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PCT FINANCE LIMITED

Registered Number 3254819

Report and Accounts

for the year to 30 April 2007

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Report and Accounts for the year ended 30 April 2007

Directors

R K A Wakeling

B J D Ashford-Russell

P F Dicks

O J Gamble

M B Moule (appointed 1 January 2007)

R A S Montagu (appointed 1 January 2007)

Investment Manager

Polar Capital Partners LLP

Authorised and regulated by FSA

Fund Manager

B Rogoff

Secretary

Polar Capital Partners LLP

Represented by N P Taylor

Registered Office

4 Matthew Parker Street

London SW1H 9NP

Registered Number

Registered in England and Wales

No 3254819

Auditors

PricewaterhouseCoopers LLP

Southwark Towers

32 London Bridge Street

London SE1 9SY

Bankers and Custodian

J P Morgan Chase Bank

125 London Wall

London EC2Y 5AJ

Report of the Directors

The Directors present their Report and audited Accounts of the Company for the year ended 30 April 2007

Principal activity and review of business

The activity of the Company is that of an investment dealing company

Results and dividends

The financial position at the year-end was satisfactory. The net profit for the year, after taxation, amounted to £178,124 (2006 - £206,017)

An interim dividend of £250,000 (2006 - £1,500,000) was paid during the year to its parent company Polar Capital Technology Trust Plc. After taking into account this dividend £71,876 was transferred from reserves (2006 - £1,293,983 transferred from reserves)

Going Concern

The Directors believe that it is appropriate to prepare the accounts on a going concern basis as the Company's assets are readily realisable and the Company has adequate financial resources to continue in operational existence for the foreseeable future.

Directors and their interests

The Directors of the Company are set out on page 1. All the Directors served throughout the year, with the exception of M B Moule and R A S Montagu, both of whom were appointed on 1 January 2007.

The interests of the Directors of the Company at 30 April 2007 in the ordinary shares of the parent undertaking, Polar Capital Technology Trust Plc, are disclosed in that Company's annual report and accounts.

Corporate governance

The policy of the Company's parent, Polar Capital Technology Trust Plc, is to comply with the Principles of Good Corporate Governance and the Combined Code of Best Practice as required by the Listing Rules of the Financial Services Authority to the extent appropriate to an investment trust company.

As far as the Directors are aware there is no relevant audit information of which the auditors are unaware and the Directors have taken steps to make themselves aware of any relevant audit information and to establish that the auditors are aware of such information.

Investment management and other agreements

The Company's investments are managed by Polar Capital Partners LLP under an Investment Management Agreement with the Company's parent, Polar Capital Technology Trust Plc.

Company secretarial and administrative services are provided to the Company by Polar Capital Partners LLP pursuant to a Company Secretarial and Administration Agreement with the Company's parent, Polar Capital Technology Trust Plc.

J P Morgan Chase Bank provides custodian services to the Company.

Registered auditors

A resolution to re-appoint PricewaterhouseCoopers LLP as auditors will be proposed at the Annual General Meeting.

By order of the Board

Polar Capital Partners LLP,

Report of the Directors

Neil Taylor
Secretary

13 June 2007

Statement of Directors' Responsibilities in respect of the Accounts

Company law requires the Directors to prepare accounts for each financial year which give a true and fair view of the state of affairs of the Company and of the profit or loss of the company for that period. In preparing those accounts, the directors are required to

- select suitable accounting policies and then apply them consistently,
- make judgements and estimates that are reasonable and prudent,
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the accounts
- prepare the accounts on the going concern basis unless it is inappropriate to presume that the Company will continue in business

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Company and to enable them to ensure that the accounts comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Independent Auditors' Report

to the Members of PCT Finance Limited

We have audited the financial statements of PCT Finance Limited for the year ended 30 April 2007, which comprise the Income Statement the Statement of Changes in Equity the Balance Sheet the Cash Flow Statement and the related notes. These financial statements have been prepared under the accounting policies set out therein.

Respective responsibilities of directors and auditors

The Directors' responsibilities for preparing the financial statements in accordance with applicable law and International Financial Reporting Standards (IFRSs) as adopted by the European Union are set out in the Statement of Directors' Responsibilities.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland). This report, including the opinion, has been prepared for and only for the Company's members as a body in accordance with Section 235 of the Companies Act 1985 and for no other purpose. We do not, in giving this opinion, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.

We report to you our opinion as to whether the financial statements give a true and fair view and whether the financial statements have been properly prepared in accordance with the Companies Act 1985. We report to you whether in our opinion the information given in the Directors' Report is consistent with the financial statements. We also report to you, if in our opinion, the Company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding Directors' remuneration and other transactions is not disclosed.

We read the other information contained in the annual report and consider whether it is consistent with the audited financial statements. This other information comprises only the Report of the Directors. We consider the implications for our report if we become aware of any apparent misstatements or material inconsistencies with the financial statements. Our responsibilities do not extend to any other information.

