

Half-yearly Financial Report
for the six months to
31 December 2009
(unaudited)

09

Crown Place VCT PLC

ALBION VENTURES

Contents

Page

2	Company information
3	Financial highlights, investment objectives and financial calendar
4	Shareholder returns and shareholder value
5	Interim management report
7	Responsibility statement
8	Portfolio of investments
11	Summary consolidated statement of comprehensive income
12	Summary consolidated statement of financial position
13	Summary Company statement of financial position
14	Summary consolidated statement of changes in equity
15	Summary Company reconciliation of movements in shareholders' funds
16	Summary consolidated statement of cash flows
17	Notes to the summarised set of financial statements

Company information

Company number	3495287
Directors	Patrick Crosthwaite, Chairman Rachel Beagles Sir Andrew Cubie Vikram Lall Geoffrey Vero
Manager	Albion Ventures LLP 1 King's Arms Yard London EC2R 7AF
Company secretary and registered office	Albion Ventures LLP 1 King's Arms Yard London EC2R 7AF
Registrar	Capita Registrars Limited Northern House Woodsome Park Fenay Bridge Huddersfield HD8 0LA
Auditors	PKF (UK) LLP Farringdon Place 20 Farringdon Road London EC1M 3AP
Taxation adviser	PricewaterhouseCoopers LLP 1 Embankment Place London WC2N 6RH

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

Shareholder information

For help relating to dividend payments, shareholdings and share certificates please contact Capita Registrars Limited:

Tel: 0871 664 0300 (calls cost 10p per minute plus network extras, lines are open 8.30am – 5.30pm Mon-Fri)

Email: ssd@capitaregistrars.com

Website: www.capitaregistrars.com

Shareholders can access holdings and valuation information regarding any of their shares held with Capita Registrars by registering on Capita's website.

For enquiries relating to the performance of the Fund please contact Albion Ventures LLP:

Tel: 020 7601 1850

Email: info@albion-ventures.co.uk

Website: www.albion-ventures.co.uk

IFA information

Independent financial advisors with questions please contact Albion Ventures LLP:

Tel: 08442 579 722 (calls cost 4p per minute plus network extras, lines are open 9.00am – 5.30pm Mon-Fri)

Email: info@albion-ventures.co.uk

Website: www.albion-ventures.co.uk

Financial highlights (unaudited)

	31 December 2009 (pence per share)	31 December 2008 (pence per share)	30 June 2009 (pence per share)
Net asset value per share	34.18	36.29	34.24
Dividends paid	1.25	1.25	2.50
Revenue return per share	0.31	0.53	0.93
Capital return/(loss) per share	0.89	(4.14)	(5.41)

Net asset value total return to shareholders since launch:

	31 December 2009 (pence per share)
Total dividends paid during the period from launch to 6 April 2005 (prior to change of manager)	24.93
Total dividends paid during the year ended 28 February 2006	1.00
Total dividends paid during the period ended 30 June 2007	3.30
Total dividends paid during the year ended 30 June 2008	2.50
Total dividends paid during the year ended 30 June 2009	2.50
Total dividends paid during the six months ended 31 December 2009	1.25
Total dividends paid to 31 December 2009	35.48
Net asset value as at 31 December 2009	34.18
Total net asset value return as at 31 December 2009	69.66

In addition to the dividends paid above, the Board has declared a second dividend for the year ending 30 June 2010, of 1.25 pence per Crown Place VCT PLC share (0.25 pence to be paid out of revenue profits and 1.00 pence out of realised capital gains), to be paid on 9 April 2010 to shareholders on the register as at 12 March 2010.

Investment objectives

The investment objective and policy of the Company is to achieve long term capital and income growth principally through investment in smaller unquoted companies in the United Kingdom.

Financial calendar

Record date for second dividend	12 March 2010
Payment of second dividend	9 April 2010
Financial year end	30 June 2010

Shareholder returns and shareholder value

	Proforma(i) Murray VCT PLC (pence per share)	Proforma(i) Murray VCT 2 PLC (pence per share)	Crown Place VCT PLC* (pence per share)
Shareholder return from launch to April 2005 (date that Albion Ventures was appointed investment manager):			
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)
	<u>(39.54)</u>	<u>(33.59)</u>	<u>(31.67)</u>
Shareholder return from April 2005 to 31 December 2009:			
Total dividends paid	7.80	9.13	10.55
Decrease in net asset value	(5.77)	(6.42)	(9.22)
	<u>2.03</u>	<u>2.71</u>	<u>1.33</u>
Shareholder value since launch:			
Total dividends paid to 31 December 2009 (ii)	38.16	40.04	35.48
Net asset value as at 31 December 2009	24.33	29.08	34.18
	<u>62.49</u>	<u>69.12</u>	<u>69.66</u>
Current dividend objective:			
Pence per share (per annum)	<u>1.78</u>	<u>2.13</u>	<u>2.50</u>
Percentage tax free yield on net asset value as at 31 December 2009	<u>7.3%</u>	<u>7.3%</u>	<u>7.3%</u>

(i) The proforma shareholder returns presented above 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 2009 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.

