

Half-yearly Financial Report  
for the six months to  
31 December 2010  
(unaudited)



Crown Place VCT PLC

ALBION VENTURES

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# Company information

|                                                         |                                                                                                                                                                                      |
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| <b>Company number</b>                                   | 3495287                                                                                                                                                                              |
| <b>Directors</b>                                        | Patrick Crosthwaite, Chairman<br>Rachel Beagles<br>Karen Brade<br>Vikram Lall<br>Geoffrey Vero (retired 27 September 2010)<br>Sir Andrew Cubie (retired 9 November 2010)             |
| <b>Manager, Company Secretary and registered office</b> | Albion Ventures LLP<br>1 King's Arms Yard<br>London EC2R 7AF<br>Tel: 020 7601 1850<br>Fax: 020 7601 1875<br><a href="http://www.albion-ventures.co.uk">www.albion-ventures.co.uk</a> |
| <b>Registrar</b>                                        | Capita Registrars Limited<br>Northern House<br>Woodsome Park<br>Fenay Bridge<br>Huddersfield HD8 0LA                                                                                 |
| <b>Auditors</b>                                         | PKF (UK) LLP<br>Farringdon Place<br>20 Farringdon Road<br>London EC1M 3AP                                                                                                            |
| <b>Taxation adviser</b>                                 | PricewaterhouseCoopers LLP<br>1 Embankment Place<br>London WC2N 6RH                                                                                                                  |

Crown Place VCT PLC is a member of the Association of Investment Companies.

|                                |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                      |
|--------------------------------|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| <b>Shareholder information</b> | <p>For help relating to dividend payments, shareholdings and share certificates please contact Capita Registrars Limited:<br/>Tel: 0871 664 0300 (calls cost 10p per minute plus network extras, lines are open 8:30am – 5:30pm Mon-Fri)<br/>Email: <a href="mailto:ssd@capitaregistrars.com">ssd@capitaregistrars.com</a><br/>Website: <a href="http://www.capitaregistrars.com">www.capitaregistrars.com</a></p> <p>Shareholders can access holdings and valuation information regarding any of their shares held by Capita Registrars by registering on Capita's website.</p> <p>For enquiries relating to the performance of the Fund please contact Albion Ventures LLP:<br/>Tel: 020 7601 1850 (lines are open 9.00am – 5:30pm Mon-Fri. Calls may be recorded)<br/>Email: <a href="mailto:info@albion-ventures.co.uk">info@albion-ventures.co.uk</a><br/>Website: <a href="http://www.albion-ventures.co.uk">www.albion-ventures.co.uk</a></p> |
| <b>IFA information</b>         | <p>Independent financial advisors with questions please contact Albion Ventures LLP:<br/>Tel: 020 7601 1850 (lines are open 9.00am – 5:30pm Mon-Fri. Calls may be recorded)<br/>Email: <a href="mailto:info@albion-ventures.co.uk">info@albion-ventures.co.uk</a><br/>Website: <a href="http://www.albion-ventures.co.uk">www.albion-ventures.co.uk</a></p>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                          |

## Financial highlights (unaudited)

|                           | Six months<br>ended<br>31 December<br>2010<br>(pence<br>per share) | Six months<br>ended<br>31 December<br>2009<br>(pence<br>per share) | Year<br>ended<br>30 June<br>2010<br>(pence<br>per share) |
|---------------------------|--------------------------------------------------------------------|--------------------------------------------------------------------|----------------------------------------------------------|
| Net asset value per share | <b>34.68</b>                                                       | 34.18                                                              | 33.94                                                    |
| Dividends paid            | <b>1.25</b>                                                        | 1.25                                                               | 2.50                                                     |
| Revenue return per share  | <b>0.38</b>                                                        | 0.31                                                               | 0.68                                                     |
| Capital return per share  | <b>1.58</b>                                                        | 0.89                                                               | 1.52                                                     |

### Net asset value total return to shareholders since launch:

|                                                                                                    | 31 December<br>2010<br>(pence<br>per share) |
|----------------------------------------------------------------------------------------------------|---------------------------------------------|
| Total dividends paid during the period from launch to 6 April 2005<br>(prior to change of manager) | <b>24.93</b>                                |
| Total dividends paid during the year ended 28 February 2006                                        | <b>1.00</b>                                 |
| Total dividends paid during the period ended 30 June 2007                                          | <b>3.30</b>                                 |
| Total dividends paid during the year ended 30 June 2008                                            | <b>2.50</b>                                 |
| Total dividends paid during the year ended 30 June 2009                                            | <b>2.50</b>                                 |
| Total dividends paid during the year ended 30 June 2010                                            | <b>2.50</b>                                 |
| Total dividends paid during the six months ended 31 December 2010                                  | <b>1.25</b>                                 |
| <b>Total dividends paid to 31 December 2010</b>                                                    | <b>37.98</b>                                |
| <b>Net asset value as at 31 December 2010</b>                                                      | <b>34.68</b>                                |
| <b>Total net asset value return as at 31 December 2010</b>                                         | <b>72.66</b>                                |

In addition to the dividends paid above, the Board has declared a second dividend for the year ending 30 June 2011, of 1.25 pence per Crown Place VCT PLC share, to be paid on 31 March 2011 to shareholders on the register as at 11 March 2011.

# Shareholder returns and shareholder value

|                                                                                                                           | Proforma(i)<br>Murray<br>VCT PLC<br>(pence per<br>share) | Proforma(i)<br>Murray<br>VCT 2 PLC<br>(pence per<br>share) | Crown Place<br>VCT PLC*<br>(pence per<br>share) |
|---------------------------------------------------------------------------------------------------------------------------|----------------------------------------------------------|------------------------------------------------------------|-------------------------------------------------|
| <b>Shareholder return from launch to April 2005<br/>(date that Albion Ventures was appointed<br/>investment manager):</b> |                                                          |                                                            |                                                 |
| Total dividends paid to 6 April 2005 (ii)                                                                                 | 30.36                                                    | 30.91                                                      | 24.93                                           |
| Decrease in net asset value                                                                                               | (69.90)                                                  | (64.50)                                                    | (56.60)                                         |
| Total shareholder return to 6 April 2005                                                                                  | (39.54)                                                  | (33.59)                                                    | (31.67)                                         |
| <b>Shareholder return from April 2005 to<br/>31 December 2010:</b>                                                        |                                                          |                                                            |                                                 |
| Total dividends paid                                                                                                      | 9.29                                                     | 11.10                                                      | 13.05                                           |
| Decrease in net asset value                                                                                               | (5.42)                                                   | (5.99)                                                     | (8.68)                                          |
| Total shareholder return from April 2005 to<br>31 December 2010                                                           | 3.87                                                     | 5.11                                                       | 4.37                                            |
| <b>Shareholder value since launch:</b>                                                                                    |                                                          |                                                            |                                                 |
| Total dividends paid to 31 December 2010 (ii)                                                                             | 39.65                                                    | 42.01                                                      | 37.98                                           |
| Net asset value as at 31 December 2010                                                                                    | 24.68                                                    | 29.51                                                      | 34.68                                           |
| Total shareholder value as at 31 December 2010                                                                            | 64.33                                                    | 71.52                                                      | 72.66                                           |
| <b>Current dividend objective:</b>                                                                                        |                                                          |                                                            |                                                 |
| Pence per share (per annum)                                                                                               | 1.78                                                     | 2.13                                                       | 2.50                                            |
| Percentage yield on net asset value as at<br>31 December 2010                                                             | 7.2%                                                     | 7.2%                                                       | 7.2%                                            |

(i) Proforma shareholder returns are based on the dividends paid to shareholders before the merger and the pro-rata net asset value per share and pro-rata dividends per share paid to 31 December 2010 since the merger. This pro-forma is based upon the proportion of shares received by Murray VCT PLC (now renamed CP1 VCT PLC) and Murray VCT 2 PLC (now renamed CP2 VCT PLC) shareholders at the time of the merger with Crown Place VCT PLC on 13 January 2006.

(ii) Prior to 6 April 1999, venture capital trusts were able to add 20% to dividends, and figures for the period up until 6 April 1999 are included at the gross equivalent rate actually paid to shareholders.

\* Formerly Murray VCT 3 PLC

## Investment objectives

The investment objective and policy of the Company is to provide shareholders with a predictable dividend stream combined with the prospect of longer term capital growth through investment in smaller unquoted companies in the United Kingdom. In pursuing this policy, the Manager aims to build a portfolio which concentrates on two complementary investment areas. The first are lower risk, often asset-based investments that can provide a strong income stream combined with protection of capital. These will be balanced by a smaller proportion of the portfolio being invested in higher risk companies with greater growth prospects.

## Financial calendar

Record date for second dividend  
Payment of second dividend  
Financial year end

11 March 2011  
31 March 2011  
30 June 2011

# Interim management report

## Results

In the six months to 31 December 2010, the Group recorded a positive total return of 1.96 pence per share, or a 5.8 per cent. return on opening net asset value per share. After allowing for the first dividend of 1.25 pence per share paid in November, net asset value per share increased to 34.68 pence per share (30 June 2010: 33.94 pence per share). This increase in total return builds on the positive performance during the year to 30 June 2010 and positions the Group well for the future. During the period, the Group made a revenue profit after tax of £275,000 and a capital profit after tax of £1,135,000 resulting in a total profit after tax of £1,410,000.

## Dividends

The Company's policy is to pay regular and predictable dividends to investors out of revenue income and realised capital gains. The first dividend in the current financial year of 1.25 pence per share was paid to shareholders on 30 November 2010. The Board aims to maintain the current annualised dividend distribution of 2.50 pence per share going forward, subject always to the availability of distributable reserves and cash resources.