Basis of audit opinion

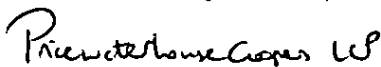
We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgments made by the Directors in the preparation of the financial statements and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

Opinion

In our opinion:

- the financial statements give a true and fair view in accordance with International Financial Reporting Standards as adopted by the European Union, of the state of affairs of the Company as at 30 April 2007 and of its profit and cash flows for the year then ended;
- the financial statements have been properly prepared in accordance with the Companies Act 1985; and
- the information given in the Report of the Directors is consistent with the financial statements.



PricewaterhouseCoopers LLP
Chartered Accountants and Registered Auditors
London
13 June 2007

Income Statement

For the year to 30 April 2007

	Notes	2007 £	2006 £
Turnover	2	-	-
Cost of sales		-	-
Net gains from investments held at fair value		-	-
Other income			
Income from investments		83,044	76,253
Bank interest receivable		175,396	218,972
Exchange losses		(3,974)	(887)
Total income		254,466	294,338
Administrative expenses	3	-	-
Net profit before finance costs and taxation		254,466	294,338
Finance costs		(3)	(27)
Net profit after finance costs before taxation		254,463	294,311
Taxation	4	(76,339)	(88,294)
Net profit after taxation for the financial year		178,124	206,017

The notes on pages 9 to 12 form part of these financial statements

Statement of Changes in Equity

For the year to 30 April 2007

	Called up Share capital £	Retained earnings £	Total shareholders' funds £
Total equity at 1 May 2005	2	3,390,459	3,390,461
Retained profit for the year	-	206,017	206,017
Equity dividend paid	-	(1,500,000)	(1,500,000)
	-----	-----	-----
Total equity at 30 April 2006	2	2,096,476	2,096,478
Retained profit for the year	-	178,124	178,124
Equity dividend paid	-	(250,000)	(250,000)
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Total equity at 30 April 2007	2	2,024,600	2,024,602
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The notes on pages 9 to 12 form part of these financial statements

Balance Sheet

At 30 April 2007

	Notes	2007 £	2006 £
Non current assets			
Investments held at fair value	5	1 767 469	1,684,425
Current assets			
Other receivables	6	15 700	17 014
Cash and cash equivalents		3 485 033	3,562 302
Total assets		<u>5 268,202</u>	<u>5,263 741</u>
Current liabilities			
Other payables	7	-	2
Amount due to parent undertaking	10	3 243 600	3,167,261
		<u>3 243 600</u>	<u>3 167 263</u>
Total assets less current liabilities		<u>2 024 602</u>	<u>2 096 478</u>
Equity attributable to equity shareholders			
Capital and reserves			
Called up share capital	8	2	2
Retained earnings		2,024,600	2 096 476
Revenue reserve			
Total equity		<u>2,024,602</u>	<u>2,096 478</u>

The notes on pages 9 to 12 form part of these financial statements

Signed on behalf of the Board



Director
13 June 2007

Cash Flow Statement

For the year to 30 April 2007

	2007 £	2006 £
Cash flows from operating activities		
Profit before finance costs and taxation	254,466	294,338
Adjustments for		
(Increase) in investments	(79,070)	(80,399)
Decrease in other receivables	1,314	6,534
Increase in other payables	-	-
Net cash from operating activities	176,710	220,473
Cash flows from financing activities		
Finance costs	(5)	(27)
Equity dividend paid	(250,000)	(1,500,000)
Net cash used in financing activities	(250,005)	(1,500,027)
Net decrease in cash and cash equivalents	(73,295)	(1,279,554)
Cash and cash equivalents at the beginning of the year	3,562,302	4,842,743
Effect of foreign exchange rate changes	(3,974)	(887)
Cash and cash equivalents at the end of the year	3,485,033	3,562,302

The notes on pages 9 to 12 form part of these financial statements

Notes to the Financial Statements

at 30 April 2007

1 Accounting policies

The Company's financial statements have been prepared under the historical cost convention modified to include the revaluation of certain investments. In line with the Company's parent the financial statements for the year ended 30 April 2007 have been prepared in accordance with International Financial Reporting Standards (IFRS) as adopted for use in the European Union. All of the Company's operations are of a continuing nature. The Company's functional currency and the currency used for the presentation of these financial statements is pounds sterling because that is the currency of the primary economic environment in which the Company operates.

Income

Investment income includes dividends receivable from investments quoted ex-dividend on or before the balance sheet date. Bank deposit interest is accounted for on an accruals basis.

Finance costs

Finance costs are calculated using the effective yield method and are accounted for on an accruals basis.

Investments held at fair value through profit or loss

When a purchase or sale is made under contract the terms of which require delivery within the timeframe of the relevant market the investments concerned are recognised or de-recognised on the trade date.

All investments are designated at fair value through profit or loss on initial recognition. The fair value of the investments is based on their quoted bid market price at the close of business on the balance sheet date without any deduction for estimated future selling costs. Where no bid price is available the investment is valued at last traded price.