Shareholders received 712 shares in Crown Place VCT PLC for every 1,000 shares originally held in CP1 VCT PLC, and 851 shares in Crown Place VCT PLC for every 1,000 shares held in CP2 VCT PLC.

(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

Interim management report

Results

In the six months to 31 December 2009, the Company recorded a positive total return of 1.20 pence per share, or 3.5 per cent. After allowing for the first dividend of 1.25 pence per share paid in November, net asset value per share remained broadly unchanged at 34.18 pence per share (30 June 2009: 34.24 pence per share). The return to a positive outcome is welcome and reflects the growing maturity of the investment portfolio. During the period, the Company made a revenue profit after tax of £226,000 and a capital profit after tax of £647,000 resulting in a total profit after tax of £873,000 or 1.20 pence per share.

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 6 November 2009. Subject to the performance of the investment portfolio, the Board aims to maintain the current annualised dividend distribution of 2.5 pence per share going forward.

The Directors have declared a second dividend of 1.25 pence per Crown Place VCT PLC share (of which 0.25 pence is to be paid from revenue and 1.00 pence out of realised capital gains) on 9 April 2010 to shareholders on the register as at 12 March 2010.

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). The Dividend Reinvestment Scheme was established in 2009 and further details are included with this Half-yearly Financial Report. Details can also be found on the Manager's website www.albion-ventures.co.uk.

Portfolio review

During the half year, the Company made new and follow-on investments totaling £1.8 million. Of this amount, £1.4 million was invested in Geronimo Inns

VCT I Limited and Geronimo Inns VCT II Limited. These companies, which have no bank borrowings, own and operate four landmark freehold pubs in central London. The pubs were acquired at an attractive valuation in July 2009, have since been refurbished and re-launched and are currently trading ahead of budget. The investments generate a yield of 8 per cent. to the Company and have the potential to deliver capital profits. The remaining £400,000 of new funds invested were used to support existing portfolio companies, including two of our cinemas and three of our technology businesses. During the period, the Company reduced its holding in AIM listed Avanti Communications Group Plc. In addition, the investments in Red-M Wireless Limited (previously Red-M Group Limited) and Green Energy Property Services Limited (previously Vibrant Energy Assessors Limited) were restructured.

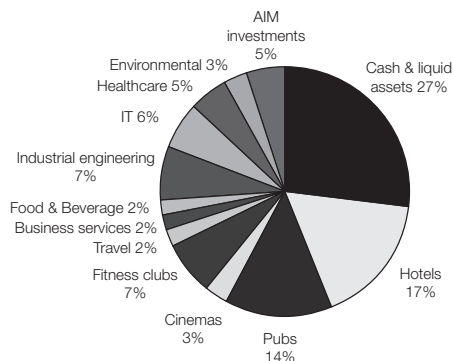
Overall, the existing investment portfolio, which is well diversified, is holding up against the background of continuing difficult economic conditions. An important element of this is that, apart from the investments inherited from the previous Manager (currently valued at £2.3 million, or 9.4 per cent. of net asset value), the majority of investee companies have no bank gearing. In addition, many of them are operating in sectors of the UK which are showing signs of recovery, or in areas of the world economy that have strong prospects for growth.

Trading in the hotel and health and fitness investments is broadly stable with early indications of growth resuming, while the cinema and travel businesses continue to trade well. Several of the technology investments, such as Helveta, Blackbay and RFI Global Services, have made significant progress during the period and are on course to deliver shareholder value in the longer term. More recently there have been tentative signs that acquisition activity is returning to the market, particularly in the technology sector, which bodes well for future investment exits.

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

Interim management report continued

Split of investment portfolio valuation by sector



Source: Albion Ventures LLP

Related Party Transactions

Details of material related party transactions for the reporting period can be found in note 12 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 2009. 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 difficult 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 gearing, and as a result, it is the Board's view that our portfolio is relatively well equipped to cope with this broader, negative climate. Other risks and uncertainties remain unchanged, and are as detailed

on page 21 of the Annual Report and Financial Statements for the year ended 30 June 2009.

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. The Company has not bought back any shares for cancellation or treasury in the six months ended 31 December 2009.

Outlook

The UK economy now appears to be coming out of recession but the future remains uncertain. Overall, the portfolio has held up reasonably in this difficult period. Many of the investee companies address international markets and are seeing potential growth opportunities, which is a cause for optimism. Against this, the decline in interest rates to historically unprecedented low levels 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 investment in Geronimo Inns VCT I Limited and Geronimo Inns VCT II Limited. 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

26 February 2010

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 2009, 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 2009 and comply with IFRS and Companies Act 1985 and 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 2009.

