

Statement on behalf of the Board

I am pleased to report solid progress in the six months to 31 August 2004. During this period, OTVCT received the first earn-out payment due from the sale of Valid Information Systems. OTVCT has so far received £1,685,497, and provided that Valid achieves its targets for the year to 30 June 2005, we will receive a final payment of £780,544 in August 2005. This potential future earn-out has not been recognised in the accounts (although an indicative Net Asset Value per Share is given below the balance sheet to show the effect of these future payments, discounted by 50%, on the actual NAV per share of £1.18). Along with all other shareholders, OTVCT signed the normal warranties and could, therefore, in theory have to repay the proceeds. At the moment, this is preventing the Board from being able to declare a dividend, but it is the intention of the Board to pay a dividend as soon as it may prudently do so.

As usual, some investees fared well, but others experienced problems. Getmapping made encouraging progress, as did Im-Pak. Coraltech had some problems. The overall result was that the net assets per share increased from £1.12 on 29 February 2004 to £1.18 on 31 August 2004.

On behalf of the Board
John Jackson
Chairman

Unaudited Financial Information

Summarised Statement of Total Return for the Period

	Six months to 31 Aug 04 £'000	Six months to 31 Aug 03 £'000	Year to 29 Feb 04 £'000
Gain / (loss) on investments	342	791	(15)
Income	22	14	43
Expenses	(82)	(65)	(170)
Net return before taxation	282	740	(142)
Tax on ordinary activities	-	-	-
Return / (loss) attributable to equity shareholders	282	740	(142)
Dividends in respect of equity shares	-	-	-
Transfers to / (from) reserves	282	740	(142)
Revenue loss per share	(1.25)p	(1.07)p	(2.61)p
Capital return / (loss) per share	7.06p	16.29p	(0.31)p
Total return / (loss) per ordinary share	5.81p	15.22p	(2.92)p

Summarised Balance Sheet

	31 Aug 04 £'000	31 Aug 03 £'000	29 Feb 04 £'000
Unquoted investments	4,431	4,923	4,237
Quoted investments	-	124	1,223
Other net current assets	1,294	1,278	(17)
Net assets	5,725	6,325	5,443
Capital and Reserves			
Called up share capital	485	485	485
Share premium: Share issues	4,368	4,368	4,368
Expenses on share issues	(261)	(261)	(261)
Capital reserve - unrealised	4,592	4,592	4,592
Capital reserve - realised	1,200	1,839	1,133
Revenue reserve	523	348	248
	(590)	(454)	(530)
Net asset value per share	118p	130p	112p
Net asset value per share (recognising future payments from sale of Valid shares, discounted by 50%)	126p	141p	123p

Cash Flow Statement for the Period

	Six months 1 Mar 04 to 31 Aug 04 £'000	Six months 1 Mar 03 to 31 Aug 03 £'000	Year 1 Mar 03 to 29 Feb 04 £'000
Net cash outflow from operating activities	(153)	(14)	(60)
Capital expenditure and financial investment			
Purchase of investments	(126)	-	(1,241)
Disposal of investments	1,497	1,407	1,414
Net cash inflow from capital expenditure and financial investment	1,371	1,407	173
Increase in cash	1,218	1,393	113

Company Information

Directors

John Jackson (Chairman)
Charles Breese
Lucius Cary
Michael O'Regan
Sir Martin Wood

Registrars

Capita IRG plc
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BR3 4TH

Investment Adviser and Registered Office

Seed Capital Ltd
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Oxford Science Park
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Investment Manager

Larpen Newton & Company Ltd
Steane Grounds Farm
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NN13 5NP

Secretary

James Gordon

Brokers

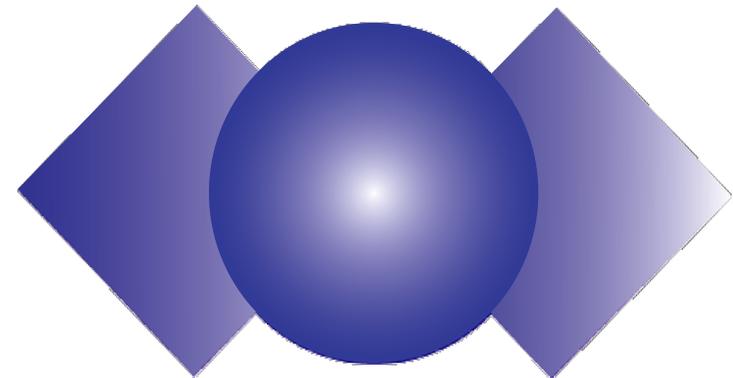
Cazenove & Co
12 Tokenhouse Yard
London EC2R 7AN

Notes to the Unaudited Financial Information on pages 2 and 3

- 1 The financial information for each of the interim periods ended 31 August 2004 and 31 August 2003 is unaudited and does not constitute statutory accounts within the meaning of the Companies Act 1985. It has been prepared using accounting policies consistent with those set out in the company's statutory accounts for the year ended 29 February 2004. The financial information for the year ended 29 February 2004 has been extracted from the company's statutory accounts for that period which contained an unqualified audit report and which have been filed with the Registrar of Companies.
- 2 The calculation of earnings per share for the period is based on the return attributable to shareholders divided by the weighted average number of shares in issue during the period.
- 3 Listed investments are stated at market value based upon middle market prices at the accounting period end. The unrealised depreciation or appreciation on the valuation of investments and the gains and losses arising on the disposal of investments are dealt with in the capital reserve.
- 4 Along with other investors, OTVCT signed the warranties which were associated with the sale of Valid Information Systems Ltd. No claims under the warranties have been made and none are expected; no provision has therefore been made in the accounts. However, in theory claims could be made under the warranties, and the Board therefore considers it prudent to retain the sale proceeds against any possible future claims. The Board intends to declare a dividend in respect of the realised gain on the sale of Valid as soon as it considers it prudent to do so.
- 5 Copies of the Interim Statement are being sent to shareholders and further copies can be obtained from the Company's Registered Office.

Oxford Technology

Venture Capital Trust plc



Interim Statement

For the period
1 March 2004 to 31 August 2004