The Directors have declared a second dividend of 1.25 pence per Crown Place VCT PLC share payable on 31 March 2011 to shareholders on the register as at 11 March 2011.

Dividends are paid free of tax to shareholders, and qualifying shareholders who elect to participate in the Dividend Reinvestment Scheme will be able, in respect of further dividends, to receive their dividends in the form of new shares rather than cash, which will entitle them to income tax relief at the rate of 30 per cent. (new shares will need to be held for at least five years). Details can be found on the Manager's website [www.albion-ventures.co.uk](http://www.albion-ventures.co.uk).

## Portfolio review

During the half year, the Company made new and follow-on investments totaling £2,753,000.

Of this amount, £1,564,000 was invested in Radnor House School Limited, a new co-educational independent school for children aged 7 to 18. The school owns the freehold land and buildings known as Pope's Villa, on the banks of the River Thames in Twickenham. Radnor House School Limited is led by a senior management team with outstanding credentials and many years of experience in the sector. The school will open in September 2011 following extensive refurbishment of the premises.

Other new investments made in the period include a £736,000 in Oakland Care Centre Limited and £109,000 in TEG Biogas (Perth) Limited. Oakland Care Centre has acquired freehold land in Chingford, Greater London, and is developing a 46 bed care home catering predominantly for the needs of people with dementia. TEG Biogas (Perth) is developing a waste to energy plant backed by long term contracts to take sorted food waste. A small investment was also made in The Street by Street Solar Programme to fund the installation of solar panels on domestic roofs in the Windsor and Maidenhead area.

A further investment of £100,000 was made in Bravo Inns II Limited to enable it to expand its estate of freehold pubs. The remaining £244,000 of new funds invested was used to support four of the existing technology businesses within the portfolio.

Shares in the AIM quoted Avanti Communications Group PLC performed well following the launch of its first satellite.

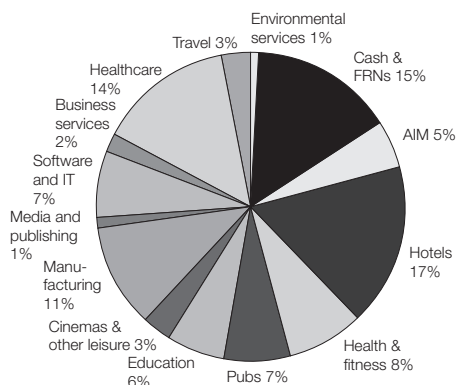
During the period, the Company sold its investments in Geronimo Inns VCT I Limited and Geronimo Inns VCT II Limited, realising total proceeds of £1,675,000, equivalent to an

## Interim management report (continued)

IRR of 17 per cent. The Company also sold its holding in AIM quoted Cello Group Plc, realising proceeds of £140,000.

Overall, the existing investment portfolio is performing well in the context of the current economic conditions. The portfolio benefits from its broad diversification and is protected by a high proportion of asset-backed investments. A number of the growth investments continue to make good progress to maturity and have attractive long term prospects.

The chart below illustrates the composition of the portfolio by industry sector. The majority of the investments in the hotels, pubs, cinemas and fitness clubs and several of the healthcare investments are backed by significant freehold or long leasehold property assets and it remains the Manager's policy that investee companies should not have bank borrowings.



Source: Albion Ventures LLP

### Related Party Transactions

Details of material related party transactions for the reporting period can be found in note 11 to this Half-yearly Financial Report.

### Going concern

The Board's assessment is that liquidity risk is low, and remains as detailed on page 32 of the Annual Report and Financial Statements for

the year ended 30 June 2010. The Company has significant cash and liquid resources. The portfolio of investments is diversified in terms of sector, and the major cash outflows of the Company (namely investments, share buy-backs and dividends) are within the Company's control. Accordingly, after making enquiries, the Directors have a reasonable expectation that the Company has adequate resources to continue in operational existence for the foreseeable future. For this reason the Directors have adopted the going concern basis in preparing the accounts in accordance with Going Concern and Liquidity Risk: Guidance for Directors of UK Companies 2009, published by the Financial Reporting Council.

### Risks and Uncertainties

The key risks affecting the Company remain the continuing uncertain outlook for the economy in the UK and for the world economy in general. It remains our policy that portfolio companies should not have external bank borrowings and as a result, it is the Board's view that our portfolio is relatively well equipped to cope with the current climate. Other risks and uncertainties remain unchanged, and are as detailed on page 24 of the Annual Report and Financial Statements for the year ended 30 June 2010.

### Discount management and share buy-backs

It is the Board's policy to buy back shares in the market, subject to the overall constraint that such purchases are in the Company's interest, including the maintenance of sufficient resources for investment in existing and new investee companies and the continued payment of dividends to shareholders. It is the Board's intention for such buy-backs to be in the region of a 10 to 15 per cent. discount to net asset value, so far as market conditions and liquidity permit. During the six months ended 31 December 2010 the Company

# Interim management report (continued)

purchased 332,910 shares for cancellation at an average price of 29 pence per share.

## **Albion VCTs Linked Top Up Offer**

On 1 November 2010, the Company announced the launch of the Albion VCTs Linked Top Up Offer. In aggregate, the Albion VCTs will be aiming to raise up to £15 million across seven of the VCTs managed by Albion Ventures LLP, of which Crown Place VCT PLC's share will be up to £2.25 million. The maximum amount raised by each of the Albion VCTs will be the lower of €2.5 million, and 10 per cent. of its issued share capital (over any one 12 month period, and including any shares issued under Dividend Reinvestment Schemes), being the amount that they may issue under the Prospectus Rules without the publication of a full prospectus. The number of new shares available may change depending on the £:€ exchange rate.

The proceeds of the Offer will be used to provide further resources to the Albion VCTs at a time when a number of attractive new investment opportunities are being seen.

An Investor Guide and Offer Document have been sent to shareholders and can also be found on the website [www.albion-ventures.co.uk](http://www.albion-ventures.co.uk).

On 7 January 2011, 1,828,380 new Ordinary shares were issued as the first allotment under the Top Up Offer at an issue price of 35.80 pence per new Ordinary Share.

## **Outlook**

The outlook for the UK economy remains uncertain, with public sector funding cuts yet to have their full impact. Importantly, your Company remains conservatively financed with no bank borrowings and it is the Company's policy that investee companies should not have external bank debt. Many of the investee companies address international markets and are seeing potential growth opportunities, which is a cause for optimism. Against this, interest rates continue to be at historically unprecedented low levels, which has reduced the income generated by the Company's cash resources. This issue is being addressed by seeking to employ a larger proportion of the Company's capital in income generating investments, such as the recent investments in Oakland Care Centre Limited, TEG Biogas (Perth) Limited and Radnor House School Limited. The Company has an attractive pipeline of investment opportunities in a number of sectors but particularly in environmental services and healthcare. The Board views this VCT as a long term savings product and in this context, the Directors consider that the Company remains well positioned to deliver long term shareholder value.

## **Patrick Crosthwaite**

Chairman  
25 February 2011

# Responsibility statement

The Directors, as listed on page 2 of this Report, are responsible for preparing the Half-yearly Financial Report. The Directors have chosen to prepare this Half-yearly Financial Report for the Group in accordance with International Financial Reporting Standards ("IFRS").

In preparing the summarised set of Financial Statements for the period to 31 December 2010, we the Directors, confirm that to the best of our knowledge:

- (a) the summarised set of Financial Statements has been prepared in accordance with International Accounting Standard (IAS) 34 "Interim Financial Reporting" issued by the International Accounting Standards Board;
- (b) the Interim management report includes a fair review of the information required by DTR 4.2.7R (indication of important events during the first six months and description of principal risks and uncertainties for the remaining six months of the year);
- (c) the summarised set of Financial Statements give a true and fair view in accordance with IFRS of

the assets, liabilities, financial position and of the profit and loss of the Group for the six months ended 31 December 2010 and comply with IFRS and Companies Act 2006 and;

- (d) the Interim management report includes a fair review of the information required by DTR 4.2.8R (disclosure of related parties' transactions and changes therein).

The accounting policies applied to the Half-yearly Financial Report have been consistently applied in current and prior periods and are those applied in the Annual Report and Financial Statements for the year ended 30 June 2010.

This Half-yearly Financial Report has not been audited or reviewed by the auditors.