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

By order of the Board of Directors

Patrick Crosthwaite
Chairman

26 February 2010

Portfolio of investments

The following is a list of non-current investments with a carrying/fair value as at 31 December 2009:

Investment name	Nature of business	% voting rights	% of AVL* managed companies	As at 31 December 2009 (unaudited)		As at 30 June 2009 (audited)		Change in carrying/fair value for the period net of investments and exits in the period** £'000
				Investment to date at cost £'000	Total carrying/fair value £'000	Investment to date at cost £'000	Total carrying/fair value** £'000	
Unquoted investments								
The Crown Hotel Harrogate Limited	Owner and operator of the Crown Hotel, Harrogate	15.0	50.0	2,976	2,121	2,976	2,085	36
ELE Advanced Technologies Limited	Manufacturer of precision engineering components	48.3	48.3	1,050	1,712	1,050	1,759	(47)
The Stanwell Hotel Limited	Owner and operator of the Stanwell Hotel at Heathrow Airport	11.1	50.0	1,400	1,124	1,400	1,137	(13)
The Charnwood Pub Company Limited	Owner and operator of freehold pubs	7.0	50.0	2,204	1,109	2,204	1,197	(87)
Kensington Health Clubs Limited	Owner and operator of a health and fitness club in West London	7.8	50.0	1,789	1,036	1,789	1,035	(1)
Kew Green VCT (Stansted) Limited	Owner and operator of the 'Express by Holiday Inn' at Stansted Airport	2.0	50.0	1,000	952	1,000	946	6
Geronimo Inns VCT I Limited	Owner and operator of freehold pubs	9.0	50.0	720	765	-	-	45
Geronimo Inns VCT II Limited	Owner and operator of freehold pubs	9.0	50.0	720	765	-	-	45
Blackbay Limited	Provider of mobile data solutions for the logistics and field service sectors	3.9	32.9	423	580	423	531	49
House of Dorchester Limited	Chocolate manufacturer	23.3	23.3	409	558	490	689	(48)
Tower Bridge Health Clubs Limited	Owner and operator of a health and fitness club in central London	9.5	50.0	591	537	591	511	26
Lowcosttravelgroup Limited	Online travel business	5.0	26.0	455	494	455	290	204
Helveta Limited	Provider of software solutions, traceability and inventory analysis to the timber industry	4.4	26.6	450	465	450	368	97
CS (Brixton) Limited	Cinema owner and operator	9.6	50.0	411	434	375	430	(32)
Bravo Inns II Limited	Owner and operator of freehold pubs	3.9	49.6	405	383	305	289	(6)
Prime Care Holdings Limited	Provider of domiciliary care services	7.5	42.2	357	378	357	368	10
RFI Global Services Limited	Provider of conformance testing to the cellular, wireless and smart card industries	4.2	27.3	378	323	347	186	106
Dexela Limited	Developer of medical imaging technology for the early detection of breast cancer	3.9	34.8	295	300	295	300	-

Portfolio of investments continued

Investment name	Nature of business	% voting rights	% of AVL* managed companies	As at 31 December 2009 (unaudited)		As at 30 June 2009 (audited)		Change in carrying/fair value for the period net of investments and exits in the period** £'000
				Investment to date at cost £'000	Total carrying/fair value £'000	Investment to date at cost £'000	Total carrying/fair value** £'000	
Unquoted investments								
Xceleron Limited	Provider of a range of drug development services to the life-science industries	3.3	45.1	329	290	309	216	54
Chichester Holdings Limited	Drinks distributor to the travel sector	9.1	50.0	600	255	600	442	(187)
The Dunedin Pub Company VCT Limited	Owner and operator of freehold pubs	7.8	50.0	398	217	398	199	18
Mi-Pay Limited	Provider of mobile payment services	3.0	38.5	264	214	241	188	3
Opta Sports Data Limited	Compiler of sports performance data	1.4	14.0	150	163	150	161	2
Forth Photonics Limited	Developer, manufacturer and seller of medical devices for the detection of epithelial cancers	1.7	12.2	210	210	210	210	-
The Weybridge Club Limited	Owner and operator of a freehold health and fitness club in Weybridge, Surrey	1.2	50.0	190	162	190	162	-
Mirada Medical Limited	Developer of medical imaging software	6.9	45.0	128	160	77	77	32
Rostima Limited	Provider of workforce management solutions software	4.7	33.8	403	154	363	171	(58)
CS (Exeter) Limited	Cinema owner and operator	9.6	50.0	157	143	145	143	(12)
GB Pub Company VCT Limited	Owner and operator of freehold pubs	9.0	50.0	356	132	401	182	(5)
Bravo Inns Limited	Owner and operator of freehold pubs	2.6	50.0	230	123	230	123	-
Premier Leisure (Suffolk) Limited	Freehold cinema owner	5.7	50.0	420	108	420	111	(3)
Oxsensis Limited	Developer and producer of industrial sensors used in super-high temperature environments	1.6	22.3	145	99	145	73	26
Point 35 Microstructures Limited	Refurbisher of semiconductor fabrication equipment	1.7	28.1	130	96	130	88	8
Red-M Wireless Limited	Service and software provider	11.5	41.0	85	89	295	49	(45)
Green Energy Property Services Limited	Surveyor of energy performance in buildings	3.1	23.4	85	89	267	51	(46)
Process Systems Enterprise Limited	Provider of process systems modelling solutions	1.1	15.9	100	49	100	59	(10)
Booth Dispensers Limited	Manufacturer of vending machine components	22.8	22.8	227	45	227	52	(7)
CS (Norwich) Limited	Cinema owner and operator	3.8	50.0	60	40	60	42	(2)

