

Half-yearly Financial Report
for the six months to
31 December 2014
(unaudited)

14

Crown Place VCT PLC

ALBION VENTURES

Contents

Page

2	Company information
3	Investment objective and financial calendar
4	Financial highlights
6	Interim management report
9	Responsibility statement
10	Portfolio of investments
13	Summary consolidated statement of comprehensive income
14	Summary consolidated statement of financial position
15	Summary Company statement of financial position
16	Summary consolidated statement of changes in equity
17	Summary Company reconciliation of movements in shareholders' funds
18	Summary consolidated statement of cash flows
19	Summary Company cashflow statement
20	Notes to the unaudited summarised Financial Statements for the six months ended 31 December 2014
29	Shareholder returns for CP1 VCT PLC (previously Murray VCT PLC) and CP2 VCT PLC (previously Murray VCT 2 plc) (unaudited)

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

Company information

Company number	03495287
Directors	Richard Huntingford, Chairman Rachel Beagles Karen Brade Penny Freer
Manager, company secretary, AIFM and registered office	Albion Ventures LLP 1 King's Arms Yard London, EC2R 7AF
Registrar	Computershare Investor Services PLC The Pavilions Bridgwater Road Bristol, BS99 6ZZ
Auditor	BDO LLP 55 Baker Street London, W1U 7EU
Taxation adviser	Robertson Hare LLP 4 Staple Inn London, WC1V 7QH
Legal adviser	Bird & Bird LLP 15 Fetter Lane London, EC4A 1JP

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

Shareholder enquiries	<p>For help relating to dividend payments, shareholdings and share certificates please contact Computershare Investor Services PLC: Tel: 0870 873 5857 (UK national rate call, lines are open 8:30am – 5:30pm; Mon-Fri, calls may be recorded) Website: www.investorcentre.co.uk</p> <p>Shareholders can access holdings and valuation information regarding any of their shares held with Computershare by registering on Computershare's website.</p> <p>Shareholders can also contact the Chairman directly on crownchair@albion-ventures.co.uk</p>
Financial adviser enquiries	<p>For enquiries relating to the performance of the Company and information for financial advisers please contact Albion Ventures LLP: Tel: 020 7601 1850 (lines are open 9.00am – 5:30pm; Mon-Fri, calls may be recorded) Email: info@albion-ventures.co.uk Website: www.albion-ventures.co.uk</p>

Please note that the above contacts are unable to provide financial or taxation advice.

Investment objective

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.

In pursuing this policy, the Manager aims to build a portfolio which concentrates on two complementary investment areas. The first are more mature or asset-based investments that can provide a strong income stream combined with a degree of capital protection. These will be balanced by a lesser proportion of the portfolio being invested in higher risk companies with greater growth prospects.

*The "Company" is Crown Place VCT PLC. The "Group" is the Company together with its subsidiaries CP1 VCT PLC and CP2 VCT PLC.

Financial calendar

Record date for second dividend	6 March 2015
Payment of second dividend	31 March 2015
Financial year end	30 June 2015

Financial highlights

	Six months ended 31 December 2014 (pence per share)	Six months ended 31 December 2013 (pence per share)	Year ended 30 June 2014 (pence per share)
Opening net asset value	32.04	32.26	32.26
Revenue return	0.42	0.29	0.61
Capital return	1.07	0.85	1.67
Total return	1.49	1.14	2.28
Dividends paid	(1.25)	(1.25)	(2.50)
Closing net asset value	32.28	32.16	32.04

Shareholder returns and shareholder value

**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 (i)	24.93
Decrease in net asset value	(56.60)
Total shareholder return to 6 April 2005	(31.67)

Shareholder return from April 2005 to 31 December 2014:

Total dividends paid	23.05
Decrease in net asset value	(11.12)
Total shareholder return from April 2005 to 31 December 2014	11.93

Shareholder value since launch:

Total dividends paid to 31 December 2014 (i)	47.98
Net asset value as at 31 December 2014	32.28
Total shareholder value as at 31 December 2014	80.26

Current dividend objective:

Pence per share (per annum)	2.50
Percentage yield on net asset value as at 31 December 2014	7.7%

Notes

(i) Prior to 6 April 1999, venture capital trusts were able to add 20 per cent. 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.

The above financial summary is for the Company, Crown Place VCT PLC only. Details of the financial performance of CP1 VCT PLC (previously Murray VCT PLC) and CP2 VCT PLC (previously Murray VCT 2 PLC) which have been merged into the Company, can be found on page 29.

Financial highlights (continued)

Total shareholder value since launch:

	31 December 2014 (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
the period ended 30 June 2007	3.30
the year ended 30 June 2008	2.50
the year ended 30 June 2009	2.50
the year ended 30 June 2010	2.50
the year ended 30 June 2011	2.50
the year ended 30 June 2012	2.50
the year ended 30 June 2013	2.50
the year ended 30 June 2014	2.50
the six months ended 31 December 2014	1.25
Total dividends paid to 31 December 2014	47.98
Net asset value as at 31 December 2014	32.28
Total shareholder value as at 31 December 2014	80.26

In addition to the dividends paid above, the Board has declared a second dividend for the year ending 30 June 2015 of 1.25 pence per Crown Place VCT PLC share, to be paid on 31 March 2015 to shareholders on the register as at 6 March 2015.

Interim management report

Results

I am pleased to report that in the six month period to 31 December 2014, the Company achieved a total return of 1.49 pence per share (31 December 2013: 1.14 pence per share) equivalent to an annualised return of 9.3% on opening net assets. Following payment of the first dividend for the year of 1.25 pence per share on 28 November 2014, the net asset value as at 31 December 2014 was 32.28 pence per share (30 June 2014: 32.04 pence per share). The total return for the period was £1,366,000 of which the revenue profit was £386,000 and the capital profit was £980,000. Investment income and deposit interest were £592,000, an increase of 35% compared to the level achieved in the same period last year. Realised and unrealised net gains on investments of £1,174,000 represent an increase of 32% compared to net gains over the same period in the previous year. Total expenses, including Investment management fees, were £400,000 (31 December 2013: £372,000), equivalent to an ongoing charges ratio of 2.7% (31 December 2013: 2.7%).

