

## 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  
Oxford Science Park  
Oxford  
OX4 4GA

### Secretary

James Gordon

### Brokers

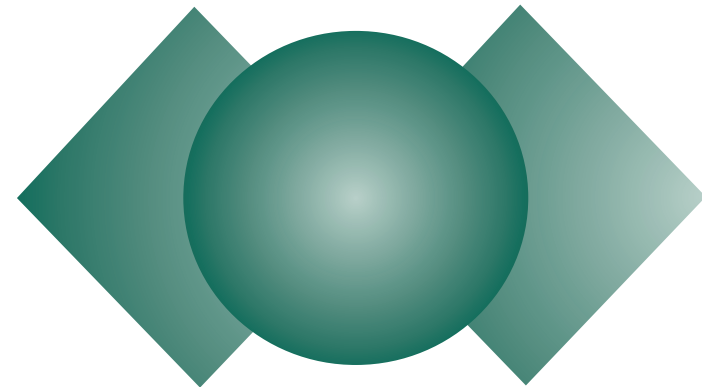
Cazenove & Co  
12 Tokenhouse Yard  
London EC2R 7AN

### 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 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 2005 to 31 August 2005

## Statement on behalf of the Board

Net Assets per share at 31 August 2005 were £0.79 compared to £0.77 on 28 Feb 2005 and £0.79 on 31 August 2004.

Hardide floated on AIM in April 2005, and OT2 sold its shares at float, realising just over £700,000. The shares cost £250,000 in 2000. OT2 will pay a dividend of 5p per share.

It is the nature of the business of investing in very early stage very high risk start-up technology businesses that overall success is likely to come from the performance of a few stars. It is good to report that many of the investments in the OT2 portfolio are developing well and retain the potential to be stars.

On behalf of the Board  
John Jackson  
Chairman

## Unaudited Financial Information

### Summarised Statement of Total Return 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
Gain / (loss) on investments	184	105	72
Income	17	26	47
Expenses	(77)	(83)	(166)
Net return before taxation	124	48	(47)
Tax on ordinary activities	-	-	-
Return attributable to equity shareholders	124	48	(47)
Dividends in respect of equity shares	-	-	-
Transfers to / (from) reserves	124	48	(47)
Revenue loss per share	(1.00)p	(0.95)p	(1.98)p
Capital return / (loss) per share	3.07p	1.75p	1.20p
Total return / (loss) per ordinary share	2.07p	0.80p	(0.78)p

### Summarised Balance Sheet

	31 Aug 05 £'000	31 Aug 04 £'000	28 Feb 05 £'000
Unquoted investments	3,993	4,467	4,434
Other net current assets	770	267	205
Net assets	4,763	4,734	4,639
<b>Capital and Reserves</b>			
Called up share capital	600	600	600
Share premium: Share issues	5,400	5,400	5,400
Expenses on share issues	(179)	(179)	(179)
Capital reserve - unrealised	(403)	(116)	(149)
Capital reserve - realised	(155)	(593)	(593)
Revenue reserve	(500)	(378)	(440)
Net asset value per share	79p	79p	77p

### 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	(69)	(88)	(149)
Capital expenditure and financial investment			
Purchase of investments	-	-	-
Disposal of investments	688	40	40
Net cash outflow from capital expenditure and financial investment	688	40	40
Increase/(decrease) in cash	619	(48)	(109)