Portfolio of investments continued

Investment name	Nature of business	% voting rights	% of AVL* managed companies	As at 31 December 2009 (unaudited)		As at 30 June 2009 (audited)		Change in carrying/fair value for the period net of investments and exits in the period**
				Investment to date at cost	Total carrying/fair value	Investment to date at cost	Total carrying/fair value**	
				£'000	£'000	£'000	£'000	£'000
Unquoted investments								
Evolutions Television Limited	Provider of TV post production services	0.3	49.9	61	23	61	22	1
Palm Tree Technology PLC	Software company	0.2	0.7	102	15	102	15	-
Driver Hire Investment Limited	Supplier of temporary drivers	1.0	1.0	436	12	436	9	3
River Bourne Health Club Limited	Operator of a health and fitness club in Chertsey, Surrey	5.5	50.0	9	9	110	21	(12)
Other investments valued at nil				21,308	16,933	20,174	14,987	150
				1,638	-	1,637	-	-
				22,946	16,933	21,811	14,987	150
Investment name	Nature of business	% voting rights	% of AVL* managed companies	Investment to date at cost	Total carrying/fair value	Investment to date at cost	Total carrying/fair value**	Change in carrying/fair value for the period net of investments and exits in the period**
				£'000	£'000	£'000	£'000	£'000
AIM quoted investments								
Avanti Communications Group plc	Supplier of satellite communications	0.5	0.5	465	993	538	625	446
Cello Group plc	Market researcher, brand advertising and direct marketing	0.9	0.9	336	115	336	115	-
Augean PLC	Waste management	0.5	0.5	590	126	590	142	(16)
Investments exited in the period				-	-	81	3	-
				1,391	1,234	1,545	885	430
Total qualifying non-current asset investments				24,337	18,167	23,356	15,872	430
Non-qualifying AIM quoted investments				10	10	11	6	-
Total non-current asset investments				24,347	18,177	23,367	15,878	580

* AVL is Albion Ventures LLP

** Adjusted for business combinations during the period

Summary consolidated statement of comprehensive income

	Notes	Unaudited six months ended 31 December 2009			Unaudited six months ended 31 December 2008			Audited year ended 30 June 2009		
		Revenue £'000	Capital £'000	Total £'000	Revenue £'000	Capital £'000	Total £'000	Revenue £'000	Capital £'000	Total £'000
Gains/(losses) on investments	2	-	811	811	-	(3,232)	(3,232)	-	(3,869)	(3,869)
Investment income and deposit interest	3	449	-	449	622	-	622	988	-	988
Investment management fees		(55)	(164)	(219)	(63)	(187)	(250)	(118)	(354)	(472)
Recovery of VAT		-	-	-	92	277	369	92	277	369
Other expenses		(168)	-	(168)	(147)	-	(147)	(280)	-	(280)
Profit/(loss) before taxation		226	647	873	504	(3,142)	(2,638)	682	(3,946)	(3,264)
Taxation		-	-	-	(114)	114	-	-	-	-
Profit/(loss) for the period		226	647	873	390	(3,028)	(2,638)	682	(3,946)	(3,264)
Basic and diluted return/(loss) per Ordinary share (pence)*	5	0.31	0.89	1.20	0.53	(4.14)	(3.61)	0.93	(5.41)	(4.48)

**(excluding treasury shares)*

Comparative figures have been extracted from the unaudited Half-yearly Financial Report for the period ended 31 December 2008 and the audited statutory accounts for the year ended 30 June 2009.

The accompanying notes on pages 17 to 24 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.

The consolidated Statement of comprehensive income includes the results of the subsidiaries CP1 VCT PLC and CP2 VCT PLC.