Dividends

It is the Company's policy to pay regular and predictable dividends to shareholders out of revenue income and realised capital gains. The first dividend for the current financial year of 1.25 pence per share was paid on 28 November 2014. As this report shows, the dividend was covered comfortably by the total return per share achieved in the six months period. A second dividend of 1.25 pence per share will be paid on 31 March 2015 to shareholders on the register on 6 March 2015. A total annual dividend of 2.50 pence per share has been maintained for the last seven consecutive years and the Board aims to maintain this level of annualised dividend distribution going forward, subject to the availability of cash resources and distributable reserves. Based on the net asset value as at 31 December 2014, this equates to a 7.7% yield (31 December 2013: 7.8%).

Dividends are paid free of tax to shareholders. 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% (new

shares will need to be held for at least five years to retain the tax relief). Further details of the Dividend Reinvestment Scheme can be found on the Manager's website <http://www.albion-ventures.co.uk/ourfunds/CRWN.htm>.

Portfolio review

During the six month period, the Company nearly doubled its rate of investment deploying a total of £2,261,000. Of this amount, £1,116,000 related to three new investments and £1,145,000 in several existing portfolio companies to support their continuing growth. The new investments included Infinite Ventures (Goathill), a wind power generating company; Exco Intouch, which provides a system for the collection of patient data using mobile technologies; and Omprompt, a company providing business-to-business integration software.

Investments realised during the period totalled £5,337,000, of which £3,346,000 related to the sale of the Company's investment in Oakland Care Centre, achieving an annualised return of 25% during the four years of the investment. The sale of Tower Bridge Health Clubs realised proceeds of up to £947,000, resulting in returns, including interest, of 2.8 times cost during the 7 year holding period. The sale of House of Dorchester realised proceeds of £355,000 while a part disposal of the holding in AIM quoted Avanti Communications delivered proceeds of £205,000. Two further small investments were sold for a combined £73,000 and £48,000 remaining for the Dexela proceeds was also received. The remainder of the realisations, £363,000 in total, represent loan stock repayments from Chichester Holdings, Radnor House School (Holdings), Hilson Moran Holdings and The Charnwood Pub Company.

The portfolio remains well diversified and benefits from a high proportion of asset-based investments (52% at the period end) with no external gearing. Radnor House School (Holdings) continues to grow profitably and saw a further increase in valuation in the period. Orchard Portman Group made good progress and established itself as a leading specialist mental health service. This investment was sold after the period end achieving returns of 1.6 times cost over the five year holding period. The asset-based businesses in the

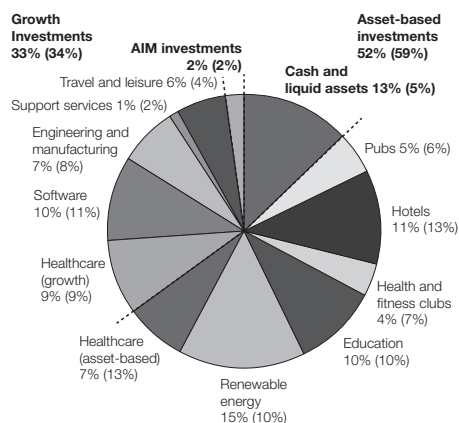
Interim management report (continued)

healthcare, education, renewable energy and leisure sectors continued to generate a good level of income for the Company.

In the growth portfolio, Lowcosttravelgroup continued to grow strongly. Masters Pharmaceuticals also continued its profitable growth and is well positioned to deliver further value. Egress Software Technologies, a relatively new investment in the portfolio, made excellent progress and is strongly cash generative. ELE continues to experience soft demand in one of its key end markets (industrial gas turbines) but expects improved performance in 2015 as its exposure to the aerospace and automotive sectors increases. Several companies in the growth portfolio are still young and, while they show good potential in exciting, fast growing markets, their growth trajectory is not always smooth and predictable. This results in some volatility in the individual valuations, although the impact on the overall portfolio is small, given its diversification.

The chart below illustrates the composition of the portfolio by industry sector. The majority of the investments in the hotels, pubs, health and fitness clubs, education and environmental segments, plus the larger healthcare investments, are backed by freehold or long leasehold assets with no external gearing.

Split of investment portfolio by sector



Comparatives for 31 December 2013 are in brackets
Source: Albion Ventures LLP

Risks and uncertainties

The most significant risk for a company of this nature is investment risk. To mitigate this, your Company places reliance upon the skills and expertise of the Manager in investing in this segment of the market. In addition, the Manager operates a formal and structured investment process, which includes an Investment Committee comprising investment professionals from the Manager and at least one external investment professional. The Company also has a policy of ensuring that its portfolio companies do not have external bank borrowings and that it has a first legal charge over portfolio companies' assets wherever possible. Other risks and uncertainties remain unchanged and are as detailed on pages 11 to 13 of the Annual Report and Financial Statements for the year ended 30 June 2014.

Discount management and share buy-backs

It remains the Board's primary objective to maintain sufficient resources for investment in existing and new portfolio companies and for the continued payment of dividends to shareholders. The Board's policy is to buy back shares in the market, subject to the overall constraint that such purchases are in the VCT's interest, and it is the Board's intention for such buy-backs to be in the region of a 5% discount to net asset value, so far as market conditions and liquidity permit.

During the period, the Company bought back and held in treasury 755,000 shares at a total cost of £226,000, in-line with the discount management and share buy-back policy.

Transactions with Manager

Details of the transactions that took place with the Manager in the period can be found in note 4.

Going concern

The Board's assessment is that liquidity risk is low, and remains as detailed on page 56 of the Annual Report and Financial Statements for the year ended 30 June 2014. The Company has sufficient 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

Interim management report (continued)

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.

Albion VCTs Prospectus Top Up Offers 2014/2015

Your Board, in conjunction with the boards of other VCTs managed by Albion Ventures LLP, launched a prospectus top up offer of new Ordinary shares on 17 November 2014. Crown Place VCT PLC is aiming to raise up to £6 million and the proceeds will be used to provide further resources at a time when a number of attractive investment opportunities are being seen. A copy of the prospectus is available at www.albion-ventures.co.uk. Details of the first allotment on 30 January 2015 are shown in note 11.