By order of the Board of Directors

**Patrick Crosthwaite**

Chairman  
25 February 2011

# Portfolio of investments

The following is a list of non-current investments with a carrying/fair value as at 31 December 2010.

| Investment name                                | Nature of business                                                            | % voting rights | % voting rights of AVL* managed companies | As at 31 December 2010 (unaudited) |                   | As at 30 June 2010 (audited)     |                   | Change in total value for the period** |
|------------------------------------------------|-------------------------------------------------------------------------------|-----------------|-------------------------------------------|------------------------------------|-------------------|----------------------------------|-------------------|----------------------------------------|
|                                                |                                                                               |                 |                                           | Investment to date at cost £'000   | Total value £'000 | Investment to date at cost £'000 | Total value £'000 |                                        |
| <b>Unquoted asset-backed investments</b>       |                                                                               |                 |                                           |                                    |                   |                                  |                   |                                        |
| The Crown Hotel Harrogate Limited              | Owner and operator of the Crown Hotel, Harrogate                              | 15.0            | 50.0                                      | 2,976                              | 2,135             | 2,976                            | 2,071             | 64                                     |
| Kensington Health Clubs Limited                | Owner and operator of a health and fitness club in West London                | 7.8             | 50.0                                      | 1,789                              | 1,233             | 1,789                            | 1,058             | 175                                    |
| The Stanwell Hotel Limited                     | Owner and operator of the Stanwell Hotel at Heathrow Airport                  | 10.8            | 50.0                                      | 1,454                              | 1,202             | 1,454                            | 1,229             | (27)                                   |
| Radnor House School Limited                    | Owner of an independent school                                                | 9.0             | 50.0                                      | 1,000                              | 1,016             | –                                | –                 | 16                                     |
| The Charnwood Pub Company Limited              | Owner and operator of freehold pubs                                           | 7.0             | 50.0                                      | 2,204                              | 959               | 2,204                            | 1,136             | (177)                                  |
| Kew Green VCT (Stansted) Limited               | Owner and operator of the 'Express by Holiday Inn' at Stansted Airport        | 2.0             | 50.0                                      | 1,000                              | 959               | 1,000                            | 950               | 9                                      |
| Oakland Care Centre Limited                    | Owner and operator of a care home                                             | 11.6            | 50.0                                      | 735                                | 744               | –                                | –                 | 9                                      |
| Tower Bridge Health Clubs Limited              | Owner and operator of a health and fitness club in central London             | 9.5             | 50.0                                      | 591                                | 641               | 591                              | 628               | 13                                     |
| CS (Brixton) Limited                           | Cinema owner and operator                                                     | 9.6             | 50.0                                      | 411                                | 530               | 411                              | 531               | –                                      |
| Bravo Inns II Limited                          | Owner and operator of freehold pubs                                           | 4.1             | 50.0                                      | 505                                | 485               | 405                              | 387               | (1)                                    |
| Orchard Portman Hospital Limited               | Owner and operator of a psychiatric hospital in Taunton                       | 11.3            | 50.0                                      | 384                                | 385               | 384                              | 390               | (5)                                    |
| The Weybridge Club Limited                     | Owner and operator of a freehold health and fitness club in Weybridge, Surrey | 1.2             | 50.0                                      | 190                                | 158               | 190                              | 158               | –                                      |
| GB Pub Company VCT Limited                     | Owner and operator of freehold pubs                                           | 9.0             | 50.0                                      | 362                                | 139               | 360                              | 140               | (3)                                    |
| Bravo Inns Limited                             | Owner and operator of freehold pubs                                           | 2.6             | 50.0                                      | 230                                | 126               | 230                              | 126               | –                                      |
| CS (Exeter) Limited                            | Cinema owner and operator                                                     | 9.6             | 50.0                                      | 157                                | 114               | 157                              | 140               | (26)                                   |
| TEG Biogas (Perth) Limited                     | Provider of anaerobic digestion facilities                                    | 12.1            | 50.0                                      | 109                                | 109               | –                                | –                 | –                                      |
| Premier Leisure (Suffolk) Limited              | Freehold cinema owner                                                         | 5.7             | 50.0                                      | 420                                | 106               | 420                              | 108               | (2)                                    |
| Taunton Nursing Home Limited                   | Owner and operator of a psychiatric hospital in Taunton                       | 1.6             | 50.0                                      | 100                                | 100               | 100                              | 102               | (2)                                    |
| The Dunedin Pub Company VCT Limited            | Owner and operator of freehold pubs                                           | 7.8             | 50.0                                      | 92                                 | 89                | 278                              | 97                | (2)                                    |
| CS (Norwich) Limited                           | Cinema owner and operator                                                     | 3.8             | 50.0                                      | 60                                 | 53                | 60                               | 53                | –                                      |
| Evolutions Television Limited                  | Provider of TV post production services                                       | 0.3             | 49.9                                      | 61                                 | 38                | 61                               | 33                | 5                                      |
| The Street by Street Solar Programme Limited   | Provider of PV installations on domestic roofs                                | 2.1             | 50.0                                      | 17                                 | 17                | –                                | –                 | –                                      |
| <b>Total unquoted asset-backed investments</b> |                                                                               |                 |                                           | <b>14,847</b>                      | <b>11,338</b>     | <b>13,070</b>                    | <b>9,337</b>      | <b>46</b>                              |

# Portfolio of investments (continued)

| Investment name                          | Nature of business                                                                            | % voting rights | % voting rights of AVL* managed companies | As at 31 December 2010 (unaudited) |                   | As at 30 June 2010 (audited)     |                   | Change in total value for the period** |
|------------------------------------------|-----------------------------------------------------------------------------------------------|-----------------|-------------------------------------------|------------------------------------|-------------------|----------------------------------|-------------------|----------------------------------------|
|                                          |                                                                                               |                 |                                           | Investment to date at cost £'000   | Total value £'000 | Investment to date at cost £'000 | Total value £'000 |                                        |
| <b>Unquoted growth investments</b>       |                                                                                               |                 |                                           |                                    |                   |                                  |                   |                                        |
| ELE Advanced Technologies Limited        | Manufacturer of precision engineering components                                              | 48.3            | 48.3                                      | 1,049                              | 2,172             | 1,050                            | 1,972             | 200                                    |
| Blackbay Limited                         | Provider of mobile data solutions for the logistics and field service sectors                 | 4.1             | 34.9                                      | 423                                | 671               | 423                              | 638               | 33                                     |
| Lowcosttravelgroup Limited               | Online travel business                                                                        | 5.0             | 26.0                                      | 455                                | 665               | 455                              | 402               | 263                                    |
| Prime Care Holdings Limited              | Provider of domiciliary care services                                                         | 8.7             | 49.9                                      | 478                                | 523               | 478                              | 510               | 13                                     |
| Helveta Limited                          | Provider of software solutions, traceability and inventory analysis to the timber industry    | 3.1             | 20.8                                      | 450                                | 450               | 450                              | 450               | –                                      |
| House of Dorchester Limited              | Chocolate manufacturer                                                                        | 23.3            | 23.3                                      | 320                                | 410               | 368                              | 414               | 45                                     |
| Masters Pharmaceuticals Limited          | International specialist distribution of pharmaceuticals                                      | 2.4             | 17.1                                      | 375                                | 381               | 375                              | 377               | 4                                      |
| Mi-Pay Limited                           | Provider of mobile payment services                                                           | 3.3             | 43.7                                      | 357                                | 338               | 307                              | 333               | (44)                                   |
| Forth Photonics Limited                  | Developer, manufacturer and seller of medical devices for the detection of epithelial cancers | 2.6             | 18.4                                      | 350                                | 310               | 350                              | 350               | (40)                                   |
| Mirada Medical Limited                   | Developer of medical imaging software                                                         | 6.9             | 45.0                                      | 179                                | 315               | 128                              | 171               | 94                                     |
| Dexela Limited                           | Developer of medical imaging technology for the early detection of breast cancer              | 3.9             | 34.8                                      | 295                                | 300               | 295                              | 225               | 75                                     |
| Xceleron Limited                         | Provider of a range of drug development services to the life-science industries               | 3.4             | 45.1                                      | 360                                | 242               | 329                              | 296               | (84)                                   |
| memsstar Limited                         | Refurbisher of semiconductor fabrication equipment                                            | 1.7             | 28.1                                      | 130                                | 130               | 130                              | 113               | 17                                     |
| Opta Sports Data Limited                 | Compiler of sports performance data                                                           | 1.4             | 14.0                                      | 150                                | 124               | 150                              | 141               | (17)                                   |
| Oxsensis Limited                         | Developer and producer of industrial sensors used in super-high temperature environments      | 1.4             | 20.7                                      | 192                                | 110               | 192                              | 146               | (36)                                   |
| Rostima Limited                          | Provider of workforce management solutions software                                           | 5.5             | 39.3                                      | 511                                | 108               | 403                              | –                 | –                                      |
| Chichester Holdings Limited              | Drinks distributor to the travel sector                                                       | 9.1             | 50.0                                      | 600                                | 99                | 600                              | 160               | (61)                                   |
| Process Systems Enterprise Limited       | Provider of process systems modelling solutions                                               | 1.1             | 16.0                                      | 100                                | 81                | 100                              | 65                | 16                                     |
| Palm Tree Technology PLC                 | Software company                                                                              | 0.2             | 0.7                                       | 102                                | 61                | 102                              | 15                | 46                                     |
| Unique Communications Group Limited      | Media selling business & TV production company                                                | 17.0            | 17.0                                      | 1,494                              | 50                | 1,494                            | –                 | 50                                     |
| Red-M Wireless Limited                   | Service and software provider                                                                 | 11.5            | 41.0                                      | 85                                 | 30                | 85                               | 88                | (58)                                   |
| Green Energy Property Services Limited   | Surveyor of energy performance in buildings                                                   | 3.1             | 23.4                                      | 38                                 | 19                | 38                               | 19                | –                                      |
|                                          |                                                                                               |                 |                                           | 8,493                              | 7,589             | 8,302                            | 6,885             | 516                                    |
| Other investments valued at nil          |                                                                                               |                 |                                           | 144                                | –                 | 1,637                            | –                 | –                                      |
| <b>Total unquoted growth investments</b> |                                                                                               |                 |                                           | <b>8,637</b>                       | <b>7,589</b>      | <b>9,939</b>                     | <b>6,885</b>      | <b>516</b>                             |