Summary consolidated statement of financial position

	Notes	Unaudited 31 December 2009 £'000	Audited 30 June 2009 £'000
Non-current assets			
Investments	6	18,177	15,878
Current assets			
Trade and other receivables		14	55
Current asset investments		–	2,718
Cash and cash equivalents		6,829	6,472
		6,843	9,245
Total assets		25,020	25,123
Current liabilities			
Trade and other payables		(238)	(335)
Net assets		24,782	24,788
Equity attributable to equityholders			
Ordinary share capital	7	7,976	7,965
Share premium	8	15	14,438
Capital redemption reserve		903	902
Special reserve		46,522	32,099
Own shares held		(2,849)	(2,849)
Realised capital reserve		(22,520)	(21,163)
Unrealised capital reserve		(6,336)	(7,616)
Revenue reserve		1,071	1,012
Total equity shareholders' funds		24,782	24,788
Basic and diluted net asset value per share (pence)*		34.18	34.24

*(excluding treasury shares)

Comparative figures have been extracted from the audited statutory accounts for the year ended 30 June 2009.

The accompanying notes on pages 17 to 24 form an integral part of this Half-yearly Financial Report.

The consolidated balance sheets include the balance sheets of the subsidiaries CP1 VCT PLC and CP2 VCT PLC.

These financial statements were agreed by the Board of Directors, and authorised for issue on 26 February 2010 and were signed on its behalf by

Patrick Crosthwaite

Chairman

Company Number 3495287

Summary company statement of financial position

	Notes	Unaudited 31 December 2009 £'000	Audited 30 June 2009 £'000
Fixed assets			
Fixed asset investments	6	18,177	15,878
Investment in subsidiary undertakings		16,034	15,149
		<u>34,211</u>	<u>31,027</u>
Current assets			
Trade and other debtors		14	55
Current asset investments		-	2,718
Cash at bank and in hand		6,816	6,255
		<u>6,830</u>	<u>9,028</u>
Total assets		41,041	40,055
Current liabilities			
Trade and other creditors		(16,259)	(15,267)
Net assets		24,782	24,788
Equity attributable to equityholders			
Ordinary share capital	7	7,976	7,965
Share premium	8	15	14,438
Capital redemption reserve		903	902
Special reserve		46,522	32,099
Own shares held		(2,849)	(2,849)
Realised capital reserve		(22,572)	(21,216)
Unrealised capital reserve		(5,361)	(7,525)
Revenue reserve		148	974
Total equity shareholders' funds		24,782	24,788
Basic and diluted net asset value per share (pence)*		34.18	34.24

*(excluding treasury shares)

Comparative figures have been extracted from the statutory accounts for the year ended 30 June 2009.

The accompanying notes on pages 17 to 24 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 26 February 2010 and were signed on its behalf by

Patrick Crosthwaite

Chairman

Company Number 3495287

Summary consolidated statement of changes in equity

	Ordinary share capital £'000	Share premium £'000	Capital redemption reserve £'000	Special reserve* £'000	Own shares held* £'000	Realised capital reserve* £'000	Unrealised capital reserve* £'000	Revenue reserve* £'000	Total £'000
As at 1 July 2009 (audited)	7,965	14,438	902	32,099	(2,849)	(21,163)	(7,616)	1,012	24,788
Issue of equity (net of costs)	11	15	-	-	-	-	-	-	26
Cancellation of Share premium account	-	(14,438)	-	14,438	-	-	-	-	-
Transfer of reserves	-	-	-	(15)	-	-	-	15	-
Net realised losses on investments	-	-	-	-	-	(469)	-	-	(469)
Unrealised gains on investments	-	-	-	-	-	-	1,280	-	1,280
Management and performance fees charged to capital (net of tax)	-	-	-	-	-	(164)	-	-	(164)
Revenue profit for the period	-	-	-	-	-	-	-	226	226
Dividends paid in the period	-	-	-	-	-	(724)	-	(181)	(905)
As at 31 December 2009 (unaudited)	7,976	15	903	46,522	(2,849)	(22,520)	(6,336)	1,071	24,782
As at 1 July 2008 (audited)	8,066	14,422	793	32,421	(2,849)	(17,206)	(6,645)	1,172	30,174
Purchase of own shares for cancellation (including costs)	(66)	-	66	(219)	-	-	-	-	(219)
Net realised gains on investments	-	-	-	-	-	8	-	-	8
Unrealised losses on investments	-	-	-	-	-	-	(3,240)	-	(3,240)
Management and performance fees charged to capital (net of tax)	-	-	-	-	-	(73)	-	-	(73)
Recovery of VAT capitalised	-	-	-	-	-	277	-	-	277
Revenue profit for the period	-	-	-	-	-	-	-	390	390
Dividends paid in the period	-	-	-	-	-	(257)	-	(661)	(918)
As at 31 December 2008 (unaudited)	8,000	14,422	860	32,202	(2,849)	(17,252)	(9,885)	901	26,399
As at 1 July 2008 (audited)	8,066	14,422	793	32,421	(2,849)	(17,206)	(6,645)	1,172	30,174
Issue of equity (net of costs)	8	16	-	-	-	-	-	-	24
Purchase of own shares for cancellation (including costs)	(109)	-	109	(321)	-	-	-	-	(321)
Net realised losses on investments	-	-	-	-	-	(2,898)	-	-	(2,898)
Unrealised losses on investments	-	-	-	-	-	-	(971)	-	(971)
Management and performance fees charged to capital (net of tax)	-	-	-	-	-	(354)	-	-	(354)
Recovery of VAT capitalised	-	-	-	-	-	277	-	-	277
Revenue profit for the year	-	-	-	-	-	-	-	682	682
Dividends paid in the year	-	-	-	-	-	(981)	-	(842)	(1,823)
As at 30 June 2009 (audited)	7,965	14,438	902	32,099	(2,849)	(21,163)	(7,616)	1,012	24,788

