

**ANALYSIS OF HOLDINGS  
AT 30 NOVEMBER 2007**

Sector summary	No. of companies	% of portfolio
Media	2	21.2
Housing & Construction	5	14.8
Textiles	3	14.5
Financial Services	4	14.0
IT	4	8.5
Transport	2	7.0
Electrical & Lighting	1	6.2
Engineering / Manufacturing	4	4.4
Others	3	6.5
<b>Total investments</b>	<b>28</b>	<b>97.1</b>
Cash		2.9
<b>Total Portfolio</b>		<b>100.0</b>

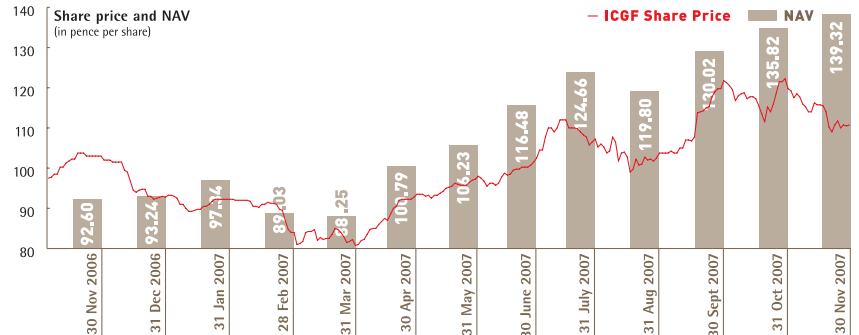
**TOP 10 HOLDINGS  
AT 30 NOVEMBER 2007**

Holding	Sector	% of portfolio
S Kumars Nationwide	Textiles	11.0
IOL Broadband	Media	10.8
Prime Focus	Media	10.4
Asian Electronics	Electricals & Lighting	6.2
Prime Securities	Financial Services	5.2
Arihant Foundations and Housing	Housing & Construction	5.1
Logix Microsystems	IT	4.8
Gruh Finance	Financial Services	3.9
SpiceJet	Transportation	3.5
Varun Shipping	Transportation	3.5

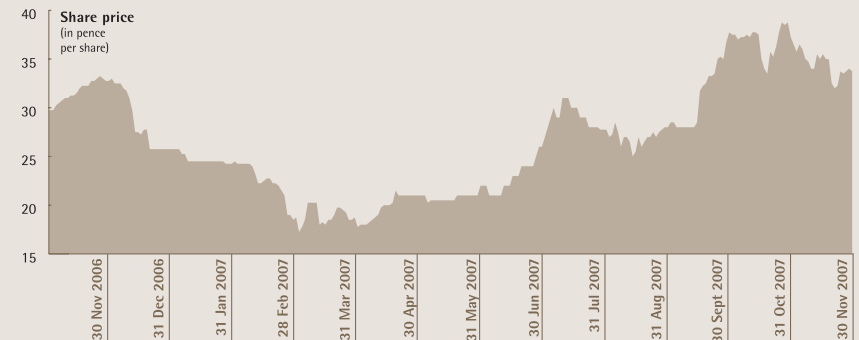
**SHARE PRICE AND NAV AS AT 30 NOVEMBER 2007**

Ordinary Shares				Warrants	
Ticker	Share price (p)	NAV per share (undiluted) (p)	NAV per share (diluted) (p)	Ticker	Warrant price (p)
IGC	110.75	139.32	132.77	IGCW	33.75

**SHARE PRICE AND NAV PERFORMANCE**



**WARRANTS**



**PROGRESS UPDATE**

Undiluted NAV increased by a net 2.6% during the month, giving a cumulative increase for the year to date of 49.4%.

The Indian market's performance this month has been range bound for large caps compared to the upward trend seen last month, with FILs having been net sellers (US\$1.5bn). However, the mid and small cap indices moved up strongly in November and gained 5.1% and 7.4% respectively.

Inflation, based on the wholesale price index

(WPI), declined to 3.21% for the week ended 17 November 2007. GDP growth rate for Q2 ended 30 September 2007 was 8.9% compared to 9.3% for the quarter ended 30 June 2007.

In view of the strength in the mid and small cap markets, the Company decided to realise some gains by top slicing from certain holdings. The resultant cash has been invested in new opportunities. As at 30 November 2007, the Company was 97.1% invested, with 2.9% in cash.



## THE FUND

The India Capital Growth Fund is a closed ended, Guernsey registered, AIM listed fund established in December 2005, with the objective of generating long-term capital appreciation by investing in small and medium sized companies based in India, both listed and unlisted. The shares are denominated in Pounds Sterling.

## ADDITIONAL INFORMATION

Further information can be found on the Company's website at: [www.indiacapitalgrowth.com](http://www.indiacapitalgrowth.com)

## INVESTMENT OBJECTIVES

The Company's investment objective is to provide long term capital appreciation by investing predominantly in listed small to mid-cap companies with a smaller proportion in unlisted companies. Investment may also be made in large-cap listed Indian companies where the Fund Manager believes long-term capital appreciation will be achieved.

Investment evaluation and selection is based on a bottom-up approach where opportunities are evaluated on a case by case basis. The Fund Manager follows an absolute return focus to investing rather than 'relative-performance' stock picking. The Company may hold liquid assets (including cash) pending deployment in suitable investments. It is the Company's declared policy not to hedge the exposure to the Indian Rupee.

## BASIC DATA

Launch date	22nd December, 2005
Listing	Alternative Investment Market, LSE
Domicile	Guernsey
NAV publication	Monthly

## CAPITAL STRUCTURE

Ordinary shares in issue	75,000,000
Warrants outstanding	15,000,000
Warrant exercise price	100p
Warrant exercise period	Post publication of annual accounts 2009-2011

## BOARD

Micky Ingall (Chairman)
Jamie Cayzer-Colvin
Ashok Dayal
Robin Nicholson
Andrew Maiden

## MANAGER AND FEES

<b>India Investment Partners Limited</b>	30 Buckingham Gate, London SW1E 6NN Tel: +44 207 802 8902 Fax: +44 207 802 8909
<b>Annual Management fee</b>	1.5% of AUM
<b>Performance fee</b>	20% of increase in NAV in excess of 10% compound annual growth in sterling, paid semi-annually and subject to a High Water mark

## OTHER ADVISERS

<b>Registrar</b>	Capita IRG (CI) Limited 2nd Floor, No 1 Le Truchot, St Peter Port, Guernsey GY1 4AE
<b>Administrator</b>	Northern Trust International Fund Administration Services (Guernsey) Limited Trafalgar Court, Les Banques, St Peter Port, Guernsey GY1 3QL
<b>NOMAD</b>	Arbuthnot Securities Limited 20 Ropemaker Street, London EC2Y 9AR
<b>CREST Agent</b>	Capita Registrars 34 Beckenham Road, Kent BR3 4TU