## Portfolio of investments (continued)

| Investment name                              | Nature of business                                           | % voting rights | % voting rights of AVL* managed companies | As at 31 December 2010 (unaudited)  |                      | As at 30 June 2010 (audited)        |                      | Change in total value for the period**<br>£'000 |
|----------------------------------------------|--------------------------------------------------------------|-----------------|-------------------------------------------|-------------------------------------|----------------------|-------------------------------------|----------------------|-------------------------------------------------|
|                                              |                                                              |                 |                                           | Investment to date at cost<br>£'000 | Total value<br>£'000 | Investment to date at cost<br>£'000 | Total value<br>£'000 |                                                 |
| <b>AIM quoted investments</b>                |                                                              |                 |                                           |                                     |                      |                                     |                      |                                                 |
| Avanti Communications Group plc              | Supplier of satellite communications                         | 0.2             | 0.2                                       | 371                                 | 1,207                | 371                                 | 793                  | 414                                             |
| Augean PLC                                   | Waste management                                             | 0.4             | 0.4                                       | 590                                 | 92                   | 590                                 | 81                   | 11                                              |
| Insetco PLC                                  | Investor in businesses that specialise in financial products | 0.2             | 0.2                                       | 81                                  | –                    | 81                                  | –                    | –                                               |
| <b>Total AIM quoted investments</b>          |                                                              |                 |                                           | <b>1,042</b>                        | <b>1,299</b>         | <b>1,042</b>                        | <b>874</b>           | <b>425</b>                                      |
| <b>Total unquoted investments</b>            |                                                              |                 |                                           | <b>23,484</b>                       | <b>18,927</b>        | <b>23,009</b>                       | <b>16,222</b>        | <b>562</b>                                      |
| <b>Total qualifying investments</b>          |                                                              |                 |                                           | <b>24,526</b>                       | <b>20,226</b>        | <b>24,051</b>                       | <b>17,096</b>        | <b>987</b>                                      |
| <b>Non-qualifying investments</b>            |                                                              |                 |                                           |                                     |                      |                                     |                      |                                                 |
| Driver Hire Investment Group Limited         | Supplier of temporary drivers                                | 5.3             | 5.3                                       | 408                                 | 330                  | 408                                 | 126                  | 204                                             |
| Radnor House School Limited                  | Owner of an independent school                               | –               | –                                         | 564                                 | 578                  | –                                   | –                    | 14                                              |
| Booth Dispensers Limited                     | Manufacturer of vending machine components                   | 22.8            | 22.8                                      | 64                                  | 64                   | 80                                  | 80                   | –                                               |
| <b>Non-qualifying AIM quoted investments</b> |                                                              |                 |                                           | <b>1,036</b>                        | <b>972</b>           | <b>488</b>                          | <b>206</b>           | <b>218</b>                                      |
|                                              |                                                              |                 |                                           | <b>7</b>                            | <b>13</b>            | <b>10</b>                           | <b>10</b>            | <b>(3)</b>                                      |
| Total non-qualifying investments             |                                                              |                 |                                           | <b>1,043</b>                        | <b>985</b>           | <b>498</b>                          | <b>216</b>           | <b>215</b>                                      |
| <b>Total non-current asset investments</b>   |                                                              |                 |                                           | <b>25,569</b>                       | <b>21,211</b>        | <b>24,549</b>                       | <b>17,312</b>        | <b>1,202</b>                                    |

\* AVL is Albion Ventures LLP

\*\* As adjusted for additions and disposals between the two accounting periods

# Summary consolidated statement of comprehensive income

|                                                             |       | Unaudited<br>six months ended<br>31 December 2010 |                  |                | Unaudited<br>six months ended<br>31 December 2009 |                  |                | Audited<br>year ended<br>30 June 2010 |                  |                |
|-------------------------------------------------------------|-------|---------------------------------------------------|------------------|----------------|---------------------------------------------------|------------------|----------------|---------------------------------------|------------------|----------------|
|                                                             | Notes | Revenue<br>£'000                                  | Capital<br>£'000 | Total<br>£'000 | Revenue<br>£'000                                  | Capital<br>£'000 | Total<br>£'000 | Revenue<br>£'000                      | Capital<br>£'000 | Total<br>£'000 |
| Profits on investments                                      | 2     | –                                                 | 1,298            | 1,298          | –                                                 | 811              | 811            | –                                     | 1,421            | 1,421          |
| Investment income and deposit interest                      | 3     | 461                                               | –                | 461            | 449                                               | –                | 449            | 903                                   | –                | 903            |
| Investment management fees                                  |       | (54)                                              | (163)            | (217)          | (55)                                              | (164)            | (219)          | (108)                                 | (324)            | (432)          |
| Other expenses                                              |       | (132)                                             | –                | (132)          | (168)                                             | –                | (168)          | (306)                                 | –                | (306)          |
| Profit before taxation                                      |       | 275                                               | 1,135            | 1,410          | 226                                               | 647              | 873            | 489                                   | 1,097            | 1,586          |
| Taxation                                                    |       | –                                                 | –                | –              | –                                                 | –                | –              | –                                     | –                | –              |
| <b>Profit and total comprehensive income for the period</b> |       | <b>275</b>                                        | <b>1,135</b>     | <b>1,410</b>   | <b>226</b>                                        | <b>647</b>       | <b>873</b>     | <b>489</b>                            | <b>1,097</b>     | <b>1,586</b>   |
| <b>Basic and diluted return per Ordinary share (pence)*</b> | 5     | <b>0.38</b>                                       | <b>1.58</b>      | <b>1.96</b>    | <b>0.31</b>                                       | <b>0.89</b>      | <b>1.20</b>    | <b>0.68</b>                           | <b>1.52</b>      | <b>2.20</b>    |

\*(excluding treasury shares)

Comparative figures have been extracted from the unaudited Half-yearly Financial Report for the period ended 31 December 2009 and the audited statutory accounts for the year ended 30 June 2010.

The accompanying notes on pages 18 to 25 form an integral part of this Half-yearly Financial Report.

The total column of this statement represents the Group's Statement of comprehensive income, prepared in accordance with International Financial Reporting Standards ('IFRS'). The supplementary revenue and capital reserve columns are prepared under guidance published by the Association of Investment Companies.

All revenue and capital items in the above statement derive from continuing operations.

# Summary consolidated statement of financial position

|                                                             | Notes | Unaudited<br>31 December<br>2010<br>£'000 | Audited<br>30 June<br>2010<br>£'000 |
|-------------------------------------------------------------|-------|-------------------------------------------|-------------------------------------|
| <b>Non-current assets</b>                                   |       |                                           |                                     |
| Investments                                                 | 6     | <b>21,211</b>                             | 19,092                              |
| <b>Current assets</b>                                       |       |                                           |                                     |
| Trade and other receivables                                 |       | <b>81</b>                                 | 68                                  |
| Cash and cash equivalents                                   |       | <b>3,886</b>                              | 5,513                               |
|                                                             |       | <b>3,967</b>                              | 5,581                               |
| <b>Total assets</b>                                         |       | <b>25,178</b>                             | 24,673                              |
| <b>Current liabilities</b>                                  |       |                                           |                                     |
| Trade and other payables                                    |       | <b>(315)</b>                              | (260)                               |
| <b>Net assets</b>                                           |       | <b>24,863</b>                             | 24,413                              |
| <b>Equity attributable to equity holders</b>                |       |                                           |                                     |
| Ordinary share capital                                      | 7     | <b>7,895</b>                              | 7,918                               |
| Share premium                                               |       | <b>58</b>                                 | 32                                  |
| Capital redemption reserve                                  |       | <b>1,006</b>                              | 972                                 |
| Unrealised capital reserve                                  |       | <b>(4,481)</b>                            | (5,966)                             |
| Special reserve                                             |       | <b>46,220</b>                             | 46,318                              |
| Treasury shares reserve                                     |       | <b>(2,849)</b>                            | (2,849)                             |
| Realised capital reserve                                    |       | <b>(23,515)</b>                           | (23,165)                            |
| Revenue reserve                                             |       | <b>529</b>                                | 1,153                               |
| <b>Total equity shareholders' funds</b>                     |       | <b>24,863</b>                             | 24,413                              |
| <b>Basic and diluted net asset value per share (pence)*</b> |       | <b>34.68</b>                              | 33.94                               |

\*(excluding treasury shares)

Comparative figures have been extracted from the audited statutory accounts for the year ended 30 June 2010.

The accompanying notes on pages 18 to 25 form an integral part of this Half-yearly Financial Report.

These Financial Statements were agreed by the Board of Directors, and authorised for issue on 25 February 2011 and were signed on its behalf by

**Patrick Crosthwaite**

Chairman

Company number 3495287

# Summary company statement of financial position

|                                                             | Notes | Unaudited<br>31 December<br>2010<br>£'000 | Audited<br>30 June<br>2010<br>£'000 |
|-------------------------------------------------------------|-------|-------------------------------------------|-------------------------------------|
| <b>Fixed assets</b>                                         |       |                                           |                                     |
| Fixed asset investments                                     | 6     | 21,211                                    | 19,092                              |
| Investment in subsidiary undertakings                       |       | 15,492                                    | 15,013                              |
|                                                             |       | <b>36,703</b>                             | <b>34,105</b>                       |
| <b>Current assets</b>                                       |       |                                           |                                     |
| Trade and other debtors                                     |       | 81                                        | 68                                  |
| Cash at bank and in hand                                    |       | 3,685                                     | 5,400                               |
|                                                             |       | <b>3,766</b>                              | <b>5,468</b>                        |
| <b>Total assets</b>                                         |       | <b>40,469</b>                             | <b>39,573</b>                       |
| <b>Current liabilities</b>                                  |       |                                           |                                     |
| Trade and other creditors                                   |       | (15,606)                                  | (15,160)                            |
| <b>Net assets</b>                                           |       | <b>24,863</b>                             | <b>24,413</b>                       |
| <b>Equity attributable to equityholders</b>                 |       |                                           |                                     |
| Ordinary share capital                                      | 7     | 7,895                                     | 7,918                               |
| Share premium                                               |       | 58                                        | 32                                  |
| Capital redemption reserve                                  |       | 1,006                                     | 972                                 |
| Unrealised capital reserve                                  |       | (4,047)                                   | (6,011)                             |
| Special reserve                                             |       | 46,220                                    | 46,318                              |
| Treasury shares reserve                                     |       | (2,849)                                   | (2,849)                             |
| Realised capital reserve                                    |       | (23,568)                                  | (23,218)                            |
| Revenue reserve                                             |       | 148                                       | 1,251                               |
| <b>Total equity shareholders' funds</b>                     |       | <b>24,863</b>                             | <b>24,413</b>                       |
| <b>Basic and diluted net asset value per share (pence)*</b> |       | <b>34.68</b>                              | <b>33.94</b>                        |

\*(excluding treasury shares)

Comparative figures have been extracted from the statutory accounts for the year ended 30 June 2010.

