.1%
RUR/£	48.09	-1.5%	0.5%	0.5%

Source: Bank of Russia

ABOUT US

Aurora Russia Limited

Aurora Russia Limited is a Guernsey registered investment company listed on the AIM market of the London Stock Exchange. It was established to acquire interests in small and mid-sized private companies in Russia which are focused on the financial, business and consumer services sectors where there is a potential for growth together with viable exit opportunities.

Value Creation

The Company provides its investors with exposure to high growth companies in Russia. Our aim is to substantially increase the value of our investments for trade sale or stock market listing. Aurora Russia's investment advisors have a proven track record in selling companies to trade buyers and in taking companies to IPO as well as providing hands-on operational support that delivers significant step changes in performance and value creation.

Exposure to Listed Company Investors

Aurora Russia Limited was the first listed private equity company focusing on this market, and as such investee companies benefit from being followed by listed company investors in London, which is a good first stage in an IPO process. Aurora Russia and its investment advisor are in active discussions with market participants about potential IPOs from its portfolio.

Managed by Aurora Investment Advisors

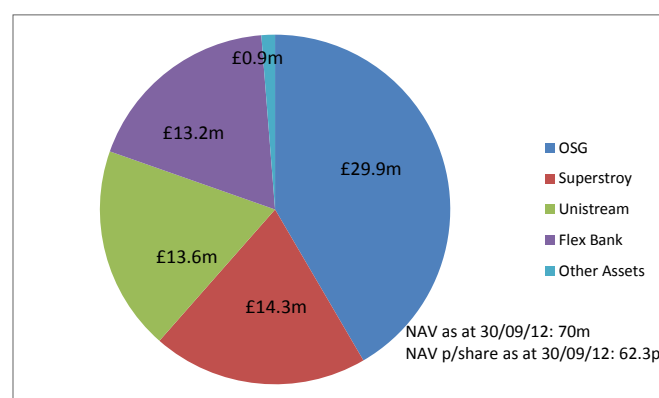
Aurora Russia Limited is managed by Aurora Investment Advisors Limited in Guernsey, providing face-to-face contact with its investor base as well as being in a position to manage and exit a portfolio of dynamic Russian companies.

REALISATION STRATEGY

Aurora Russia is committed to a clear exit strategy for its investments and focused on realising value from what is a mature portfolio. Three investments are considered to be potential IPO candidates and this option is being actively pursued, alongside a potential trade sale of each.

An exit strategy has been put in place for each investment, with a goal of realising the current NAV from the portfolio.

NAV BREAKDOWN AS AT 30 SEPTEMBER 2012



KEY PORTFOLIO INVESTMENTS

OSG is Russia's leading document and data management company with 44 warehouse facilities in 7 countries.

Superstroy is the leading DIY retailer in the Urals Region of Russia with 45 stores and ranks among the top 10 largest DIY retailers based on turnover.

Unistream is a leading Russian money transfer company with almost 16% of the Russia outbound money transfer market.

Flex Bank is a retail bank which distributes credit cards through the internet, funded by customer deposits.