*Included within these reserves is an amount of £15,888,000 (December 2008: £3,117,000; June 2009: £1,483,000) 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 share capital £'000	Share premium £'000	Capital redemption reserve £'000	Special reserve* £'000	Own shares held* £'000	Realised capital reserve* £'000	Unrealised capital reserve* £'000	Revenue reserve* £'000	Total £'000
As at 1 July 2009 (audited)	7,965	14,438	902	32,099	(2,849)	(21,216)	(7,525)	974	24,788
Issue of equity (net of costs)	11	15	-	-	-	-	-	-	26
Cancellation of Share premium account	-	(14,438)	-	14,438	-	-	-	-	-
Transfer of reserves	-	-	-	(15)	-	-	-	15	-
Net realised losses on investments	-	-	-	-	-	(469)	-	-	(469)
Unrealised gains on investments	-	-	-	-	-	-	2,164	-	2,164
Management and performance fees charged to capital (net of tax)	-	-	-	-	-	(164)	-	-	(164)
Revenue profit for the period	-	-	-	-	-	-	-	(659)	(659)
Dividends paid in the period	-	-	-	-	-	(724)	-	(181)	(905)
As at 31 December 2009 (unaudited)	7,976	15	903	46,522	(2,849)	(22,572)	(5,361)	148	24,782
As at 1 July 2008 (audited)	8,066	14,422	793	32,421	(2,849)	(17,206)	(6,645)	1,172	30,174
Purchase of own shares for cancellation (including costs)	(66)	-	66	(219)	-	-	-	-	(219)
Net realised gains on investments	-	-	-	-	-	8	-	-	8
Unrealised losses on investments	-	-	-	-	-	-	(3,240)	-	(3,240)
Management and performance fees charged to capital (net of tax)	-	-	-	-	-	(73)	-	-	(73)
Recovery of VAT capitalised	-	-	-	-	-	277	-	-	277
Revenue profit for the period	-	-	-	-	-	-	-	390	390
Dividends paid in the period	-	-	-	-	-	(257)	-	(661)	(918)
As at 31 December 2008 (unaudited)	8,000	14,422	860	32,202	(2,849)	(17,252)	(9,885)	901	26,399
As at 1 July 2008 (audited)	8,066	14,422	793	32,421	(2,849)	(17,206)	(6,645)	1,172	30,174
Issue of equity (net of costs)	8	16	-	-	-	-	-	-	24
Purchase of own shares for cancellation (including costs)	(109)	-	109	(321)	-	-	-	-	(321)
Net realised losses on investments	-	-	-	-	-	(2,898)	-	-	(2,898)
Unrealised losses on investments	-	-	-	-	-	-	(880)	-	(880)
Management and performance fees charged to capital (net of tax)	-	-	-	-	-	(354)	-	-	(354)
Recovery of VAT capitalised	-	-	-	-	-	224	-	-	224
Revenue profit for the year	-	-	-	-	-	-	-	644	644
Dividends paid in the year	-	-	-	-	-	(981)	-	(842)	(1,823)
As at 30 June 2009 (audited)	7,965	14,438	902	32,099	(2,849)	(21,216)	(7,525)	974	24,788

*Included within these reserves is an amount of £15,888,000 (December 2008: £3,117,000; June 2009: £1,483,000) which is distributable. The Special reserve has been treated as distributable in determining the reserves available for distribution.

