



Moving junior miners from exploration to production

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CIO

**Scipion Mining & Resource
Fund**

SCIPION CAPITAL LIMITED



Scipion Mining & Resources Fund

Moving Junior Miners from Exploration to Production

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Investment Opportunity

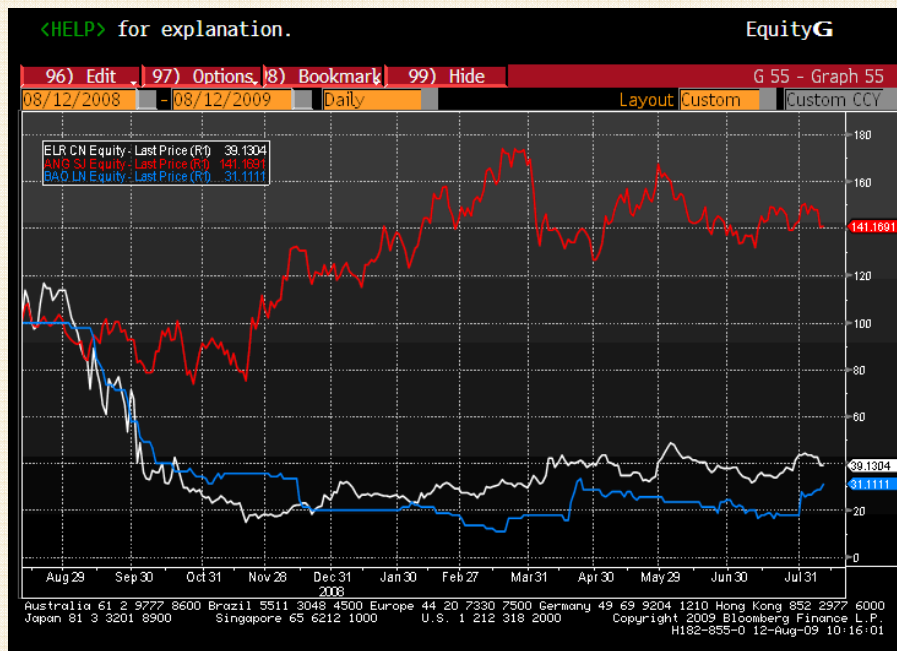
- Junior mining sector fell 75% in 2008
- Strong commodity prices
- Those companies that have secured financing to go into production have seen their share prices recover significantly
- Investors have two sources of returns, a coupon on the debt and an equity return via the equity stake, warrants and / or convertible debt

Case Study



Major vs Junior

Red secured funding...



ANG SJ – AngloGold Ashanti Limited
 ELR CN - Eastern Platinum Limited
 BAO LN – Baobab Resources PLC



ND CN – New Dawn Mining

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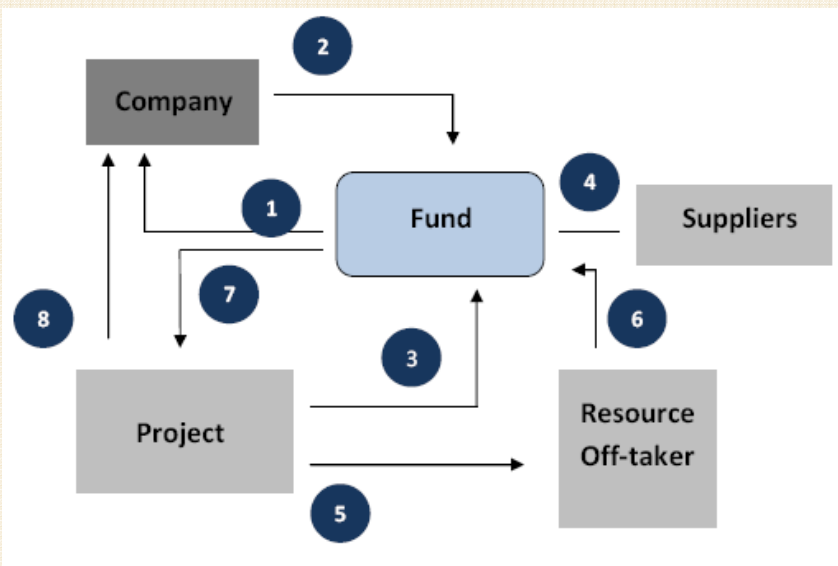
Investment Proposal