The accompanying notes on pages 18 to 25 form an integral part of this Half-yearly Financial Report.

This Company balance sheet has been prepared in accordance with UK GAAP.

These Financial Statements were approved by the Board of Directors, and authorised for issue on 25 February 2011 and were signed on its behalf by

**Patrick Crosthwaite**

Chairman

Company number 3495287

# Summary consolidated statement of changes in equity

|                                                                 | Ordinary share capital<br>£'000 | Share premium<br>£'000 | Capital redemption reserve<br>£'000 | Unrealised capital reserve*<br>£'000 | Special reserve*<br>£'000 | Treasury shares reserve*<br>£'000 | Realised capital reserve*<br>£'000 | Revenue reserve*<br>£'000 | Total<br>£'000 |
|-----------------------------------------------------------------|---------------------------------|------------------------|-------------------------------------|--------------------------------------|---------------------------|-----------------------------------|------------------------------------|---------------------------|----------------|
| <b>As at 1 July 2010 (audited)</b>                              | <b>7,918</b>                    | <b>32</b>              | <b>972</b>                          | <b>(5,966)</b>                       | <b>46,318</b>             | <b>(2,849)</b>                    | <b>(23,165)</b>                    | <b>1,153</b>              | <b>24,413</b>  |
| Total comprehensive income for the period                       | –                               | –                      | –                                   | 1,199                                | –                         | –                                 | (64)                               | 275                       | 1,410          |
| Transfer of previously unrealised losses on sale of investments | –                               | –                      | –                                   | 286                                  | –                         | –                                 | (286)                              | –                         | –              |
| Dividends paid in the period                                    | –                               | –                      | –                                   | –                                    | –                         | –                                 | –                                  | (899)                     | (899)          |
| Purchase of own shares for cancellation (net of costs)          | (34)                            | –                      | 34                                  | –                                    | (98)                      | –                                 | –                                  | –                         | (98)           |
| Issue of equity (net of costs)                                  | 11                              | 26                     | –                                   | –                                    | –                         | –                                 | –                                  | –                         | 37             |
| <b>As at 31 December 2010 (unaudited)</b>                       | <b>7,895</b>                    | <b>58</b>              | <b>1,006</b>                        | <b>(4,481)</b>                       | <b>46,220</b>             | <b>(2,849)</b>                    | <b>(23,515)</b>                    | <b>529</b>                | <b>24,863</b>  |
| As at 1 July 2009 (audited)                                     | 7,965                           | 14,438                 | 902                                 | (7,616)                              | 32,099                    | (2,849)                           | (21,163)                           | 1,012                     | 24,788         |
| Total comprehensive income for the period                       | –                               | –                      | –                                   | 738                                  | –                         | –                                 | (91)                               | 226                       | 873            |
| Transfer of previously unrealised losses on sale of investments | –                               | –                      | –                                   | 542                                  | –                         | –                                 | (542)                              | –                         | –              |
| Transfer of reserves                                            | –                               | –                      | –                                   | –                                    | (15)                      | –                                 | –                                  | 15                        | –              |
| Dividends paid in period                                        | –                               | –                      | –                                   | –                                    | –                         | –                                 | (724)                              | (181)                     | (905)          |
| Issue of equity (net of costs)                                  | 11                              | 15                     | –                                   | –                                    | –                         | –                                 | –                                  | –                         | 26             |
| Cancellation of share premium account                           | –                               | (14,438)               | –                                   | –                                    | 14,438                    | –                                 | –                                  | –                         | –              |
| <b>As at 31 December 2009 (unaudited)</b>                       | <b>7,976</b>                    | <b>15</b>              | <b>902</b>                          | <b>(6,336)</b>                       | <b>46,522</b>             | <b>(2,849)</b>                    | <b>(22,520)</b>                    | <b>1,071</b>              | <b>24,782</b>  |
| As at 1 July 2009 (audited)                                     | 7,965                           | 14,438                 | 902                                 | (7,616)                              | 32,099                    | (2,849)                           | (21,163)                           | 1,012                     | 24,788         |
| Total comprehensive income for the year                         | –                               | –                      | –                                   | 761                                  | –                         | –                                 | 336                                | 489                       | 1,586          |
| Transfer of previously unrealised losses on sale of investments | –                               | –                      | –                                   | 889                                  | –                         | –                                 | (889)                              | –                         | –              |
| Dividends paid in year                                          | –                               | –                      | –                                   | –                                    | –                         | –                                 | (1,449)                            | (362)                     | (1,811)        |
| Purchase of own shares for cancellation (including costs)       | (70)                            | –                      | 70                                  | –                                    | (205)                     | –                                 | –                                  | –                         | (205)          |
| Issue of equity (net of costs)                                  | 23                              | 32                     | –                                   | –                                    | –                         | –                                 | –                                  | –                         | 55             |
| Cancellation of share premium account                           | –                               | (14,438)               | –                                   | –                                    | 14,438                    | –                                 | –                                  | –                         | –              |
| Cost of cancellation of share premium account                   | –                               | –                      | –                                   | –                                    | (14)                      | –                                 | –                                  | 14                        | –              |
| <b>As at 30 June 2010 (audited)</b>                             | <b>7,918</b>                    | <b>32</b>              | <b>972</b>                          | <b>(5,966)</b>                       | <b>46,318</b>             | <b>(2,849)</b>                    | <b>(23,165)</b>                    | <b>1,153</b>              | <b>24,413</b>  |

\*Included within these reserves is an amount of £15,904,000 (December 2009: £15,888,000; June 2010: £15,491,000) which is distributable. The special reserve has been treated as distributable in determining the reserves available for distribution.

# Summary Company reconciliation of movements in shareholders' funds

|                                                                       | Ordinary<br>share<br>capital<br>£'000 | Share<br>premium<br>£'000 | Capital<br>redemption<br>reserve<br>£'000 | Unrealised<br>capital<br>reserve*<br>£'000 | Special<br>reserve*<br>£'000 | Treasury<br>shares<br>reserve*<br>£'000 | Realised<br>capital<br>reserve*<br>£'000 | Revenue<br>reserve*<br>£'000 | Total<br>£'000 |
|-----------------------------------------------------------------------|---------------------------------------|---------------------------|-------------------------------------------|--------------------------------------------|------------------------------|-----------------------------------------|------------------------------------------|------------------------------|----------------|
| <b>As at 1 July 2010 (audited)</b>                                    | <b>7,918</b>                          | <b>32</b>                 | <b>972</b>                                | <b>(6,011)</b>                             | <b>46,318</b>                | <b>(2,849)</b>                          | <b>(23,218)</b>                          | <b>1,251</b>                 | <b>24,413</b>  |
| Return for the period                                                 | –                                     | –                         | –                                         | 1,678                                      | –                            | –                                       | (64)                                     | (204)                        | 1,410          |
| Transfer of previously<br>unrealised losses on<br>sale of investments | –                                     | –                         | –                                         | 286                                        | –                            | –                                       | (286)                                    | –                            | –              |
| Dividends paid in year                                                | –                                     | –                         | –                                         | –                                          | –                            | –                                       | –                                        | (899)                        | (899)          |
| Purchase of own shares<br>for cancellation<br>(including costs)       | (34)                                  | –                         | 34                                        | –                                          | (98)                         | –                                       | –                                        | –                            | (98)           |
| Issue of equity (net<br>of costs)                                     | 11                                    | 26                        | –                                         | –                                          | –                            | –                                       | –                                        | –                            | 37             |
| <b>As at 31 December<br/>2010 (unaudited)</b>                         | <b>7,895</b>                          | <b>58</b>                 | <b>1,006</b>                              | <b>(4,047)</b>                             | <b>46,220</b>                | <b>(2,849)</b>                          | <b>(23,568)</b>                          | <b>148</b>                   | <b>24,863</b>  |
| As at 1 July 2009 (audited)                                           | 7,965                                 | 14,438                    | 902                                       | (7,525)                                    | 32,099                       | (2,849)                                 | (21,216)                                 | 974                          | 24,788         |
| Return for the year                                                   | –                                     | –                         | –                                         | 1,622                                      | –                            | –                                       | (90)                                     | (659)                        | 873            |
| Transfer of previously<br>unrealised losses on<br>sale of investments | –                                     | –                         | –                                         | 542                                        | –                            | –                                       | (542)                                    | –                            | –              |
| Transfer of reserves                                                  | –                                     | –                         | –                                         | –                                          | (15)                         | –                                       | –                                        | 15                           | –              |
| Dividends paid in period                                              | –                                     | –                         | –                                         | –                                          | –                            | –                                       | (724)                                    | (181)                        | (905)          |
| Issue of equity (net of costs)                                        | 11                                    | 15                        | –                                         | –                                          | –                            | –                                       | –                                        | –                            | 26             |
| Cancellation of share<br>premium account                              | –                                     | (14,438)                  | –                                         | –                                          | 14,438                       | –                                       | –                                        | –                            | –              |
| <b>As at 31 December<br/>2009 (unaudited)</b>                         | <b>7,976</b>                          | <b>15</b>                 | <b>902</b>                                | <b>(5,361)</b>                             | <b>46,522</b>                | <b>(2,849)</b>                          | <b>(22,572)</b>                          | <b>148</b>                   | <b>24,782</b>  |
| As at 1 July 2009 (audited)                                           | 7,965                                 | 14,438                    | 902                                       | (7,525)                                    | 32,099                       | (2,849)                                 | (21,216)                                 | 974                          | 24,788         |
| Return for the year                                                   | –                                     | –                         | –                                         | 625                                        | –                            | –                                       | 336                                      | 625                          | 1,586          |
| Transfer of previously<br>unrealised losses<br>on sale of investments | –                                     | –                         | –                                         | 889                                        | –                            | –                                       | (889)                                    | –                            | –              |
| Dividends paid in year                                                | –                                     | –                         | –                                         | –                                          | –                            | –                                       | (1,449)                                  | (362)                        | (1,811)        |
| Purchase of own shares<br>for cancellation<br>(including costs)       | (70)                                  | –                         | 70                                        | –                                          | (205)                        | –                                       | –                                        | –                            | (205)          |
| Issue of equity (net<br>of costs)                                     | 23                                    | 32                        | –                                         | –                                          | –                            | –                                       | –                                        | –                            | 55             |
| Cancellation of share<br>premium account                              | –                                     | (14,438)                  | –                                         | –                                          | 14,438                       | –                                       | –                                        | –                            | –              |
| Cost of cancellation<br>of share premium<br>account                   | –                                     | –                         | –                                         | –                                          | (14)                         | –                                       | –                                        | 14                           | –              |
| <b>As at 30 June 2010 (audited)</b>                                   | <b>7,918</b>                          | <b>32</b>                 | <b>972</b>                                | <b>(6,011)</b>                             | <b>46,318</b>                | <b>(2,849)</b>                          | <b>(23,218)</b>                          | <b>1,251</b>                 | <b>24,413</b>  |