Other receivables

Other receivables do not carry any interest and are short-term in nature and are accordingly stated at their nominal value as reduced by appropriate allowances for estimated irrecoverable amounts.

Cash and cash equivalents

Cash comprises cash on hand and demand deposits. Cash equivalents are short-term, highly liquid investments that are readily convertible to known amounts of cash.

Other payables

Other payables are not interest-bearing and are stated at their nominal value.

Taxation

Taxation is based on the net profit for the year. Taxable profits may differ from profit before tax as reported in the Income Statement due to the exclusion of items of income or expense that are taxable or deductible in other years and items that are never taxable or deductible.

Rates of exchange

Transactions in foreign currencies are translated into sterling at the rate of exchange ruling on the date of each transaction. Foreign currency assets or liabilities at the balance sheet date are translated into sterling at the rates of exchange ruling on that date. Realised profits and losses on exchange together with differences arising on the translation of foreign currency assets or liabilities are recognised in the Income Statement.

Accounting Standards issued but not yet effective

At the date of authorisation of these financial statements the following applicable Standard was in issue but not yet effective:

Notes to the Financial Statements

at 30 April 2007

IFRS 7 Financial Instruments Disclosures

This Standard will require more detailed disclosure about exposure to risks arising from financial instruments but is not expected to cause any material adjustments to the financial statements

2. Turnover

Turnover represents proceeds from the sale of listed investments

	2007 £	2006 £
Sale of investments	-	-

3. Administrative expenses

The Directors receive no remuneration from the Company. Auditors' fees for audit services are paid by the Company's parent Polar Capital Technology Trust Plc and amounted to £500 (2006 - £500)

4. Taxation

No taxation is payable by the Company due to group relief being available for tax purposes from the Company's parent Polar Capital Technology Trust Plc

(a) Analysis of charge in year

	2007 £	2006 £
UK Corporation Tax @ 30%		
Current tax	76,339	88,294
Total tax for the year	76,339	88,294

(b) Factors affecting current tax charge for the year

The tax assessed on the profit for the year is equal to the standard rate of corporation tax in the UK of 30% as detailed below

	2007 £	2006 £
Profit for the year before taxation	254,463	294,311
Profit for the year multiplied by the Standard rate of corporation tax at 30%	76,339	88,294

Notes to the Financial Statements

at 30 April 2007

Current tax charge for the year	76 339	88 294
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5 Investments held at fair value

	2007 £	2006 £
Book Cost		
At 1 May 2006	1 684 425	1 603 139
Purchases at cost	83 044	81 286
Disposals at cost	-	-
At 30 April 2007	1 767 469	1 684 425
Fair value at 30 April 2007	1,767 469	1,684 425

6. Other receivables

	2007 £	2006 £
Accrued income	15 700	17,014

7. Other payables

	2007 £	2006 £
Accrued finance costs	-	2
	-	2

8 Called up share capital

	2007 £	2006 £
Authorised 100 Ordinary shares of £1 each	100	100

Notes to the Financial Statements

at 30 April 2007

Allotted, called up and fully paid

2 Ordinary shares of £1 each

2

2

9 Parent undertaking and controlling party

At 30 April 2007 the Company was a wholly owned subsidiary undertaking of Polar Capital Technology Trust Plc, a company registered in England and Wales number 3224867. Copies of the ultimate parent undertaking's financial statements may be obtained from the Company Secretary, Polar Capital Partners LLP, 4 Matthew Parker Street, London SW1H 9NP.

10. Related Party Transactions

The Parent Company, Polar Capital Technology Trust Plc, surrenders excess expenses to its subsidiary PCT Finance Limited to satisfy the subsidiary company's corporation tax liability. At the year end, the balance owing to the parent company in respect of this group relief was £3,243,600 (2006 - £3,167,261).

11 Financial Instruments

The Company's financial instruments comprise

- equity and non-equity shares which are held in accordance with the Company's investment objectives,

- cash, liquid resources and short-term receivables and payables that arise directly from the Company's operations.

The main risks arising from financial instruments are liquidity and market price risk. The risks have remained unchanged since the beginning of the year to which these financial statements relate and are summarised below.

Liquidity Risk - the Company's assets comprise mainly readily realisable securities, which can be sold to meet funding requirements if necessary.

Market Price Risk - market price risk arises mainly from uncertainty about future prices of financial instruments held. It represents the potential loss the Company might suffer through holding a market position in the face of price movements. This risk is reduced by holding an appropriate spread of investments.

Notice of the Annual General Meeting

NOTICE IS HEREBY GIVEN that the Annual General Meeting of PCT Finance Limited will be held at 4 Matthew Parker Street London SW1H 9NP on 13 June at 1pm for the following purposes

- 1 To receive the report of the directors and the financial statements for the year to 30 April 2007, together with the report of the auditors,
- 2 To re-appoint PricewaterhouseCoopers LLP as auditors to the Company and to authorise the directors to determine their remuneration

By order of the Board
Polar Capital Partners LLP
Secretary



13 June 2007