

Statement on behalf of the Board

I am pleased to report that Oxford Technology 2 VCT has made reasonable progress in the period to 31 August 2003. Net assets per share increased from £0.84 on 28 Feb 2003 to £0.90 on 31 August 2003.

As usual, some investees experienced some problems, but others made good progress.

The Board is pleased with the overall development of the portfolio.

On behalf of the Board
John Jackson
Chairman

Unaudited Financial Information

Summarised Statement of Total Return for the Period

	Six months 1 Mar 03 to 31 Aug 03 £'000	Six months 1 Mar 02 to 31 Aug 02 £'000	Year 1 Mar 02 to 28 Feb 03 £'000
Gain / (loss) on investments	415	(69)	(3,355)
Income	6	26	68
Expenses	(97)	(88)	(186)
Net return before taxation	324	(131)	(3,473)
Tax on ordinary activities	-	-	-
Return attributable to equity shareholders	324	(131)	(3,473)
Dividends in respect of equity shares	-	-	-
Transfers to / (from) reserves	324	(131)	(3,473)
Revenue loss per share	(1.50)p	(1.03)p	(1.97)p
Capital return / (loss) per share	6.91p	(1.15)p	(55.92)p
Total return / (loss) per ordinary share	5.41p	(2.18)p	(57.89)p

Summarised Balance Sheet

	31 Aug 03 £'000	31 Aug 02 £'000	28 Feb 03 £'000
Unquoted investments	4,992	7,550	4,462
Other net current assets	390	850	596
	—	—	—
Net assets	5,382	8,400	5,058
	=====	=====	=====
Capital and Reserves			
Called up share capital	600	600	600
Share premium: Share issues	5,400	5,400	5,400
Expenses on share issues	(179)	(179)	(179)
	—	—	—
	5,821	5,821	5,821
Capital reserve - unrealised	(50)	2,762	(465)
realised	(136)	(77)	(136)
Revenue reserve	(253)	(106)	(162)
	—	—	—
	5,382	8,400	5,058
	=====	=====	=====
Net asset value per share	90p	140p	84p
	=====	=====	=====

Cash Flow Statement for the Period

	Six months 1 Mar 03 to 31 Aug 03 £'000	Six months 1 Mar 02 to 31 Aug 02 £'000	Year 1 Mar 02 to 28 Feb 03 £'000
Net cash outflow from operating activities	(98)	(20)	(146)
Capital expenditure and financial investment			
Purchase of investments	(115)	(465)	(664)
Redemption on maturity of government stocks	-	288	288
Proceeds on disposal of investments	-	189	189
	—	—	—
Net cash outflow for capital expenditure and financial investment	(115)	12	(187)
	—	—	—
Decrease in cash	(213)	(8)	(333)
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Company Information

Directors

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

Registrars

Capita IRG plc
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Investment Adviser and Registered Office

Seed Capital Ltd
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Oxford Science Park
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Investment Manager

Larpent Newton & Company Ltd
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Secretary

James Gordon

Brokers

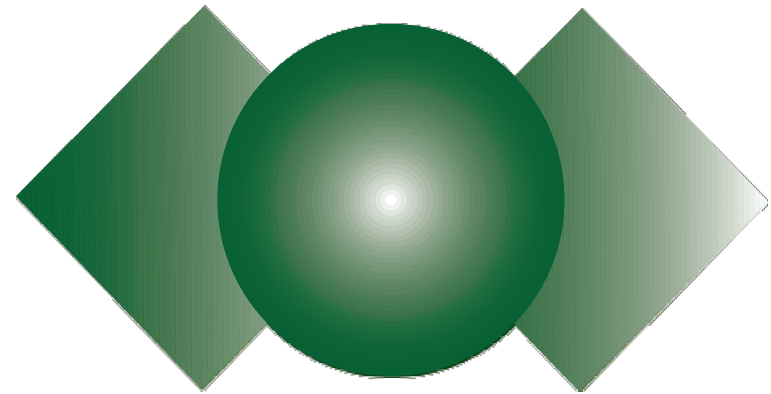
Cazenove & Co
12 Tokenhouse Yard
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Notes to the Unaudited Financial Information on pages 2 and 3

- 1 The financial information for each of the interim periods ended 31 August 2003 and 31 August 2002 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 ending 28 February 2003. The financial information for the year ended 28 February 2003 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 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 Copies of the Interim Statement are being sent to shareholders and further copies can be obtained from the Company's Registered Office.

Oxford Technology 2

Venture Capital Trust plc



Interim Statement

For the period
1 March 2003 to 31 August 2003