Directorate change

As part of an ongoing program of Board refreshment, Penny Freer was appointed as a director on 31 October 2014. Penny is an experienced investment banker with extensive experience at Board level. Penny is currently a partner at London Bridge Capital, which provides corporate finance advice to UK and overseas companies. She is, in addition, a non-executive director of Empresaria Group PLC and Advanced Medical Solutions Group PLC.

Outlook

Compared to other developed economies, the UK economy is performing reasonably well. Growth is likely to continue in 2015, albeit at a lower pace, and this should benefit the smaller and medium size companies which characterise the Company's portfolio. Nevertheless, a number of risks remain including the uncertainties surrounding the 2015 General Election, the ongoing effect of public sector funding cuts and lower growth rates in the global economy. Against this background, your Company is conservatively financed and is invested in a broadly diversified portfolio with a significant proportion of asset-based investments. Some of these asset-based investments, such as the renewable energy companies, the care homes and Radnor House School, are generating good income with potential for further increase as they mature. The Company made a number of new investments in the period and continues to see attractive new investment opportunities. The Board views this VCT as a long term tax-efficient savings product and, in this context, the Directors consider that the Company remains well positioned to deliver long term shareholder value.

Richard Huntingford

Chairman

27 February 2015

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 2014 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 2014 as required by DTR 4.2.4R, 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 2014.

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

By order of the Board of Directors

Richard Huntingford

Chairman

27 February 2015

Portfolio of investments

The following is a summary of non-current investments with a value as at 31 December 2014:

Investment name	Nature of business	% voting rights	% voting rights of AVL* managed companies	As at 31 December 2014 (unaudited)		As at 30 June 2014 (audited)		Change in value for the period** £'000
				Cost £'000	Value £'000	Cost £'000	Value £'000	
Unquoted asset-based investments								
Radnor House School (Holdings) Limited	Independent school for children ages 7-18	9.0	50.0	1,546	2,916	1,564	2,808	213
The Crown Hotel Harrogate Limited	Owner and operator of the Crown Hotel, Harrogate	15.0	50.0	2,976	1,916	2,976	1,799	117
Orchard Portman Group (Taunton Hospital Limited)	Owner and operator of a psychiatric hospital in Taunton	6.1	50.0	971	1,464	924	1,160	256
Kensington Health Clubs Limited	Owner and operator of a health and fitness club in West London	7.8	50.0	1,807	1,031	1,789	1,068	(54)
Kew Green VCT (Stansted) Limited	Owner and operator of the 'Holiday Inn Express' at Stansted Airport	2.0	50.0	955	790	955	820	(30)
Chonais Holdings Limited	Hydro-electric power generator	4.2	50.0	775	787	417	419	10
Infinite Ventures (Goathill) Limited	Wind power generator	4.8	24.0	776	776	-	-	-
The Charnwood Pub Company Limited	Owner and operator of freehold pubs	6.9	50.0	1,932	701	1,987	766	(10)
The Stanwell Hotel Limited	Owner and operator of the Stanwell Hotel at Heathrow Airport	10.8	50.0	1,574	661	1,574	649	12
The Street by Street Solar Programme Limited	Photovoltaic installations	4.4	50.0	461	616	461	578	38
Bravo Inns II Limited	Owner and operator of freehold pubs	3.6	50.0	595	611	595	613	(2)
Alto Prodotto Wind Limited	Wind power generator	4.1	50.0	371	498	371	498	-
TEG Biogas (Perth) Limited	Anaerobic digestion	6.1	50.0	364	403	364	407	(4)
Green Highland Renewables (Ledgowan) Limited	Hydro-electric power generator	6.3	50.0	372	378	211	214	4
Regenerco Renewable Energy Limited	Photovoltaic installations	3.4	50.0	326	369	326	354	15
Active Lives Care Limited	Owner and operator of a residential care home for the elderly in Oxford	2.7	33.0	338	346	338	338	8
Harvest AD Limited	Small scale anaerobic digestion project in Lincolnshire	-	-	164	164	164	164	-
Erin Solar Limited	Photovoltaic installations	5.7	50.0	160	160	160	160	-
Ryefield Court Care Limited	Owner and operator of a residential care home for the elderly in Greater London	1.7	23.7	155	159	155	155	4
Bravo Inns Limited	Owner and operator of freehold pubs	2.6	50.0	230	146	230	145	1
AVESI Limited	Photovoltaic installations	3.8	50.0	117	129	117	125	4
The Weybridge Club Limited	Owner and operator of a freehold health and fitness club in Surrey	1.2	50.0	223	109	190	122	(46)
Premier Leisure (Suffolk) Limited	Former freehold cinema owner	5.4	47.4	420	92	420	88	3
Greenenerco Limited	Wind power operator	1.9	50.0	65	87	65	89	(2)
Total unquoted asset-based investments				17,673	15,309	16,353	13,539	537

Portfolio of investments (continued)