- To focus on junior mining companies, listed or to be listed
- Identify companies that have completed geological studies, pre or post BKS
- Take an early minority stake
- Provide the necessary debt to bring project into production
- Focus on projects below the radar screen of traditional lenders

Financing Cycle



Transaction Structure

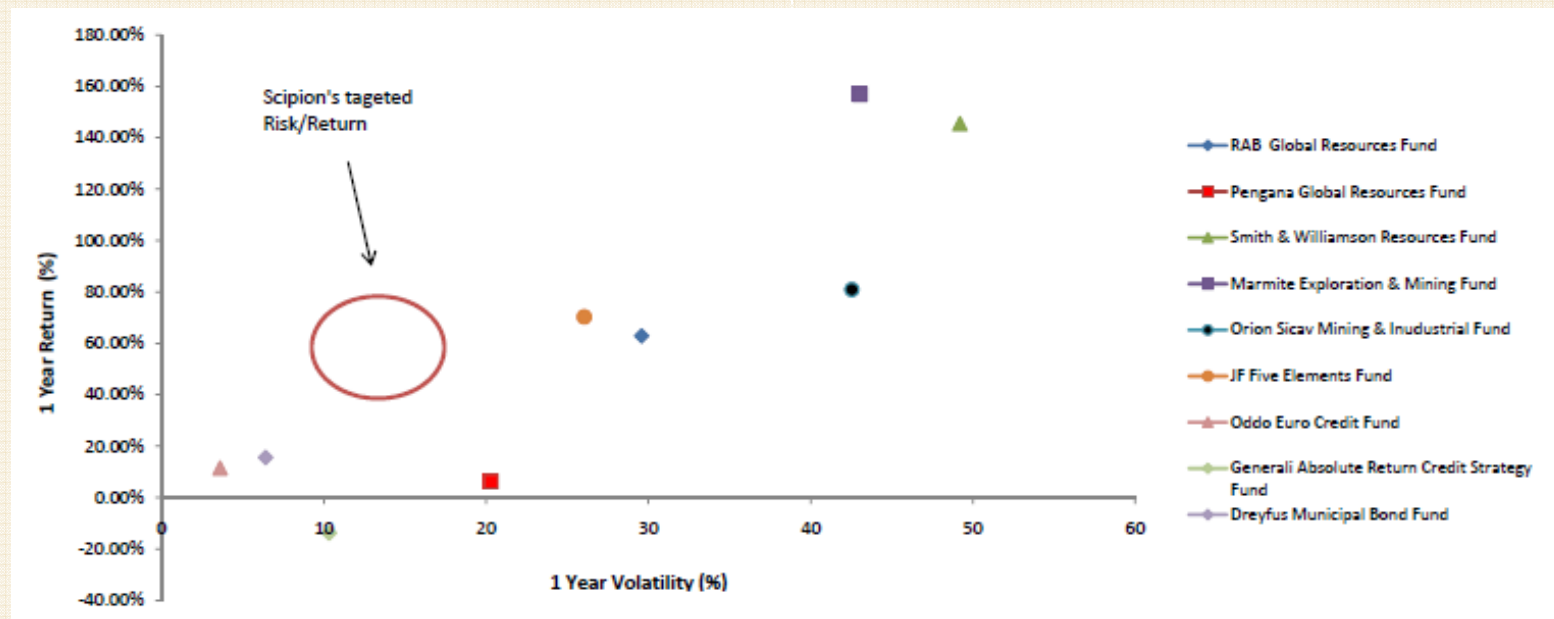


1. Initial Cash flow injection against shares at depressed value
2. Share issue in favour of Scipion Class M
3. Equipment financing agreed, and request by company to pay suppliers
4. Scipion pays suppliers against shipping documents
5. After commissioning of plant, company delivers resources
6. Resource Offtaker pays proceeds to Scipion Class M
7. After deduction of monies due under loans, net proceeds paid to local company
8. Local company pays dividend to quoted entity

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Risk / Return Profile



Scipion's other Funds

Latest factsheets available on www.scipion-capital.com



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Scipion African Opportunities Fund SPC - Scipion Commodity Trade Finance Fund

COMMODITY TRADE FINANCE (Class A)

The effect of the credit crisis on the African Banking sector is becoming more evident every month and the number of opportunities shown to Scipion is constantly increasing.