\*Included within these reserves is an amount of £15,904,000 (December 2009: £15,888,000; June 2010: £15,491,000) which is distributable. The special reserve has been treated as distributable in determining the reserves available for distribution.

# Summary consolidated statement of cash flows

|                                                                                           |      | Unaudited<br>six months ended<br>31 December<br>2010<br>£'000 | Unaudited<br>six months ended<br>31 December<br>2009<br>£'000 | Audited<br>year ended<br>30 June<br>2010<br>£'000 |
|-------------------------------------------------------------------------------------------|------|---------------------------------------------------------------|---------------------------------------------------------------|---------------------------------------------------|
|                                                                                           | Note |                                                               |                                                               |                                                   |
| <b>Operating activities</b>                                                               |      |                                                               |                                                               |                                                   |
| Investment income received                                                                |      | 435                                                           | 383                                                           | 773                                               |
| Deposit interest received                                                                 |      | 33                                                            | 30                                                            | 86                                                |
| Administration fees paid                                                                  |      | (25)                                                          | (26)                                                          | (50)                                              |
| Investment management fees paid                                                           |      | (221)                                                         | (301)                                                         | (522)                                             |
| Other cash payments                                                                       |      | (103)                                                         | (161)                                                         | (268)                                             |
| Cash generated/(expended) from operations                                                 |      | 119                                                           | (75)                                                          | 19                                                |
| <b>Taxation</b>                                                                           |      |                                                               |                                                               |                                                   |
| Tax received                                                                              |      | –                                                             | –                                                             | –                                                 |
| <b>Net cash flows from operating activities</b>                                           | 8    | 119                                                           | (75)                                                          | 19                                                |
| <b>Cash flows from investing activities</b>                                               |      |                                                               |                                                               |                                                   |
| Purchase of non-current asset investments                                                 |      | (2,672)                                                       | (1,782)                                                       | (3,095)                                           |
| Disposal of non-current asset investments                                                 |      | 1,896                                                         | 293                                                           | 1,264                                             |
| Purchase of current asset investments                                                     |      | –                                                             | (2,217)                                                       | (2,217)                                           |
| Disposal of current asset investments                                                     |      | –                                                             | 5,018                                                         | 5,017                                             |
| <b>Net cash (outflow)/inflow from investing activities</b>                                |      | (776)                                                         | 1,312                                                         | 969                                               |
| <b>Cash flows from financing activities</b>                                               |      |                                                               |                                                               |                                                   |
| Equity dividends paid (net of costs of issuing shares under dividend reinvestment scheme) |      | (861)                                                         | (870)                                                         | (1,739)                                           |
| Purchase of Ordinary shares for cancellation                                              |      | (109)                                                         | –                                                             | (192)                                             |
| Costs of issue of share capital                                                           |      | –                                                             | (10)                                                          | (16)                                              |
| <b>Net cash flows used in financing activities</b>                                        |      | (970)                                                         | (880)                                                         | (1,947)                                           |
| <b>(Decrease)/increase in cash and cash equivalents</b>                                   |      | (1,627)                                                       | 357                                                           | (959)                                             |
| <b>Cash and cash equivalents at the start of the period</b>                               |      | 5,513                                                         | 6,472                                                         | 6,472                                             |
| <b>Cash and cash equivalents at the end of the period</b>                                 |      | 3,886                                                         | 6,829                                                         | 5,513                                             |

# Notes to the summarised set of financial statements for the six months ended 31 December 2010

## 1. Accounting policies

The following policies refer to the Group and the Company except where noted. References to International Financial Reporting Standards ('IFRS') relate to the Group Financial Statements and Financial Reporting Standards ('FRS') relate to the Company Financial Statements.

### Basis of accounting

The Half-yearly Financial Report has been prepared in accordance with the historical cost convention, modified to include the revaluation of investments and in accordance with International Financial Reporting Standards ('IFRS') adopted for use in the European Union (and therefore comply with Article 4 of the EU IAS regulation), in the case of the Group, and in accordance with Financial Reporting Standards ('FRS') in the case of the Company. This Half-Yearly Financial Report has been prepared in accordance with IAS 34 'Interim Financial Reporting'.

Both the Group and the Company financial statements also apply the Statement of Recommended Practice: "Financial Statements of Investment Companies and Venture Capital Trusts" ('SORP') issued by the Association of Investment Companies ("AIC") in January 2009, in so far as this does not conflict with IFRS. The Financial Statements have been prepared in accordance with those parts of the Companies Act 2006 applicable to the companies reporting under IFRS and FRS. The information in this document does not include all of the disclosures required by IFRS and SORP in full annual Financial Statements, and it should be read in conjunction with the consolidated Financial Statements of the Group for the year ended 30 June 2010. This Half-yearly financial information has been prepared applying the accounting policies and presentation that were applied in the preparation of the Group's published consolidated Financial Statements for the year ended 30 June 2010.

These financial statements are presented in Sterling to the nearest thousand. Accounting policies have been applied consistently in current and prior periods.

### Basis of consolidation

The Group consolidated financial statements incorporate the financial statements of the Company for the period ended 31 December 2010 and the entities controlled by the Company (its subsidiaries), for the same period. Where necessary, adjustments are made to the financial statements of subsidiaries to bring the accounting policies into line with those used

by the Group. All intra-group transactions, balances, income and expenses are eliminated on consolidation.

As permitted by Section 408 of the Companies Act 2006, the Company has not presented its own profit and loss account. The amount of the Company's profit before tax for the period dealt with in the accounts of the Group is £1,410,000 (31 December 2009: £873,000; 30 June 2010: £1,586,000).

### Segmental reporting

The Directors are of the opinion that the Group and the Company are engaged in a single segment of business, being investment business. The Group invests in smaller companies principally based in the UK.

### Business combinations

The acquisition of subsidiaries is accounted for using the purchase method in the Group financial statements. The cost of the acquisition is measured at the aggregate of the fair values, at the date of exchange, of assets given, liabilities incurred or assumed, and equity instruments issued by the Group in exchange for control of the subsidiaries, plus any costs directly attributable to the business combination. The subsidiary's identifiable assets, liabilities and contingent liabilities that meet the conditions for recognition under IFRS 3 "Business Combinations" are recognised at their fair value at the acquisition date.

### Estimates

The preparation of the Group and Company's Half-yearly Financial Report requires estimates, assumptions and judgements to be made, which affect the reported results and balances. Actual outcomes may differ from these estimates, with a consequential impact on the results of future periods. The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are those used to determine the fair value of investments at fair value through profit or loss.

The valuation of investments at fair value through the profit or loss is determined by using valuation techniques. The Group and the Company use judgements to select a variety of methods and makes assumptions that are mainly based on market conditions at each balance sheet date. The movements in valuations of investments during the period are shown in note 2.

