

Company Information

Directors

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

Registrars

Capita IRG plc
34 Beckenham Road
Beckenham
Kent
BR3 4TH

Registered Office

Magdalen Centre
Oxford Science Park
Oxford
OX4 4GA

Investment Manager

Seed Capital Ltd
Magdalen Centre
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Secretary

James Gordon

Brokers

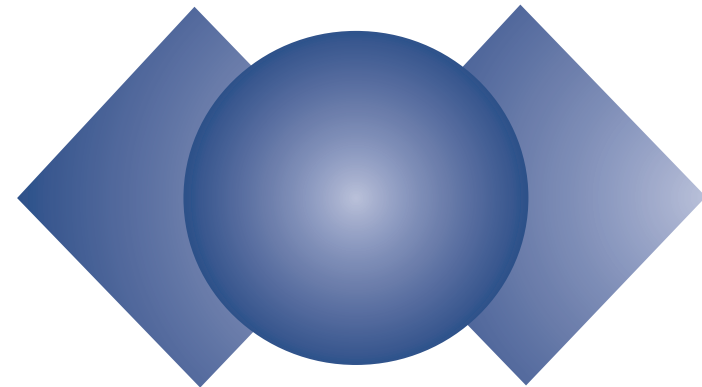
Cazenove & Co
12 Tokenhouse Yard
London EC2R 7AN

Notes to the Unaudited Financial Information on pages 2 and 3

- 1 The financial information for each of the interim periods ended 31 August 2005 and 31 August 2004 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 28 February 2005. The financial information for the year ended 28 February 2005 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 2005 to 31 August 2005

Statement on behalf of the Board

Net Assets per share at 31 August 2005 were £0.87, £0.94 on 28 Feb 2005 and £1.26 on 31 August 2004. The major reason for the fall in the net asset value has been the fall in value of the holding in Avidex, which has been written down to just £4,305, compared to £300,000 (cost) at 28 Feb 2005, and £1.3m a year ago. The reason for this dramatic fall is that when the large Venture Capitalists invested in 2002, they did so by means of special shares with price protection, and then later with high interest loans. The consequence is very large dilution for OT1 and all early shareholders.

The good news is that we duly received the final earn-out payment from the sale of Valid, and will now ring-fence and not charge fees on £1.5m, enough to pay a dividend of 30p per share, which we will pay as soon as it is prudent and legally possible to do so. There is also a further small payment (a retention) due in February 2006. The complication is that OT1 was required to sign the normal warranties on sale in order to receive the earn-out payments. Some of these expire in 2006 and some in 2010.

On behalf of the Board
John Jackson
Chairman

Unaudited Financial Information

Summarised Statement of Total Return for the Period

	Six months to 31 Aug 05 £'000	Six months to 31 Aug 04 £'000	Year to 28 Feb 05 £'000
Gain / (loss) on investments	94	342	(1,158)
Income	29	22	60
Expenses	(68)	(82)	(156)
Net return before taxation	55	282	(1,254)
Tax on ordinary activities	-	-	-
Return / (loss) attributable to equity shareholders	55	282	(1,254)
Dividends in respect of equity shares	-	-	-
Transfers to / (from) reserves	55	282	(1,254)
Revenue loss per share	(0.80)p	(1.25)p	(1.98)p
Capital return / (loss) per share	1.94p	7.06p	(23.86)p
Total return / (loss) per ordinary share	1.14p	5.81p	(25.84)p

Summarised Balance Sheet

	31 Aug 05 £'000	31 Aug 04 £'000	28 Feb 05 £'000
Unquoted investments	2,323	4,431	2,927
Other net current assets	1,921	1,294	1,262
Net assets	4,244	5,725	4,189
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	(958)	1,200	(304)
Revenue reserve	1,275	523	527
	(665)	(590)	(626)
	4,244	5,725	4,189
Net asset value per share	87p	118p	86p

Cash Flow Statement for the Period

	Six months 1 Mar 05 to 31 Aug 05 £'000	Six months 1 Mar 04 to 31 Aug 04 £'000	Year 1 Mar 04 to 28 Feb 05 £'000
Net cash outflow from operating activities	(157)	(153)	(271)
Capital expenditure and financial investment			
Purchase of investments	(51)	(126)	(127)
Disposal of investments	696	1,497	1,502
Net cash inflow from capital expenditure and financial investment	645	1,371	1,375
Increase in cash	488	1,218	1,104