Investment name	Nature of business	% voting rights	% of AVL* managed companies	As at 31 December 2014 (unaudited)		As at 30 June 2014 (audited)		Change in value for the period** £'000
				Cost £'000	Value £'000	Cost £'000	Value £'000	
Unquoted growth investments								
ELE Advanced Technologies Limited	Manufacturer of precision engineering components	41.9	41.9	1,050	2,122	1,050	2,288	(166)
Lowcoststravelgroup Limited	Online travel business	5.1	26.1	455	1,700	455	1,173	528
Blackbay Limited	Provider of mobile data solutions	4.1	34.9	463	865	454	898	(43)
Mirada Medical Limited	Developer of medical imaging software	6.5	45.0	208	688	193	739	(66)
Masters Pharmaceuticals Limited	International distribution of specialist pharmaceuticals	2.9	20.8	380	549	380	525	24
Proveca Limited	Repositioning of paediatric medicines	4.4	39.5	234	363	178	197	111
DySIS Medical Limited	Medical devices for the detection of epithelial cancers	3.2	22.8	480	356	474	363	(12)
Rostima Holdings Limited	Provider of workforce management solutions software	8.9	64.1	345	345	246	247	-
Relayware Limited	Business collaboration and communication solutions	1.4	15.5	325	333	231	247	(8)
Process Systems Enterprise Limited	Provider of process systems modelling solutions	1.3	19.8	124	320	124	320	-
Hilson Moran Holdings Limited	Multi-disciplinary engineering consultancy	4.5	50.0	149	302	202	378	(6)
Ardhia Informatics Limited	Healthcare informatics and analysis	0.8	6.7	323	275	270	277	(55)
Exco Intouch Limited	Mobile patient data solutions	1.6	16.1	240	246	-	-	6
MyMeds&Me Limited	Software for managing pharmaceutical adverse events	2.2	20.0	198	195	132	137	(7)
AMS Sciences Limited	Drug development services to the life-science industries	3.7	31.8	193	183	187	188	(11)
memsstar Limited	Refurbisher of semiconductor fabrication equipment	1.9	28.6	130	174	130	193	(19)
Cisiv Limited	Web-based solutions for healthcare data capture and management	1.0	9.9	133	133	97	92	4
Omprompt Limited	Business to business integration software	0.8	20.5	100	101	-	-	1
Egress Software Technologies Limited	Provider of cloud-based email and file encryption software	0.8	22.6	80	95	80	80	15
Oxsensis Limited	Developer and producer of high temperature sensors	1.4	20.6	213	94	213	93	1
Abcodia Limited	Services for validation and discovery of serum biomarkers	1.3	21.4	62	62	57	57	-
Palm Tree Technology Limited	Software company	0.2	0.7	102	62	102	62	-
Grapeshot Limited	Provider of digital marketing software	0.5	12.7	55	55	55	55	-
Uctal Limited	TV production company	24.2	24.2	555	52	555	50	2
Silent Herdsman Holdings Limited	Remote animal health monitoring	3.3	34.0	102	46	82	82	(56)
Chichester Holdings Limited	Drinks distributor to the travel sector	5.7	50.0	484	35	600	148	4
Sandcroft Avenue Limited	Provider of online gym passes, trading as PayasUgym.com	0.2	5.3	14	12	10	10	(2)
Elements Software Limited	Provider of traceability software solutions	0.7	4.5	4	4	-	-	-
Total unquoted growth investments				7,201	9,767	6,557	8,899	245
Total unquoted investments				24,874	25,076	22,910	22,438	782

Portfolio of investments (continued)

Investment name	Nature of business	% voting rights	% voting rights of AVL* managed companies	As at 31 December 2014 (unaudited)		As at 30 June 2014 (audited)		Change in value for the period** £'000
				Cost £'000	Value £'000	Cost £'000	Value £'000	
AIM quoted investments								
Mi-Pay Group PLC	Provider of mobile payment services	3.4	36.1	665	371	665	406	(35)
Augean PLC	Waste management	0.4	0.4	593	191	593	161	31
Avanti Communications Group plc	Supplier of satellite communications	0.1	0.1	136	169	271	329	4
Total AIM quoted investments				1,394	731	1,529	896	-
Total investments				26,268	25,807	24,439	23,334	782

Realised profit in current period

Movement in loan stock accrued interest (net of disposals)

410

(18)

Total gains on investments as per consolidated statement of comprehensive income

1,174

* AVL is Albion Ventures LLP

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

The total comparative cost and valuations for 30 June 2014 do not agree to the Annual Report and Financial Statements for the year ended 30 June 2014 as the above list does not include brought forward investments that were fully disposed of in the period.

	Cost £'000	Opening carrying value £'000	Disposal proceeds £'000	Total realised gain/(loss) £'000	Gain/(loss) on opening value £'000
Non-current asset realisations					
Oakland Care Centre Limited	1,913	3,060	3,346	1,433	286
Tower Bridge Health Clubs Limited	304	854	947	643	93
House of Dorchester Limited	199	355	355	156	-
Avanti Communications plc	135	164	205	70	41
Chichester Holdings Limited (loan stock repayment)	116	116	116	-	-
Radnor House School (Holdings) Limited (loan stock repayment)	18	105	105	87	-
Hilson Moran Holdings Limited (loan stock repayment)	54	71	73	19	2
The Charnwood Pub Company Limited (loan stock repayment)	69	69	69	-	-
Dunedin Pub Company VCT Limited	74	69	69	(5)	-
Helveta Limited	150	22	4	(146)	(18)
Total non-current asset realisations	3,032	4,885	5,289	2,257	404

Current asset realisations					
Dexela Limited	-	42	48	48	6
Total realisations	3,032	4,927	5,337	2,305	410

Summary consolidated statement of comprehensive income

		Unaudited six months ended 31 December 2014			Unaudited six months ended 31 December 2013			Audited year ended 30 June 2014		
	Notes	Revenue £'000	Capital £'000	Total £'000	Revenue £'000	Capital £'000	Total £'000	Revenue £'000	Capital £'000	Total £'000
Gains on investments	2	–	1,174	1,174	–	888	888	–	1,812	1,812
Investment income and deposit interest	3	592	–	592	440	–	440	925	–	925
Investment management fees	4	(64)	(194)	(258)	(59)	(179)	(238)	(120)	(361)	(481)
Other expenses		(142)	–	(142)	(134)	–	(134)	(280)	–	(280)
Profit before taxation		386	980	1,366	247	709	956	525	1,451	1,976
Taxation		–	–	–	–	–	–	–	–	–
Profit and total comprehensive income for the period		386	980	1,366	247	709	956	525	1,451	1,976
Basic and diluted return per Ordinary share (pence)*	6	0.42	1.07	1.49	0.29	0.85	1.14	0.61	1.67	2.28

*excluding treasury shares

Comparative figures have been extracted from the unaudited Half-yearly Financial Report for the six months ended 31 December 2013 and the audited statutory accounts for the year ended 30 June 2014.

The accompanying notes on pages 20 to 28 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 and are wholly attributable to the parent company.