Summary consolidated statement of cash flows

	Note	Unaudited six months ended 31 December 2009 £'000	Unaudited six months ended 31 December 2008 £'000	Audited year ended 30 June 2009 £'000
Operating activities				
Investment income received		383	591	1,231
Deposit interest received		30	183	200
Administration fees paid		(26)	(27)	(52)
Investment management fees paid		(301)	(288)	(518)
Recovery of VAT		–	–	457
Other cash payments		(161)	(123)	(257)
Cash (expended)/generated from operations		(75)	336	1,061
Tax recovered		–	52	52
Net cash flows from operating activities	9	(75)	388	1,113
Cash flows from investing activities				
Purchase of non-current asset investments		(1,782)	(1,282)	(1,770)
Disposal of non-current asset investments		293	25	55
Purchase of current asset investments		(2,217)	(3,835)	(3,835)
Disposal of current asset investments		5,018	–	3,835
Net cash inflow/(outflow) from investing activities		1,312	(5,092)	(1,715)
Cash flows from financing activities				
Issue of Ordinary shares (net of costs)		25	–	24
Equity dividends paid		(905)	(918)	(1,823)
Purchase of Ordinary shares for cancellation		–	(261)	(364)
Net cash flows used in financing activities		(880)	(1,179)	(2,163)
Increase/(decrease) in cash and cash equivalents		357	(5,883)	(2,765)
Cash and cash equivalents at the start of the period		6,472	9,237	9,237
Cash and cash equivalents at the end of the period		6,829	3,354	6,472

Notes to the summarised set of financial statements for the six months ended 31 December 2009

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 2009. 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 2009.

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 2009 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 £873,000 (31 December 2008: loss £2,669,000; 30 June 2009: loss £3,264,000).

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 2009 continued

1. Accounting policies (continued)

Fixed and current asset investments

Quoted and unquoted equity investments

In accordance with IAS 39 'Financial Instruments: Recognition and Measurement', and FRS 26 'Financial Instruments: Recognition and Measurement', quoted and unquoted equity investments 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 equity 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, convertibles and unquoted equity derived instruments

Warrants, convertibles 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

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 ('EIR') 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, whether re-negotiated, 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.

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.

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.

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.

Investment income

Quoted and unquoted equity income

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.

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.

Notes to the summarised set of financial statements for the six months ended 31 December 2009 continued

1. Accounting policies (continued)

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.

Issue costs

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

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.

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.

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 against cost are disclosed 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.

Own shares held 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 2009 continued

2. Gains/(losses) on investments

	Unaudited six months ended 31 December 2009 £'000	Unaudited six months ended 31 December 2008 £'000	Audited year ended 30 June 2009 £'000
Unrealised gains/(losses) on non-current asset investments held at fair value through profit and loss account	851	(2,556)	(3,363)
Unrealised losses on non-current asset investments held at amortised cost	(113)	(709)	(549)
Net unrealised losses transferred to realised losses in the period	542	–	2,909
Unrealised gains/(losses) on non-current asset investments	1,280	(3,265)	(1,003)
Unrealised gains on current asset investments	–	25	32
Unrealised gains/(losses) sub-total	1,280	(3,240)	(971)
Realised (losses)/gains on non-current asset investments held at fair value through profit and loss account	(10)	8	11
Realised gains on current asset investments held at fair value through profit and loss account	83	–	–
Net realised losses transferred from unrealised losses in the year	(542)	–	(2,909)
Realised (losses)/gains sub-total	(469)	8	(2,898)
	811	(3,232)	(3,869)

Investments valued on an amortised cost basis are unquoted loan stock investments and Euro commercial paper.

The consolidated unrealised gains on investments amount to £1,280,000 and are different from the Company unrealised gains on investments which total £2,164,000. The Company unrealised gains on investments includes the revaluation of CP1 VCT PLC and CP2 VCT PLC (which are subsidiaries of Crown Place VCT PLC) of £884,000.

Notes to the summarised set of financial statements for the six months ended 31 December 2009 continued

3. Investment income and deposit interest

	Unaudited six months ended 31 December 2009 £'000	Unaudited six months ended 31 December 2008 £'000	Audited year ended 30 June 2009 £'000
Income recognised on investments held at fair value through profit and loss			
UK dividend income	2	37	80
Management fees received from equity investments	-	-	2
Floating rate note interest	2	85	116
Bank deposit interest	33	123	135
Other income	-	9	-
	<u>37</u>	<u>254</u>	<u>333</u>
Income recognised on investments held at amortised cost			
Return on loan stock investments	412	305	490
Euro commercial paper interest	-	63	165
	<u>412</u>	<u>368</u>	<u>655</u>
	<u>449</u>	<u>622</u>	<u>988</u>

4. Dividends

	Unaudited six months ended 31 December 2009			Unaudited six months ended 31 December 2008			Audited year ended 30 June 2009		
	Revenue £'000	Capital £'000	Total £'000	Revenue £'000	Capital £'000	Total £'000	Revenue £'000	Capital £'000	Total £'000
First dividend paid on 8 August 2008 (1.25 pence per share)	-	-	-	661	257	918	661	257	918
Second dividend paid on 17 April 2009 (1.25 pence per share)	-	-	-	-	-	-	181	724	905
First dividend paid on 6 November 2009 (1.25 pence per share)	181	724	905	-	-	-	-	-	-
	<u>181</u>	<u>724</u>	<u>905</u>	<u>661</u>	<u>257</u>	<u>918</u>	<u>842</u>	<u>981</u>	<u>1,823</u>

In addition, the Board has declared a second dividend of 1.25 pence per share (0.25 pence to be paid out of revenue profits and 1.00 pence out of realised capital gains). This will be paid on 9 April 2010 to shareholders on the register as at 12 March 2010. This is expected to amount to approximately £906,000.

