

PORTFOLIO BREAK DOWN BY SIZE AT 31 OCTOBER 2009

	No. of companies	% of portfolio
Small Cap	15	60.8
Mid Cap	2	18.1
Unlisted	2	7.0
Cash/Cash Equivalent		14.1
Total	19	100.0

ANALYSIS OF HOLDINGS BY SECTOR AT 31 OCTOBER 2009

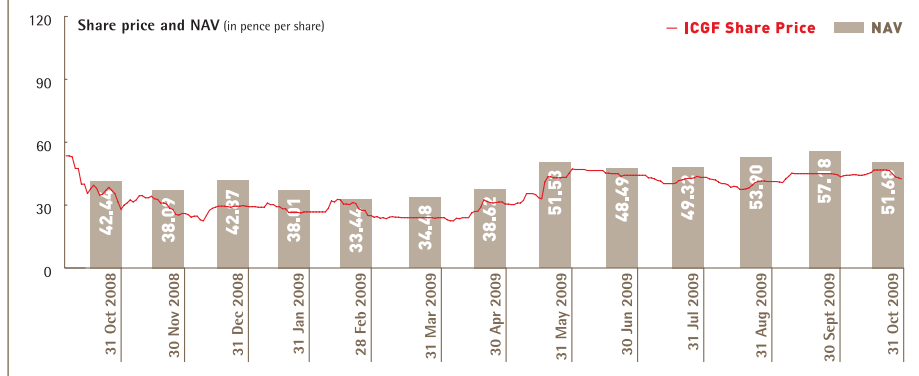
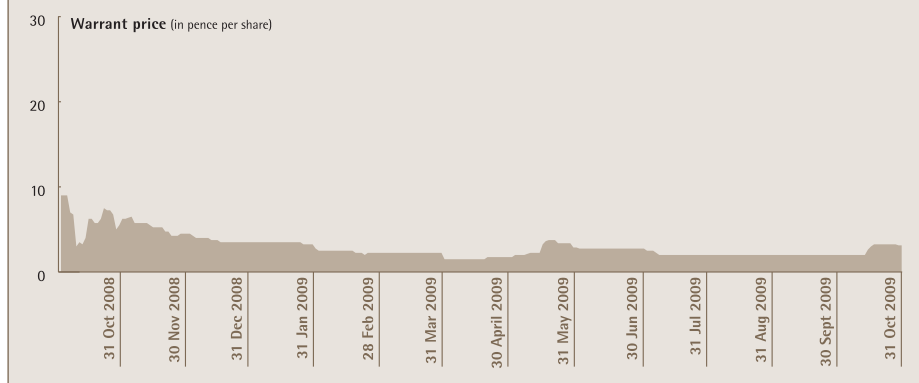
Sector summary	No. of companies	% of portfolio
Textiles	2	16.1
Financial Services	3	15.6
Transport	2	12.3
Media	2	8.4
Process Controls	1	8.2
Pharmaceuticals services and packaging	1	6.7
Housing Et Construction	2	5.8
Engineering / Manufacturing	1	4.5
IT	3	4.0
Hotels	1	3.2
Others	1	1.1
Total Investment	19	85.9
Net Cash/Cash equivalent		14.1
Total Portfolio		100.0

TOP 10 EQUITY HOLDINGS AT 31 OCTOBER 2009

Holding	Sector	% of portfolio
S. Kumars Nationwide	Textiles	13.3
ICSA India	Process Controls	8.2
Varun Shipping Co	Shipping	7.0
Marwadi Shares and Finance	Financial Services	7.0
Bilcare	Pharmaceuticals services and packaging	6.7
Prime Focus	Media	6.6
Spicejet	Airlines	5.3
Bank Of Rajasthan	Banks	4.9
Hindustan Dorr-Oliver	Engineering / Manufacturing	4.5
Prime Securities	Financial Services	3.7

SHARE PRICE AND NAV AS AT 31 OCTOBER 2009

Ordinary Shares				Warrants	
Ticker	Share price (p)	NAV per share (undiluted) (p)	NAV per share (diluted) (p)	Ticker	Warrant price (p)
IGC	42.50	51.68	51.68	IGCW	3.13

SHARE PRICE AND NAV PERFORMANCE

WARRANTS

PROGRESS UPDATE

Indian stock markets fell sharply in the month of October with the BSE Sensex index of large cap companies falling by 7.2% and the BSE Small Cap index by 7.0%. FILs however purchased a net USD 1.9bn of Indian equities, although there was selling at the end of the month which has continued during the first few days of November. The Company's NAV was down 9.6% in the month, with the Rupee depreciating by 1.6% against Sterling.

The Reserve Bank of India's (RBI's) monetary policy announced during the month indicated an end to stimulus measures and also increased its wholesale inflation forecast from

5% to 6.5% for March 2010.

The Company is maintaining its strategy to use present price levels to sell down from some investments while continuing to analyse new opportunities. At 31 October, cash and cash equivalents were 14.1% of the portfolio. Unlisted investments, the value of which has been left unchanged since February 2009, accounted for a further 7.0% of the portfolio.

Information on the principal investee companies, updated monthly, is contained in the Presentation on the Company's web site (www.indiacapitalgrowth.com).



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

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	75,000,063
Warrants outstanding	14,999,937
Warrant exercise price	100p
Warrant exercise period	23 April 2009 to 21 May 2009, and subsequently post publication of the annual accounts in 2010 and 2011

BOARD

Fred Carr (Chairman)
Robin Nicholson
Jamie Cayzer-Colvin
Ashok Dayal
Andrew Maiden

MANAGER AND FEES

India Investment Partners Limited	30 Buckingham Gate, London SW1E 6NN Tel: +44 207 802 8902 Fax: +44 207 802 8909
Annual Management fee	1.5% of AUM
Performance fee	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

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