# Notes to the summarised set of financial statements for the six months ended 31 December 2010 (continued)

## 1. Accounting policies (continued)

### **Fixed and current asset investments**

#### *Quoted and unquoted equity investments and convertible and discounted bonds*

In accordance with IAS 39 'Financial Instruments: Recognition and Measurement', and FRS 26 'Financial Instruments: Recognition and Measurement', quoted and unquoted equity investments and convertible and discounted bonds are designated as fair value through profit or loss ('FVTPL'). Investments listed on recognised exchanges are valued at the closing bid prices at the end of the accounting period. Unquoted investments' fair value is determined by the Directors in accordance with the International Private Equity and Venture Capital Valuation Guidelines (IPEVCV guidelines).

Fair value movements on investments and gains and losses arising on the disposal of investments are reflected in the capital column of the Statement of comprehensive income in accordance with the AIC SORP. Realised gains or losses on the sale of investments will be reflected in the Realised capital reserve, and unrealised gains or losses arising from the revaluation of investments will be reflected in the Unrealised capital reserve.

#### *Warrants and unquoted equity derived instruments*

Warrants and unquoted equity derived instruments are only valued if their exercise or contractual conversion terms would allow them to be exercised or converted as at the balance sheet date, and if there is additional value to the Company in exercising or converting as at the balance sheet date. Otherwise these instruments are held at nil value. The valuation techniques used are those used for the underlying equity investment.

#### *Unquoted loan stock (excluding convertible and discounted bonds)*

Unquoted loan stock is classified as loans and receivables in accordance with IAS 39 and FRS 26 and carried at amortised cost using the Effective Interest Rate method less impairment. Movements in the amortised cost relating to interest income are reflected in the revenue column of the Statement of comprehensive income, and hence are reflected in the Revenue reserve, and movements in respect of capital provisions are reflected in the capital column of the Statement of comprehensive income and are reflected in the Realised capital reserve following sale, or in the Unrealised capital reserve on revaluation.

For all unquoted loan stock, fully performing, renegotiated, past due or impaired, the Board

considers that the fair value is equal to or greater than the security value of these assets. For unquoted loan stock, the amount of the impairment is the difference between the asset's cost and the present value of estimated future cash flows, discounted at the effective interest rate. The future cash flows are estimated based on the fair value of the security held less estimated selling costs.

#### *Floating rate notes*

In accordance with IAS 39 and FRS 26, floating rate notes are designated as FVTPL. Floating rate notes are valued at market bid price at the balance sheet date. Floating rate notes are classified as current asset investments as they are investments held for the short term.

Investments are recognised as financial assets on legal completion of the investment contract and are de-recognised on legal completion of the sale of an investment.

Dividend income is not recognised as part of the fair value movement of an investment, but is recognised separately as investment income through the revenue reserve when a share becomes ex-dividend.

Loan stock accrued interest is recognised in the Balance sheet as part of the carrying value of the loans and receivables at the end of each reporting period.

It is not the Group or the Company's policy to exercise control or significant influence over investee companies. Therefore in accordance with the exemptions under IAS 28 "Investments in associates" and FRS 9 "Associates and joint ventures", those undertakings in which the Group or Company holds more than 20 per cent. of the equity are not regarded as associated undertakings.

### **Receivables and payables/debtors and creditors**

- Receivables are non-interest bearing and are short term in nature and are accordingly stated at amortised cost, as reduced by appropriate allowances for estimated irrecoverable amounts. The Directors consider that the carrying amount of receivables/debtors is not materially different to their fair value.
- Payables are non-interest bearing and are stated at amortised cost. The Directors consider that the carrying amount of payables/creditors is not materially different to their fair value.

# Notes to the summarised set of financial statements for the six months ended 31 December 2010 (continued)

## 1. Accounting policies (continued)

### **Investment income**

#### *Quoted and unquoted equity income*

Dividend income is included in revenue when the investment is quoted ex-dividend.

#### *Unquoted loan stock income*

Fixed returns on non-equity shares and debt securities are recognised on a time apportionment basis using an effective interest rate over the life of the financial instrument. Income which is not capable of being received within a reasonable period of time is reflected in the capital value of the investment.

#### *Bank interest income*

Interest income is recognised on an accruals basis using the rate of interest agreed with the bank.

#### *Floating rate note income*

Floating rate note income is recognised on an accruals basis using the interest rate applicable to the floating rate note at that time.

### **Investment management fees, performance incentive fees and other expenses**

All expenses have been accounted for on an accruals basis. Expenses are charged through the revenue column of the Statement of comprehensive income, except for management fees and performance incentive fees which are allocated in part to the capital column of the Statement of comprehensive income, to the extent that these relate to an enhancement in the value of the investments and in line with the Board's expectation that over the long term 75 per cent. of the Group's investment returns will be in the form of capital gains.

### **Issue costs**

Issue costs associated with the allotment of share capital have been deducted from the share premium account.

### **Taxation**

Taxation is applied on a current basis in accordance with IAS 12 and FRS 16 "Income taxes". Taxation associated with capital expenses is applied in accordance with the SORP. Deferred taxation is provided in full on temporary differences in accordance with IAS 12 and timing differences in accordance with FRS 16, that result in an obligation at the balance sheet date to pay more tax or a right to pay less tax, at a future date, at rates expected to apply when they crystallise based on current tax rates and law. Timing differences arise from the inclusion of items of income

and expenditure in taxation computations in periods different from those in which they are included in the Financial Statements. Temporary differences arise from differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. Deferred tax assets are recognised to the extent that it is probable that future taxable profit will be available against which unused tax losses and credits can be utilised.

### **Dividends**

In accordance with IAS 10 and FRS 21 "Events after the balance sheet date", dividends are accounted for in the period in which the dividend has been paid or approved by shareholders.

### **Reserves**

#### *Capital redemption reserve*

This reserve accounts for amounts by which the issued share capital is diminished through the repurchase and cancellation of the Company's own shares.

#### *Unrealised capital reserve*

Increases and decreases in the valuation of investments held at the year end, against cost are included in this reserve.

#### *Special reserve*

The cancellation of the share premium account has created a special reserve that can be used to fund market purchases and subsequent cancellation of own shares, to cover gross realised losses, and for other distributable purposes.

#### *Treasury shares reserve*

This reserve accounts for amounts by which the Company's distributable reserves are diminished through the repurchase of the Company's own shares for treasury purposes.

#### *Realised capital reserve*

The following are disclosed in this reserve:

- gains and losses compared to cost on the realisation of investments;
- expenses, together with the related taxation effect, charged in accordance with the above policies; and
- dividends paid to equity holders.

# Notes to the summarised set of financial statements for the six months ended 31 December 2010 (continued)

## 2. Profits on investments

|                                                                                                                | Unaudited<br>six months<br>ended<br>31 December<br>2010<br>£'000 | Unaudited<br>six months<br>ended<br>31 December<br>2009<br>£'000 | Audited<br>year ended<br>30 June<br>2010<br>£'000 |
|----------------------------------------------------------------------------------------------------------------|------------------------------------------------------------------|------------------------------------------------------------------|---------------------------------------------------|
| Unrealised gains on non-current asset<br>investments held at fair value through<br>profit and loss account     | 1,043                                                            | 851                                                              | 941                                               |
| Unrealised gains/(impairments) on non-current<br>asset investments held at amortised cost                      | 155                                                              | (113)                                                            | (180)                                             |
| <b>Unrealised gains sub-total</b>                                                                              | <b>1,198</b>                                                     | 738                                                              | 761                                               |
| Realised gains/(losses) on non-current asset investments<br>held at fair value through profit and loss account | 94                                                               | (10)                                                             | 552                                               |
| Realised gains on non-current asset investments held at<br>amortised cost                                      | 6                                                                | –                                                                | 25                                                |
| Realised gains on current asset investments held at fair<br>value through profit and loss account              | –                                                                | 83                                                               | 83                                                |
| <b>Realised gains sub-total</b>                                                                                | <b>100</b>                                                       | 73                                                               | 660                                               |
|                                                                                                                | <b>1,298</b>                                                     | 811                                                              | 1,421                                             |

Investments valued on an amortised cost basis are unquoted loan stock investments.

The prior period analysis has been re-presented to reflect a separate transfer between reserves for accumulated unrealised gains or losses that had taken place in the previous period relating to investments sold during that year.

Consolidated gains on investments total £1,298,000 and are different from the Company gains on investment which total £1,777,000. The Company gains on investments include the revaluation of CP1 VCT PLC and CP2 VCT PLC of £479,000.

# Notes to the summarised set of financial statements for the six months ended 31 December 2010 (continued)

## 3. Investment income and deposit interest

|                                                                                    | Unaudited<br>six months<br>ended<br>31 December<br>2010<br>£'000 | Unaudited<br>six months<br>ended<br>31 December<br>2009<br>£'000 | Audited<br>year ended<br>30 June<br>2010<br>£'000 |
|------------------------------------------------------------------------------------|------------------------------------------------------------------|------------------------------------------------------------------|---------------------------------------------------|
| <b>Income recognised on investments held at fair value through profit and loss</b> |                                                                  |                                                                  |                                                   |
| UK dividend income                                                                 | 38                                                               | 2                                                                | 4                                                 |
| Floating rate note interest                                                        | –                                                                | 2                                                                | –                                                 |
| Bank deposit interest                                                              | 30                                                               | 33                                                               | 88                                                |
|                                                                                    | <u>68</u>                                                        | <u>37</u>                                                        | <u>92</u>                                         |
| <b>Income recognised on investments held at amortised cost</b>                     |                                                                  |                                                                  |                                                   |
| Return on loan stock investments                                                   | 393                                                              | 412                                                              | 811                                               |
|                                                                                    | <u>461</u>                                                       | <u>449</u>                                                       | <u>903</u>                                        |

## 4. Dividends

|                                                                   | Unaudited<br>six months<br>ended<br>31 December<br>2010<br>£'000 | Unaudited<br>six months<br>ended<br>31 December<br>2009<br>£'000 | Audited<br>year ended<br>30 June<br>2010<br>£'000 |
|-------------------------------------------------------------------|------------------------------------------------------------------|------------------------------------------------------------------|---------------------------------------------------|
| First dividend paid on 6 November 2009<br>(1.25 pence per share)  | –                                                                | 905                                                              | 905                                               |
| Second dividend paid on 9 April 2010<br>(1.25 pence per share)    | –                                                                | –                                                                | 906                                               |
| First dividend paid on 30 November 2010<br>(1.25 pence per share) | 899                                                              | –                                                                | –                                                 |
|                                                                   | <u>899</u>                                                       | <u>905</u>                                                       | <u>1,811</u>                                      |

In addition, the Board has declared a second dividend of 1.25 pence per share. This will be paid on 31 March 2011 to shareholders on the register as at 11 March 2011. This is expected to amount to approximately £896,000.

