

Portfolio – Some Recent Developments

OSG

- The successful sale of OSG Records Management to Elbrus Capital, previously announced on 22 February, closed in March.

Superstroy

- Sales grew from RUR607 million in January 2012 to RUR620 million in January 2013, a disappointing 2% YoY growth. Superstroy's management have indicated that the slow growth in January which carried over to February was industry wide in Russia with no obvious reason as other sectors did not suffer the same lacklustre growth. Gross margin however grew by a strong 22% versus last year reaching 36.4%, while EBITDA margin was at 3.3% versus -1.8% in January last year.

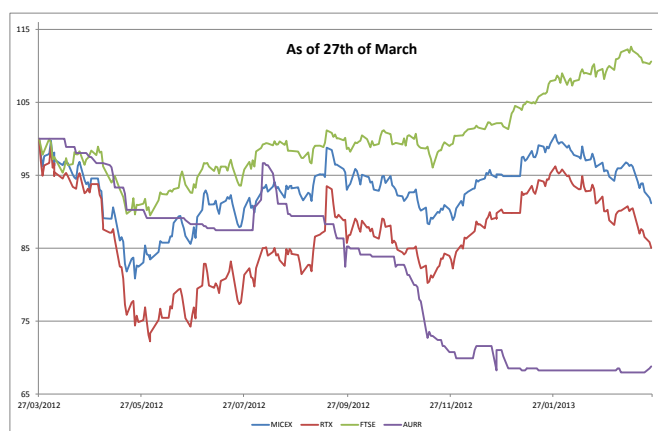
Unistream

- Volumes grew from RUR8.0b in January 2012 to RUR9.4b in January 2013 equating to 18% growth YoY. Total commissions were up for the same period from RUR135.5m to RUR147.6m a 9% increase with operating income up from RUR68.7m to RUR72.7m a 6% increase YoY. In February growth continued with volumes up by 11% YoY at RUR11b.

Flex Bank

- Total credit card balances outstanding at the end of January were approximately RUR600m with deposits with the bank RUR550m. In February this grew to RUR620m and RUR575m respectively and by the end of March the outstanding credit card book reached RUR645m and total deposits RUR572m. Management believes that Flexinvest Bank will reach breakeven in August 2013.
- As of 1 March 2013, Flex Bank had a total of £4.1m in cash. This amount consists of £0.8m of cash in the vault, £0.9m in current accounts with banks and £2.4m on 30 days in interbank deposits.

AURR v Market Indices (rebased to 100)



Source: Thomson Reuters

Economic and Financial News

- The growth of Russia's economy slowed in February as exports declined, according to the Deputy Economy Minister. GDP rose 0.1 % YoY in February, down from 1.6 % in January
- China's new leader Xi Jinping and Russian President Vladimir Putin hosted the signing of several energy and other economic deals as they sought to further tighten the two countries' close partnership. The Chinese leader was on his first foreign trip as president and hailed "breakthrough agreements" to increase oil supplies to China.

Private Equity and Business News

- In a further sign of tightening Russia-China relations, China's sovereign wealth fund China Investment Corp signed a memorandum with Russia to boost cooperation in infrastructure projects in Siberia. Investments will focus on large infrastructure and logistics projects, projects in the natural resources sector and leading manufacturing and services companies.
- Russian property company O1 Properties bought White Square office complex in Moscow, for \$1bn, in Russia's largest ever office deal. The White Square site was sold by a consortium of Russia's VTB Capital, U.S. PE company TPG Holdings and developer AIG/Lincoln.

Foreign exchange movements

As of 27th of March	Price	1 Week % Change	1 Month % Change	3 Months % Change
RUR/US\$	30.87	0.2%	0.9%	0.8%
RUR/€	40.36	-0.1%	-0.2%	-1.3%
RUR/£	48.09	0.9%	1.1%	-4.9%

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

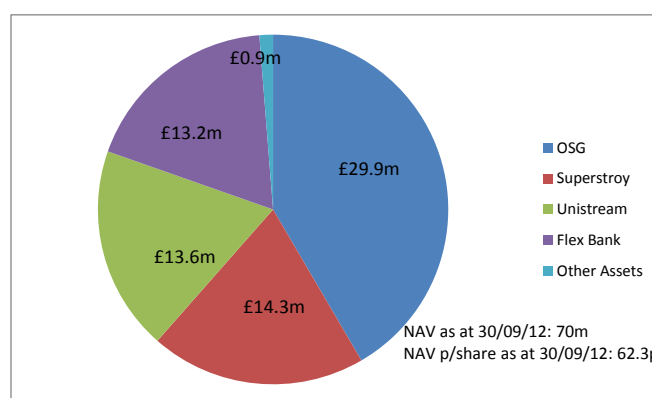
Aurora Russia Limited is managed by Aurora Investment Advisors Limited in Guernsey, providing face-to-face contact with its investor base as well as being in a position to manage and exit a portfolio of dynamic Russian companies.

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

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.