The IMF recently estimated that the amount of Trade Finance lines that had been cancelled over the past few months amounted to some USD 200 billion. Given that Africa accounts for about 2% of World trade, it can therefore be estimated that USD 2 billion of lines must have been cancelled to African banks.

The actual risk profile of commodity trade finance has not changed in any dramatic way and we are finding high quality opportunities. We are reaching two new flows of business in East Africa which will increase the diversity of the portfolio and provide solid returns.

Fund Summary

Non-New Issue
Series 1 - NAV: 119.97

Value Number 335 0282
ISIN: XN04871330
CISX: 0004871315

New Issue
Series 1 - NAV: 112.08
ISIN: XN04871312
CISX: 0004871301

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1201 Geneva
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Currency: USD
USD

Inception Date: August 2007

Subscriptions: Monthly

Redemption: Quarterly (90 days notice)

Minimum Subscription: \$100,000.00

Management Fee: 2%

Performance Fee: 20%

Administrator: CA

Auditors: Deloitte

Legal Advisors: Agency, Citibank, Adityanath, Goldman

Source: Scipion Capital

Breakdown of a Mature Portfolio

Country Exposure

Strategy

Number of Days

Summary Data

Best Monthly Return (%)	1.88	Annualised Std Dev. (%)	1.23%
Worst Monthly Return (%)	0.23	Sharpe Ratio*	5.89
Average Monthly Return (%)	0.77	Percentage of Positive Months (%)	100
2008 Return (%)	7.19	Ytd 90 (%)	0.30
2009 Return (%)	7.32	Last 3 Months (%)	0.17
Last 3 Months (%)	8.15	Ytd 95 (%)	-0.17
Compounded Annual Return (%)	6.62	Ytd 99 (%)	-0.01
Rise in NAV Since Inception	139.97		+148.2%

Risk/Return

Source: MSCI & British Business Association

Monthly Performance

Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2009	+0.87	+1.15	+1.37	+1.22	+1.38	+0.53	+1.18						+7.82%
2008	+0.89	+0.89	+0.98	+0.52	+0.82	+0.86	+0.33	+6.61	+2.33	+1.32	+0.39	+0.31	+31.86%
2007													+6.06

Source: MSCI & British Business Association

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Scipion African Opportunities Fund SPC
Scipion Index Tracker Fund

Investment Strategy

Scipion African Opportunities Fund SPC is a Cayman domiciled Segregated Portfolio Company offering different share classes all focusing on Africa.

- The Fund is the first Pan-African Index Tracker Fund
- 40 of the largest companies by market capitalisation in Africa (total market cap of under-bling companies is USD 300 Billion)
- No more than 3 companies per country. Minimum standards of liquidity, market cap, and market float are applied.
- Full replication of the A40 Index

Key Points

- Low correlation of African economies with other emerging markets
- The underlying index, the A40 Index, has been calculated since 12/05
- Approximately 2/3 in South Africa, 1/3 in Sub-Saharan Africa & 1/3 in North Africa
- Good sectoral diversification
- Main underlying stocks benefit directly or indirectly from increase in population & changing prices

Performance Analysis

The portfolio gained 1.28% in July, being only slightly behind its benchmarks, the MSCI EM and BRIC Index.

In Egypt sellers driven up by buyers emerged causing Egyptian stocks to rally heavily. The bulk dominated trading on the Cairo and Alexandria stock exchange made one of the biggest gains of global equity markets. Deacons Telecom and Construction in particular closing up 19 & 12% respectively.

In South Africa the Rand posted its first monthly decline against the dollar as investors turned away a sign of the strengthening currency may still a rebound from the first reversion in 17 years. The rapid appreciation seen earlier in the year will hinder manufacturers over the long term. The Kenyan shilling on the other hand remained resilient. The Central Bank announcing stronger figures of 3% for 2009.