# Notes to the summarised set of financial statements for the six months ended 31 December 2010 (continued)

## 5. Basic and diluted return per share

|                                                                    | Unaudited<br>six months ended<br>31 December 2010 |         |       | Unaudited<br>six months ended<br>31 December 2009 |         |       | Audited<br>year ended<br>30 June 2010 |         |       |
|--------------------------------------------------------------------|---------------------------------------------------|---------|-------|---------------------------------------------------|---------|-------|---------------------------------------|---------|-------|
|                                                                    | Revenue                                           | Capital | Total | Revenue                                           | Capital | Total | Revenue                               | Capital | Total |
| Return attributable to equity shares (£'000)                       | 275                                               | 1,135   | 1,410 | 226                                               | 647     | 873   | 489                                   | 1,097   | 1,586 |
| Weighted average shares in issue (excluding Treasury shares)       | 71,865,819                                        |         |       | 72,429,319                                        |         |       | 72,321,482                            |         |       |
| Return attributable per Ordinary share (pence) (basic and diluted) | 0.38                                              | 1.58    | 1.96  | 0.31                                              | 0.89    | 1.20  | 0.68                                  | 1.52    | 2.20  |

There are no convertible instruments, derivatives or contingent share agreements in issue, and therefore no dilution affecting the return per share. The basic return per share is therefore the same as the diluted return per share.

## 6. Non-current asset investments

|                                                       | Unaudited<br>31 December<br>2010<br>£'000 | Audited<br>30 June<br>2010<br>£'000 |
|-------------------------------------------------------|-------------------------------------------|-------------------------------------|
| Investments held at fair value through profit or loss | 9,340                                     | 7,979                               |
| Investments held at amortised cost                    | 11,871                                    | 11,113                              |
|                                                       | <u>21,211</u>                             | <u>19,092</u>                       |

## 7. Ordinary share capital

|                                                                                                                                          | Unaudited<br>31 December<br>2010<br>£'000 | Audited<br>30 June<br>2010<br>£'000 |
|------------------------------------------------------------------------------------------------------------------------------------------|-------------------------------------------|-------------------------------------|
| <b>Authorised</b><br>140,000,000 Ordinary shares of 10p each (30 June 2010: 140,000,000)                                                 | 14,000                                    | 14,000                              |
| <b>Allotted, called up and fully paid</b><br>78,952,639 Ordinary shares of 10p each (30 June 2010: 79,177,624)                           | 7,895                                     | 7,918                               |
| <b>Allotted, called up and fully paid excluding treasury shares</b><br>71,692,229 Ordinary shares of 10p each (30 June 2010: 71,917,214) |                                           |                                     |

The Company purchased 332,910 shares for cancellation at a cost of £97,000 (year ended 30 June 2010: 697,446 shares at a cost of £205,000, six months ended 31 December 2009: £nil) during the period. The total number of shares held in treasury as at 31 December 2010 was 7,260,410 (30 June 2010: 7,260,410).

# Notes to the summarised set of financial statements for the six months ended 31 December 2010 (continued)

## 7. Ordinary share capital (continued)

Under the terms of the Dividend Reinvestment Scheme Circular dated 26 February 2009, the following Ordinary shares of nominal value 10 pence were allotted during the period:

| Allotment date   | Number of<br>shares allotted | Aggregate<br>nominal value<br>of shares<br>£'000 | Issue price<br>per share<br>(pence<br>per share) | Consideration<br>received<br>£'000 | Opening market<br>price per share<br>on allotment<br>(pence per share) |
|------------------|------------------------------|--------------------------------------------------|--------------------------------------------------|------------------------------------|------------------------------------------------------------------------|
| 30 November 2010 | 107,925                      | 11                                               | 33.80                                            | 37                                 | 29.00                                                                  |

## 8. Reconciliation of revenue return on ordinary activities before taxation to net cash flow from operating activities

|                                                                 | Unaudited<br>Six months ended<br>31 December<br>2010<br>£'000 | Unaudited<br>Six months ended<br>31 December<br>2009<br>£'000 | Audited<br>year ended<br>30 June<br>2010<br>£'000 |
|-----------------------------------------------------------------|---------------------------------------------------------------|---------------------------------------------------------------|---------------------------------------------------|
| Revenue return before tax                                       | 275                                                           | 226                                                           | 489                                               |
| Capitalised expenses                                            | (163)                                                         | (164)                                                         | (324)                                             |
| (Increase)/decrease in accrued amortised<br>loan stock interest | (54)                                                          | (39)                                                          | (50)                                              |
| (Increase)/decrease in receivables                              | (13)                                                          | 14                                                            | 7                                                 |
| Increase/(decrease) in payables                                 | 74                                                            | (112)                                                         | (103)                                             |
| <b>Net cash flow from operating activities</b>                  | <b>119</b>                                                    | <b>(75)</b>                                                   | <b>19</b>                                         |

## 9. Contingencies and guarantees

There are no external contingencies or guarantees of the Group or Company as at 31 December 2010 (31 December 2009: nil; 30 June 2010: nil). Under the terms of the Transfer Agreement dated 16 January 2006, Crown Place VCT PLC has indemnified its subsidiaries, CP1 VCT PLC and CP2 VCT PLC in respect of all costs, claims and liabilities in exchange for the transfer of assets.

# Notes to the summarised set of financial statements for the six months ended 31 December 2010 (continued)

## 10. Post Balance Sheet Events

### ***Albion VCTs Linked Top Up Offer***

On 1 November 2010 the Company announced the launch of the Albion VCTs Linked Top Up Offer. In aggregate, the Albion VCTs will be aiming to raise up to £15 million across seven of the VCTs managed by Albion Ventures LLP, of which Crown Place VCT PLC's share will be approximately £2.25 million. The maximum amount raised by each of the Albion VCTs will be the lower of Euros 2.5 million, and 10 per cent. of its issued share capital (over any one 12 month period, and including any shares issued under Dividend Reinvestment Schemes), being the amount that they may issue under the Prospectus Rules without the publication of a full prospectus. The number of new shares available may change depending on the £: euro exchange rate at the date of allotment.

The proceeds of the Offer will be used to provide further resources to the Albion VCTs at a time when a number of attractive new investment opportunities are being seen.

An Investor Guide and Offer Document have been sent to shareholders and can also be found on the website [www.albion-ventures.co.uk](http://www.albion-ventures.co.uk).

On 7 January 2011, 1,828,380 new Ordinary shares were issued as the first allotment under the Top Up Offer at an issue price of 35.80 pence per new Ordinary Share. The net proceeds from this allotment were £604,000.

### ***New Investments***

On 12 January 2011 an investment of £116,000 was made in Regenerco Renewable Energy Limited, a company that will install, own and operate Solar PV installations on commercial rooftops.

## 11. Related Party Transactions

The Manager, Albion Ventures LLP, could be considered to be a related party by virtue of the fact that it is party to a management agreement from the Company. During the period, services of a total value of £242,000 (six months ended 31 December 2009: £244,000; year ended 30 June 2010: £482,000) were purchased by the Company from Albion Ventures LLP; this includes £217,000 management fee and £25,000 administration fee. At the financial period end, the amount due to Albion Ventures LLP disclosed as payables (administration fee accrual £12,000, management fee creditor £110,000) was £122,000 (31 December 2009: £122,000; 30 June 2010: £118,000).

Albion Ventures LLP, the Manager, holds 1,256 Ordinary shares as a result of the fractional entitlement arising on the merger of Crown Place VCT PLC, CP1 VCT PLC and CP2 VCT PLC on 13 January 2006.

## 12. Other information

The information set out in the Half-yearly Financial Report does not constitute the Group's statutory accounts within the terms of section 434 of the Companies Act 2006 for the periods ended 31 December 2010 and 31 December 2009 and is unaudited. The financial information for the year ended 30 June 2010 does not constitute statutory accounts within the terms of section 434 of the Companies Act 2006 and is derived from the statutory accounts for the financial year, which have been delivered to the Registrar of Companies. The auditors' report on those accounts was not qualified and did not contain statements under s498 (2) or (3) of the Companies Act 2006.

## 13. Publication

This Half-yearly Financial Report is being sent to shareholders and copies will be made available to the public at the registered office of the Company, Companies House, the National Storage Mechanism and also electronically at [www.albion-ventures.co.uk](http://www.albion-ventures.co.uk) under the 'Our Funds' section by clicking Crown Place VCT PLC, and looking in the Financial Reports and Circulars section for the Half-yearly Report to 31 December 2010.