Summary consolidated statement of financial position

	Notes	Unaudited 31 December 2014 £'000	Audited 30 June 2014 £'000
Non-current assets			
Investments	7	<u>25,807</u>	<u>27,689</u>
Current assets			
Trade and other receivables less than one year		362	74
Current asset investments		–	42
Cash and cash equivalents		<u>3,675</u>	<u>1,466</u>
		<u>4,037</u>	<u>1,582</u>
Total assets		<u>29,844</u>	<u>29,271</u>
Current liabilities			
Trade and other payables		<u>(338)</u>	<u>(221)</u>
Net assets		<u>29,506</u>	<u>29,050</u>
Equity attributable to equity holders			
Ordinary share capital	8	10,154	10,006
Share premium		5,837	5,527
Capital redemption reserve		1,415	1,415
Unrealised capital reserve		(473)	657
Realised capital reserve		2,255	145
Other distributable reserve		<u>10,318</u>	<u>11,300</u>
Total equity shareholders' funds		<u>29,506</u>	<u>29,050</u>
Basic and diluted net asset value per share (pence)*		<u>32.28</u>	<u>32.04</u>

*excluding treasury shares

Comparative figures have been extracted from the audited statutory accounts for the year ended 30 June 2014.

The accompanying notes on pages 20 to 28 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 27 February 2015 and were signed on its behalf by

Richard Huntingford

Chairman

Company number 03495287

Summary Company statement of financial position

	Notes	Unaudited 31 December 2014 £'000	Audited 30 June 2014 £'000
Fixed assets			
Fixed asset investments	7	25,807	27,689
Investment in subsidiary undertakings		15,556	15,095
		<u>41,363</u>	<u>42,784</u>
Current assets			
Trade and other debtors		362	74
Current asset investments		-	42
Cash at bank and in hand		3,617	1,410
		<u>3,979</u>	<u>1,526</u>
Creditors: amounts falling due within one year		<u>(15,836)</u>	<u>(15,260)</u>
Net current assets		<u>(11,857)</u>	<u>(13,734)</u>
Net assets		<u>29,506</u>	<u>29,050</u>
Capital and reserves			
Ordinary share capital	8	10,154	10,006
Share premium		5,837	5,527
Capital redemption reserve		1,415	1,415
Unrealised capital reserve		25	695
Realised capital reserve		2,046	(64)
Other distributable reserve		10,029	11,471
Total equity shareholders' funds		<u>29,506</u>	<u>29,050</u>
Basic and diluted net asset value per share (pence)*		<u>32.28</u>	<u>32.04</u>

*excluding treasury shares

Comparative figures have been extracted from the statutory accounts for the year ended 30 June 2014.

The accompanying notes on pages 20 to 28 form an integral part of this Half-yearly Financial Report.

These Financial Statements were approved by the Board of Directors, and authorised for issue on 27 February 2015 and were signed on its behalf by

Richard Huntingford

Chairman

Company number 03495287

Summary consolidated statement of changes in equity

	Ordinary share capital £'000	Share premium £'000	Capital redemption reserve £'000	Unrealised capital reserve £'000	Realised capital reserve £'000	Other distributable reserve £'000	Total £'000
As at 1 July 2014 (audited)	10,006	5,527	1,415	657	145	11,300	29,050
Profit and total comprehensive income	–	–	–	764	216	386	1,366
Transfer of previously unrealised capital gains on sale of investments	–	–	–	(1,894)	1,894	–	–
Dividends paid	–	–	–	–	–	(1,142)	(1,142)
Purchase of own shares for treasury (including costs)	–	–	–	–	–	(226)	(226)
Issue of equity (net of costs)	148	310	–	–	–	–	458
As at 31 December 2014 (unaudited)	10,154	5,837	1,415	(473)	2,255	10,318	29,506
As at 1 July 2013 (audited)	9,300	3,756	1,283	(1,690)	1,041	13,476	27,166
Profit and total comprehensive income	–	–	–	666	43	247	956
Transfer of previously unrealised capital gains on sale of investments	–	–	–	(223)	223	–	–
Dividends paid	–	–	–	–	–	(1,052)	(1,052)
Purchase of own shares for cancellation (including costs)	(85)	–	85	–	–	(255)	(255)
Issue of equity (net of costs)	25	51	–	–	–	–	76
As at 31 December 2013 (unaudited)	9,240	3,807	1,368	(1,247)	1,307	12,416	26,891
As at 1 July 2013 (audited)	9,300	3,756	1,283	(1,690)	1,041	13,476	27,166
Profit and total comprehensive income	–	–	–	1,823	(372)	525	1,976
Transfer of previously unrealised capital losses on sale or write off of investments	–	–	–	524	(524)	–	–
Dividends paid	–	–	–	–	–	(2,132)	(2,132)
Purchase of own shares for treasury (including costs)	–	–	–	–	–	(174)	(174)
Purchase of own shares for cancellation (including costs)	(132)	–	132	–	–	(395)	(395)
Issue of equity (net of costs)	838	1,771	–	–	–	–	2,609
As at 30 June 2014 (audited)	10,006	5,527	1,415	657	145	11,300	29,050