Notes to the summarised set of financial statements for the six months ended 31 December 2009 continued

5. Basic and diluted return/(loss) per share

	Unaudited six months ended 31 December 2009			Unaudited six months ended 31 December 2008			Audited year ended 30 June 2009		
	Revenue	Capital	Total	Revenue	Capital	Total	Revenue	Capital	Total
Return/(loss) attributable to equity shares (£'000)	226	647	873	390	(3,028)	(2,638)	682	(3,946)	(3,264)
Weighted average shares in issue (excluding treasury shares)		72,429,319				73,181,241			72,858,300
Return/(loss) attributable per Ordinary share (pence) (basic and diluted)	0.31	0.89	1.20	0.53	(4.14)	(3.61)	0.93	(5.41)	(4.48)

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 31 December 2009 £'000	Audited 30 June 2009 £'000
Investments held at fair value through profit or loss	7,010	5,815
Investments held at amortised cost	11,167	10,063
	18,177	15,878

7. Ordinary share capital

	Unaudited 31 December 2009 £'000	Audited 30 June 2009 £'000
Authorised		
140,000,000 Ordinary shares of 10p each (30 June 2009: 140,000,000)	14,000	14,000
Allotted, called up and fully paid		
79,764,126 Ordinary shares of 10p each (30 June 2009: 79,657,180)	7,976	7,965

The Company did not repurchase any Ordinary shares for cancellation during the period (year ended 30 June 2009: 1,091,300 shares at a cost of £321,000). The total number of shares held in treasury as at 31 December 2009 was 7,260,410 (30 June 2009: 7,260,410).

Notes to the summarised set of financial statements for the six months ended 31 December 2009 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 shares allotted	Aggregate nominal value of shares £'000	Issue price per share (pence per share)	Consideration received £'000	Opening market price per share on allotment (pence per share)
6 November 2009	106,946	11	32.95	35	25.00

8. Share premium account

On 17 September 2009, the Company registered the Court Order dated 16 September 2009, which cancelled the whole of the Share premium account amounting to £14,437,830 as at 16 September 2009. The purpose of the cancellation was to increase the Special reserve which may be treated as distributable profits, and amongst other purposes can be used for making market purchases and effecting tender offers of Ordinary shares, offsetting of losses to enable the Company to pay dividends, or can be used for the same purposes that the Company could use a share premium account.

9. Reconciliation of revenue return on ordinary activities before taxation to net cash (outflow)/inflow from operating activities

	Unaudited six months ended 31 December 2009 £'000	Unaudited six months ended 31 December 2008 £'000	Audited year ended 30 June 2009 £'000
Revenue return before tax	226	504	682
Capitalised expenses	(164)	(187)	(354)
Recovery of VAT charged to capital	-	277	277
(Increase)/decrease in accrued amortised loan stock interest	(39)	138	352
Decrease/(increase) in receivables	14	(372)	139
(Decrease)/increase in payables	(112)	28	17
Net cash (outflow)/inflow from operating activities	(75)	388	1,113

10. Contingencies, guarantees and financial commitments

There are no external contingencies, guarantees or financial commitments of the Group or Company as at 31 December 2009 (31 December 2008: nil; 30 June 2009: nil). Under the terms of the Transfer Agreement date 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.

11. Post Balance Sheet Events

Since 31 December 2009, the Company has completed the following significant transactions:

- January 2010: Part disposal of Avanti Communications Group PLC for £204,000
- February 2010: Investment in Mi-Pay Limited of £43,000

Notes to the summarised set of financial statements for the six months ended 31 December 2009 continued

12. 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 £244,000 (six months ended 31 December 2008: £275,000; year ended 30 June 2009: £522,000) were purchased by the Company from Albion Ventures LLP; this includes £219,000 management fee and £25,000 administration fee. At the financial period end, the amount due to Albion Ventures LLP disclosed as accruals and deferred income was £122,000 (31 December 2008: £236,000; 30 June 2009: £208,000).

13. 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 2009 and 31 December 2008 and is unaudited. The financial information for the year ended 30 June 2009 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.

14. 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 FSA viewing facility and also electronically at www.albion-ventures.co.uk under the 'Our Funds' section.