Top Five

Holdings	Gainners	Laggards
Anglo American	Deacons Telecom	Intercontinental Bank
SAB Miller	Deacons Construction	First Bank Nigeria
MTN Group	Safaricom	United Bank of Africa
Sasol	Egyptian Telecom	Zenith Bank
Standard Bank	SAB Miller	BNICE

*Asset sizes quoted in USD. All others in local currency. Figures extracted from A40 Index

Country Allocation

Sector Allocation

A40 Index 2 Year Performance USD

*Asset sizes quoted in USD. All others in local currency. Figures extracted from A40 Index

Monthly Performance

Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2009	+0.70	+0.80	+1.10	+1.33	+0.90	+1.00	0.00						+6.84%
2008	+2.00	+2.00	+2.00	+2.00	+2.00	+2.00	+2.00	+2.00	+2.00	+2.00	+2.00	+2.00	+20.00%
2007													+10.00%

Source: MSCI & British Business Association

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Scipion African Opportunities Fund SPC - Scipion Alpha Seeker Fund

Investment Objective

To obtain absolute returns, and to outperform the benchmark (MSCI EM Index), Scipion Alpha Seeker Fund is an actively managed portfolio of shares covering the African continent, excluding South Africa and Egypt as those markets are more correlated to other traditional emerging markets than the rest of the continent.

Process / Philosophy

The stock selection follows a top-down approach where we first select sectors that are likely to grow in the current economic cycle. Currently across most of the continent, these sectors are mobile telecoms companies, breweries, cement companies and industry banks which benefit from the increased cash flow of the first tier sectors mentioned. Within the relevant sectors, we focus large capitalised companies that offer appropriate daily liquidity.

The portfolio will also invest in IPOs showing in sectors that show significant growth potential.

In sub-Saharan Africa, the former sector in which these companies operate is a small proportion of the overall economy. Discretionary income spending which is starting to appear in the region will be directed to the formal sector, and the volume of business handled by these sectors is likely to grow exponentially with growth linked by specific factors more than anything else.

The currency risk in the dollar is hedged through a currency overlay strategy when markets dictate.

Fund Details

New & Non New Issue: IS 14

Currency: USD
Inception Date: May 2008
Subscription: Monthly
Min. Subscription: \$50,000.00
Dividend Distribution Frequency: Quarterly
Management Fee: 2%
Performance Fee: 20% upon trade size
Administrator: Citigroup Global Services
Auditors: Deloitte
Legal Advisors: Agency, Citibank, Adityanath, Goldman

Value Number: 3350282
ISIN: XN04871334 (New Issue)
CISX: 0004871319 (New Issue)
ISIN: XN04871330 (Old Issue)
CISX: 0004871315 (Old Issue)

Deloitte
Cayman Islands
www.scipion-capital.com
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Subscriptions: Quarterly Class S
Redemption: Monthly (30 days notice)

Minimum Subscription: \$50,000.00

Management Fee: 2%

Performance Fee: Nil

Administrator: Citigroup Global Services

Auditors: Deloitte

Custodian: Citigroup Global Services
Bancor Bank, Mauritius
Bancor Bank, Geneva

Legal Advisors: Agency, Citibank, Adityanath, Goldman

Source: Scipion Capital

Performance

Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2008	+2.48	+2.87	+2.28	+4.35	+1.90	+3.32	0.00						+14.80%
2008													+1.77

Asset Allocation

Top 10 Holdings By Size

Company	Country
Nigeria Breweries	Nigeria
Safaricom	Kenya
Banque de Tunisie	Tunisia
Maro Telecom	Morocco
Sonatel	Senegal
Lafarge	Switzerland
Sabafel	Sudan
Douss Farm Addicks	Morocco
Guinness Nigeria	Nigeria
Vodacom	Africa

Commodity Trade Finance Fund Class A, Launched 08/2007

Scipion A40 Index Tracker Fund Class I, launched 07/2007

Scipion Alpha Seeker Fund Class S, Launched 05/2008