Summary Company reconciliation of movements in shareholders' funds

	Ordinary share capital £'000	Share premium £'000	Capital redemption reserve £'000	Unrealised capital reserve £'000	Realised capital reserve* £'000	Other distributable reserve* £'000	Total £'000
As at 1 July 2014 (audited)	10,006	5,527	1,415	695	(64)	11,471	29,050
Return/(loss) for the period	-	-	-	764	216	(74)	906
Revaluation of investment in subsidiaries	-	-	-	460	-	-	460
Transfer of previously unrealised capital gains on sale of investments	-	-	-	(1,894)	1,894	-	-
Dividends paid	-	-	-	-	-	(1,142)	(1,142)
Purchase of own shares for treasury (including costs)	-	-	-	-	-	(226)	(226)
Issue of equity (net of costs)	148	310	-	-	-	-	458
As at 31 December 2014 (unaudited)	10,154	5,837	1,415	25	2,046	10,029	29,506
As at 1 July 2013 (audited)	9,300	3,756	1,283	(167)	832	12,162	27,166
Return for the period	-	-	-	666	43	1,221	1,930
Revaluation of investment in subsidiaries	-	-	-	(974)	-	-	(974)
Transfer of previously unrealised capital gains on sale of investments	-	-	-	(223)	223	-	-
Dividends paid	-	-	-	-	-	(1,052)	(1,052)
Purchase of own shares for cancellation (including costs)	(85)	-	85	-	-	(255)	(255)
Issue of equity (net of costs)	25	51	-	-	-	-	76
As at 31 December 2013 (unaudited)	9,240	3,807	1,368	(698)	1,098	12,076	26,891
As at 1 July 2013 (audited)	9,300	3,756	1,283	(167)	832	12,162	27,166
Return/(loss) for the year	-	-	-	1,823	(372)	2,010	3,461
Revaluation of investment in subsidiaries	-	-	-	(1,485)	-	-	(1,485)
Transfer of previously unrealised losses on sale or write off of investments	-	-	-	524	(524)	-	-
Dividends paid in year	-	-	-	-	-	(2,132)	(2,132)
Purchase of shares for treasury (including costs)	-	-	-	-	-	(174)	(174)
Purchase of own shares for cancellation (including costs)	(132)	-	132	-	-	(395)	(395)
Issue of equity (net of costs)	838	1,771	-	-	-	-	2,609
As at 30 June 2014 (audited)	10,006	5,527	1,415	695	(64)	11,471	29,050

* Included within these reserves is an amount of £12,075,000 (31 December 2013: £12,476,000; 30 June 2014: £11,407,000) which is distributable.

Summary consolidated statement of cash flows

	Note	Unaudited six months ended 31 December 2014 £'000	Unaudited six months ended 31 December 2013 £'000	Audited year ended 30 June 2014 £'000
Operating activities				
Investment income received		559	417	880
Deposit interest received		8	13	18
Dividend income received		6	6	29
Investment management fees paid		(117)	(238)	(473)
Other cash payments		(161)	(166)	(267)
Net cash flows from operating activities	9	295	32	187
Cash flows from investing activities				
Purchase of non-current asset investments		(2,261)	(1,272)	(2,539)
Disposal of non-current asset investments		5,036	996	1,129
Disposal of current asset investments		48	–	–
Net cash flow from investing activities		2,823	(276)	(1,410)
Cash flows from financing activities				
Equity dividends paid (net of costs of issuing shares under Dividend Reinvestment Scheme)		(1,023)	(975)	(1,966)
Issue of share capital (net of issue costs)		340	–	2,444
Purchase of shares for treasury		(226)	(255)	(174)
Purchase of shares for cancellation		–	–	(395)
Net cash flows used in financing activities		(909)	(1,230)	(91)
Increase/(decrease) in cash and cash equivalents		2,209	(1,474)	(1,314)
Cash and cash equivalents at the start of the period		1,466	2,780	2,780
Cash and cash equivalents at the end of the period		3,675	1,306	1,466

Summary Company cashflow statement

	Note	Unaudited six months ended 31 December 2014 £'000	Unaudited six months ended 31 December 2013 £'000	Audited year ended 30 June 2014 £'000
Operating activities				
Loan stock income received		559	417	880
Deposit interest received		8	13	18
Dividend income received		455	1,933	3,416
Investment management fees paid		(117)	(238)	(473)
Intercompany interest paid		(449)	(1,927)	(3,387)
Other cash payments		(161)	(166)	(267)
Net cash flows from operating activities	9	295	32	187
Taxation				
UK corporation tax		-	-	-
Capital expenditure and financial investments				
Purchase of fixed asset investments		(2,261)	(1,272)	(2,539)
Disposal of fixed asset investments		5,036	996	1,129
Disposal of current asset investments		48	-	-
Net cash flow from investing activities		2,823	(276)	(1,410)
Equity dividends paid				
Dividends paid (net of costs of shares issued under the dividend reinvestment scheme and unclaimed dividends returned)		(1,023)	(975)	(1,966)
Net cash flow before financing		2,095	(1,219)	(3,189)
Financing activities				
Issue of share capital (net of issue costs)		340	-	2,444
Purchase of own shares for treasury (including costs)		(226)	(255)	(174)
Purchase of own shares for cancellation (including costs)		-	-	(395)
Net cash flow from financing		114	(255)	1,875
Cash flow in the year		2,209	(1,474)	(1,314)

Notes to the unaudited summarised Financial Statements for the six months ended 31 December 2014

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 UK Generally Accepted Accounting Practice ('UK GAAP') relate to the Company Financial Statements.

Basis of accounting

The Half-yearly Financial Report has been prepared in accordance with 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 UK GAAP 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 UK GAAP. 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 2014. 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 2014.

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 2014 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 within the accounts of the Group is £906,000 (31 December 2013: £1,930,000; 30 June 2014: £3,461,000).

Segmental reporting

The Directors are of the opinion that the Group and the Company are engaged in a single operating segment of business, being investment in equity and debt. The Group and the Company report to the Board which acts as the chief decision maker. 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 judgments 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. Those 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 held at fair value through the profit or loss or measured in assessing any impairment of loan stocks is determined by using valuation techniques. The Group and the Company use judgments to select a variety of methods and makes assumptions that are mainly based on market conditions at each balance sheet date.

Notes to the unaudited summarised Financial Statements for the six months ended 31 December 2014 (continued)

1. Accounting policies (continued)

Investment in subsidiaries

Investments in subsidiaries are revalued at the balance sheet date based on the underlying net assets of the subsidiary undertakings. Revaluation movements are recognised in the unrealised reserve.

The Directors have not yet made a formal decision on the future of CP2 VCT PLC, but the parent Company has undertaken to support the ongoing operations of the subsidiary company.

Non-current asset investments

Quoted and unquoted equity investments, debt issued at a discount and convertible bonds

In accordance with IAS 39 'Financial Instruments: Recognition and Measurement', and FRS 26 'Financial Instruments: Recognition and Measurement', quoted and unquoted equity, debt issued at a discount and convertible 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 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 there is deemed to be 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 (excluding debt issued at a discount and convertible bonds) is classified as loans and receivables as permitted by IAS 39 and FRS 26 and measured 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 other distributable 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 for impairments arising from revaluations of the fair value of the security.

