
Participation of RUSNANO in Investment Funds of Nanotechnologies

May 26th, 2010



Reasons for RUSNANO to participate in Investment Funds

To attract domestic and foreign investors to innovative projects in Russia

To leverage RUSNANO's investments in order to reach "multiplication" effect for RUSNANO's funds invested in Russian nanotechnologies

To get access to the best investment and technological expertise all over the world

To organize an efficient process of technology transfer to Russia

To create a financial infrastructure for further development of Russian nano-industry

Main requirements of RUSNANO when participating in Investment Funds

RUSNANO commits up to 50% of the Fund. The remaining commitments must come from the 3rd party sources.

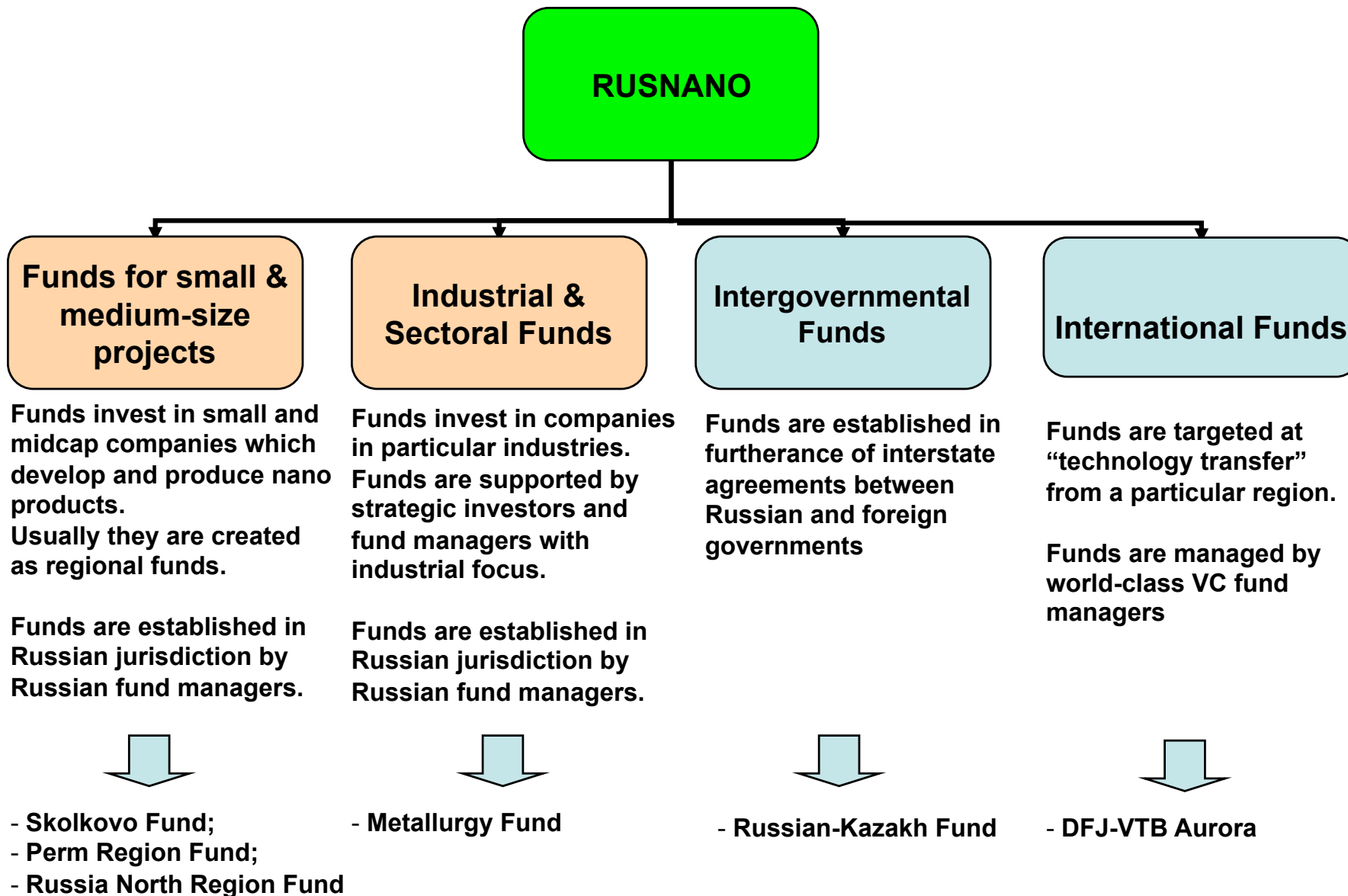
At least 50% of Fund's investments (RUSNANO's share) must go to "nano" related projects with establishment of production in Russia.

Selection of Fund Concepts and Fund Managers on a competitive basis

RUSNANO requires a negative control over Fund's investment decisions to ensure that 2 requirements are met (nanotechnology and establishment of production in Russia)

Fund's target IRR should not be less than 20%

Types of Funds with participation of RUSNANO (excl. Rusnano Capital)



RUSNANO participation in Funds in numbers (excl. Rusnano Capital)

Funds already approved:	6
Total size of approved funds:	approx. US\$500 million
Rusnano's share in approved funds:	approx. US\$215 million

RUSNANO CAPITAL Overview

- RUSNANO Capital is an investment management firm formed by Russian Corporation of Nanotechnologies at the initiative of the government of the Russian Federation and registered in Switzerland
- RC mission is to achieve highest returns by investing in advanced technologies, providing access to the Russian market and leveraging Russia's technological might
- RUSNANO Capital
 - Anchor investor
 - Access to Russia for global funds and their portfolio companies
 - Access to Russia's academic research and R&D expertise
- Management of RUSNANO Capital has substantial experience in global asset management and investment banking

Key figures

Commitment size	\$2 billion	From RUSNANO	\$1 bn
		From international investors	\$1 bn
Funds investing period	Fourth quarter of 2009 – fourth quarter of 2013		
Life	10 years		
Target IRR	20% - 25%		
Legal Form	Luxembourg SICAR fund or similar jurisdiction		

Roadmap

- Investing alongside global private equity, VC and other high-profile investors
- Providing access to untapped Russian market
- Direct access to Russian R&D capabilities
- Facilitating technology transfer
- Commercialization of Russia originated technologies

Investment criteria

Sector Focus

Green, alternative and
renewable energy

Pharmaceuticals

Biotech

New materials
and technology

Fund investments are carried out primarily in expansion stage companies
in commercialization or close to commercialization phase

International partner selection criteria

- History and successful track record in managing PE and VC funds operating in high-technology sector
- Established relationships with institutional investor base; ability to raise capital within the required timeline
- Experience in emerging markets

RUSNANO Capital Board of Directors

Two representatives of RUSNANO Corporation

- Anatoly Chubais – CEO of RUSNANO Corporation
- Oleg Kiselev – Deputy CEO of RUSNANO Corporation

A representative of RUSNANO Capital management

- Irina Rapoport - General Director of RUSNANO Capital

Two independent directors:

- Lord Skidelsky – Member, House of Lords
- Michael Carter – former World Bank Country Director for Russia, India and the Baltics

Means of Control

All RUSNANO Capital investments should comply with the approved investment strategy

- Participation in the Investment Committee
- Participation in general partner's decision making process
- Participation on the board of portfolio companies

THANK YOU!

QUESTIONS ARE WELCOME