For all unquoted loan stock, fully performing, 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 original effective interest rate. The future cash flows are estimated based on the fair value of the security held less estimated selling costs.

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 other distributable 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.

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 as part of an investment portfolio are not accounted for using the equity method.

Current asset investments

Contractual future contingent receipts on the disposal of fixed asset investments are designated at fair value through profit and loss and are subsequently measured at fair value.

Investment income

Quoted and unquoted equity income

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

Notes to the unaudited summarised Financial Statements for the six months ended 31 December 2014 (continued)

1. Accounting policies (continued)

Investment income (continued)

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.

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 the maintenance or 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 "Income taxes" and FRS 16 "Current tax". Taxation associated with capital expenses is applied in accordance with the SORP. Deferred taxation is provided in full on temporary differences and timing differences 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 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. Deferred tax assets and liabilities are not discounted.

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 is declared.

Reserves

Share premium reserve

This reserve accounts for the difference between the price paid for the Company's shares and the nominal value of the shares, less issue costs and transfers to the other distributable reserve.

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.

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.

Other distributable reserve

This reserve accounts for movements from the revenue column of the Statement of comprehensive income, the payment of dividends, the buyback of shares and other non-capital realised movements.

Notes to the unaudited summarised Financial Statements for the six months ended 31 December 2014 (continued)

2. Gains on investments

	Unaudited six months ended 31 December 2014 £'000	Unaudited six months ended 31 December 2013 £'000	Audited year ended 30 June 2014 £'000
Unrealised gains on investments held at fair value through profit or loss	706	891	1,780
Unrealised reversal of impairments/(impairments) measured at amortised cost	58	(18)	22
Unrealised gains on non-current asset investments	764	873	1,802
Unrealised gains on current asset investments held at fair value through profit or loss	–	7	21
Unrealised gains on investments	764	880	1,823
Realised gains on investments held at fair value through profit or loss	540	5	–
Realised (losses)/gains on investments measured at amortised cost	(136)	3	(11)
Realised gains/(losses) on non-current asset investments	404	8	(11)
Realised gains on current asset investments held at fair value through profit or loss	6	–	–
Realised gains/(losses) on investments	410	8	(11)
	1,174	888	1,812

Investments measured at amortised cost are unquoted loan stock investments.

Notes to the unaudited summarised Financial Statements for the six months ended 31 December 2014 (continued)

3. Investment income and deposit interest

	Unaudited six months ended 31 December 2014 £'000	Unaudited six months ended 31 December 2013 £'000	Audited year ended 30 June 2014 £'000
Income recognised on investments held at fair value through profit or loss			
Interest on convertible bonds and debt issued at a discount	136	59	145
UK dividend income	6	6	29
	<u>142</u>	<u>65</u>	<u>174</u>
Income recognised on investments measured at amortised cost			
Return on loan stock investments	442	363	732
Bank deposit interest	8	12	19
	<u>450</u>	<u>375</u>	<u>751</u>
	<u>592</u>	<u>440</u>	<u>925</u>

4. Investment management fees

	Unaudited six months ended 31 December 2014			Unaudited six months ended 31 December 2013			Audited year ended 30 June 2014		
	Revenue £'000	Capital £'000	Total £'000	Revenue £'000	Capital £'000	Total £'000	Revenue £'000	Capital £'000	Total £'000
Investment management fee	64	194	258	59	179	238	120	361	481

Further details of the management agreement under which the investment management fee is paid are given on page 10 of the Strategic report in the Annual Report and Financial Statements for the year ended 30 June 2014.

During the period, services of a total value of £283,000 (six months ended 31 December 2013: £263,000; year ended 30 June 2014: £531,000) were purchased by the Company from Albion Ventures LLP; comprising £258,000 management fee and £25,000 administration fee. At the financial period end, the amount due to Albion Ventures LLP disclosed as payables was £281,000 (administration fee accrual £13,000, management fee accrual £268,000) (31 December 2013: £131,000; 30 June 2014: £139,500).

Albion Ventures LLP is, from time to time, eligible to receive transaction fees and Directors' fees from portfolio companies. During the period to 31 December 2014, fees of £73,500 attributable to the investment of the Company were received pursuant to these arrangements (30 June 2014: £67,000).

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. In addition, Albion Ventures LLP holds a further 16,909 Ordinary shares in the Company.

Notes to the unaudited summarised Financial Statements for the six months ended 31 December 2014 (continued)

5. Dividends

	Unaudited six months ended 31 December 2014 £'000	Unaudited six months ended 31 December 2013 £'000	Audited year ended 30 June 2014 £'000
First dividend paid on 29 November 2013 (1.25 pence per share)	–	1,053	1,053
Second dividend paid on 31 March 2014 (1.25 pence per share)	–	–	1,079
First dividend paid on 28 November 2014 (1.25 pence per share)	1,142	–	–
	1,142	1,053	2,132

In addition, the Board has declared a second dividend of 1.25 pence per share for the year ending 30 June 2015. This will be paid on 31 March 2015 to shareholders on the register as at 6 March 2015. This is expected to amount to approximately £1,195,000.

6. Basic and diluted return per Ordinary share

	Unaudited six months ended 31 December 2014			Unaudited six months ended 31 December 2013			Audited year ended 30 June 2014		
	Revenue	Capital	Total	Revenue	Capital	Total	Revenue	Capital	Total
Return attributable to equity shares (£'000)	386	980	1,366	247	709	956	525	1,451	1,976
Weighted average shares in issue (excluding treasury shares)	91,562,540			84,001,584			86,017,237		
Return attributable per Ordinary share (pence) (basic and diluted)	0.42	1.07	1.49	0.29	0.85	1.14	0.61	1.67	2.28

The return per share has been calculated excluding treasury shares of 10,131,410 (31 December 2013: 8,794,410; 30 June 2014: 9,376,410).

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.

7. Non-current asset investments

	Unaudited 31 December 2014 £'000	Audited 30 June 2014 £'000
Investments held at fair value through profit or loss	16,770	16,692
Investments measured at amortised cost	9,037	10,997
	25,807	27,689

Notes to the unaudited summarised Financial Statements for the six months ended 31 December 2014 (continued)

8. Ordinary share capital

	Unaudited 31 December 2014 £'000	Audited 30 June 2014 £'000
Allotted, called up and fully paid		
101,537,552 Ordinary shares of 10p each (30 June 2014: 100,057,224)	10,154	10,006

Voting rights

91,406,142 Ordinary shares of 10p each (30 June 2014: 90,680,814)

The Company purchased 755,000 Ordinary shares for treasury during the period at a cost of £226,000 (year ended 30 June 2014: 582,000 shares at a cost of £174,000). The total number of shares held in treasury as at 31 December 2014 was 10,131,410 (30 June 2014: 9,376,410).

During the period, the Company did not purchase any Ordinary shares for cancellation (year ended 30 June 2014: 1,317,000 shares at a cost of £395,000).

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

Allotment date	Number of shares allotted	Aggregate nominal value of shares (£'000)	Issue price (pence per share)	Net consideration received (£'000)	Opening market price on allotment (pence per share)
28 November 2014	389,584	39	30.79	118	30.00

The Company issued the following Ordinary shares of nominal value 10 pence per share under the Albion VCTs Top Up Offers 2013/2014 and the Albion VCTs Prospectus Top Up Offers 2013/2014:

Allotment date	Number of shares allotted	Aggregate nominal value of shares (£'000)	Issue price (pence per share)	Net consideration received (£'000)	Opening market price on allotment (pence per share)
4 July 2014	23,321	2	31.80	7	30.00
4 July 2014	12,538	1	31.90	4	30.00
4 July 2014	101,104	10	32.10	32	30.00
4 July 2014 (Prospectus)	953,781	95	32.10	297	30.00
	1,090,744	109		340	

Notes to the unaudited summarised Financial Statements for the six months ended 31 December 2014 (continued)

9. Reconciliation of revenue return on ordinary activities before taxation to net cashflow from operating activities

Group and Company	Unaudited six months ended 31 December 2014 £'000	Unaudited six months ended 31 December 2013 £'000	Audited year ended 30 June 2014 £'000
Revenue return before tax	386	247	525
Capitalised expenses	(194)	(179)	(361)
(Increase)/decrease in accrued amortised loan stock interest	(18)	2	20
Decrease in receivables	7	8	–
Increase/(decrease) in payables	114	(46)	3
Net cash flow from operating activities	295	32	187

10. Contingencies and guarantees

There are no external contingencies for or guarantees by the Group or Company as at 31 December 2014 (30 June 2014: nil).

As at 31 December 2014 the Company had the following financial commitments in respect of investments totalling £1,014,000:

- Active Lives Care Limited, £413,000
- Ryefield Court Care Limited, £345,000
- Proveca Limited, £179,000
- Cisiv Limited, £37,000
- MyMeds&Me Limited, £22,000
- Green Highland Renewables (Ledgowan) Limited, £18,000

Under the terms of the Transfer Agreement dated 16 January 2006, the Company 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 unaudited summarised Financial Statements for the six months ended 31 December 2014 (continued)

11. Post balance sheet events

Since 31 December 2014, the Company has completed the following transactions:

- Proceeds of £1,400,000 received from the disposal of the investment in Orchard Portman Group (Taunton Hospital Limited);
- Proceeds of £520,000 received from the repayment of loan stock by Infinite Ventures (Goathill) Limited;
- Investment of £500,000 in Shinfield Lodge Care Limited;
- Investment of £20,000 in Cisiv Limited;
- Investment of £20,000 in Silent Herdsman Holdings Limited;
- Investment of £18,000 in Green Highland Renewables (Ledgowan) Limited;
- Investment of £18,000 in Regenerco Renewable Energy Limited; and
- Investment of £6,000 in AVESI Limited.

Albion VCTs Prospectus Top Up Offers 2014/2015

On 17 November 2014 the Company announced the publication of a prospectus in relation to an offer for subscription for new Ordinary shares. A Securities Note, which forms part of the prospectus, has been sent to shareholders.

A copy of the prospectus may be obtained from www.albion-ventures.co.uk.

The following Ordinary shares of nominal value 10 pence per share were allotted under the Offers since the period end:

Allotment date	Number of shares allotted	Aggregate nominal value of shares (£'000)	Issue price (pence per share)	Net consideration received (£'000)	Opening market price on allotment (pence per share)
30 January 2015	2,763,025	276	31.80	861	30.00
30 January 2015	1,451,111	145	32.00	453	30.00
	<u>4,214,136</u>	<u>421</u>		<u>1,314</u>	

12. Related party transactions

There are no related party transactions or balances requiring disclosure.

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 2014 and 31 December 2013 and is unaudited. The financial information for the year ended 30 June 2014 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 Auditor's report on those accounts was unqualified 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 National Storage Mechanism and also electronically at <http://www.albion-ventures.co.uk/ourfunds/CRWN.htm>.

Shareholder returns for CP1 VCT PLC (previously Murray VCT PLC) and CP2 VCT PLC (previously Murray VCT 2 PLC) (unaudited)

	Proforma ⁽ⁱ⁾ Murray VCT PLC (pence per share)	Proforma ⁽ⁱ⁾ Murray VCT 2 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
Decrease in net asset value	(69.90)	(64.50)
Total shareholder return to 6 April 2005	(39.54)	(33.59)
Shareholder return from April 2005 to 31 December 2014:		
Total dividends paid	16.68	19.77
Decrease in net asset value	(7.12)	(8.03)
Total shareholder return from April 2005 to 31 December 2014	9.56	11.74
Shareholder value since launch:		
Total dividends paid to 31 December 2014 ⁽ⁱⁱ⁾	47.04	50.68
Net asset value as at 31 December 2014	22.98	27.47
Total shareholder value as at 31 December 2014	70.02	78.15
Current dividend objective:		
Pence per share (per annum)	1.78	2.13
Percentage yield on net asset value as at 31 December 2014	7.7%	7.7%

Notes

- (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 2014 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 per cent. to dividends and figures for the period up until 6 April 1999 are included at the gross equivalent rate actually paid to shareholders.

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