

# Artemis AiM VCT 2 plc Interim Report

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*for the six months ended 31 March 2007*



**ARTEMIS**  
The PROFIT Hunter

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# Corporate Policy

## Investment Objective

The Company's investment objective is to achieve long-term capital and income growth and to generate tax-free distributions through an investment policy of focusing on AIM and, to a lesser extent, companies traded on PLUS markets (formerly OFEX) and unquoted companies.

## Investment Policy

The Company's investment policy is to invest in a diversified portfolio of companies with a particular emphasis on companies whose shares will be traded on AIM. It is anticipated that ultimately approximately 75 per cent of the Company's qualifying holdings will be shares traded on AIM although this is subject to the availability of suitable investment opportunities and market conditions.

## Capital Structure

The capital structure of the Company is 39,857,004 (2006: 40,122,004) Ordinary Shares of 10p each.

## Financial Highlights

Total Returns	Six months ended 31 March 2007	Year ended 30 September 2006	Six months ended 31 March 2006
Net asset value	6.4%	(7.5)%	1.6%
Share price	(0.9)%	(13.3)%	(2.6)%
FTSE AIM All Share Index	13.2%	(6.4)%	10.0%

Capital	As at 31 March 2007	As at 30 September 2006	As at 31 March 2006
Net assets	£37.6m	£35.5m	£39.4m
Net asset value per Ordinary Share	94.3p	89.4p	98.2p
Cumulative dividends	1.8p	1.8p	1.0p
Share price	80.0p	81.5p	91.5p
Discount	15.2%	8.8%	6.8%
Qualifying holdings	65.0%	54.8%	46.3%
Total expense ratio	2.2%	2.6%	2.5%

Returns	Six months ended 31 March 2007	Year ended 30 September 2006	Six months ended 31 March 2006
Revenue return per Ordinary Share	0.16p	0.79p	0.52p
Capital return/(loss) per Ordinary Share	5.52p	(8.17)p	0.98p
Total return/(loss) per Ordinary Share	5.68p	(7.38)p	1.50p

# Chairman's Statement to Shareholders

## Performance

I am pleased to report to shareholders for the six months ended 31 March 2007 and it is good to be able to describe a period of improved performance, which has also continued beyond the half year reporting period.

At 31 March 2007 the net asset value ("NAV") was 94.3 pence, which represents an increase of 6.4%\* since the year end date of 30 September 2006. This compares with an increase of 13.2%\* in the FTSE AIM All Share Index and an increase of 9.2%\* in the FTSE All Share Index over the same period. The share price was 80.0 pence at the half year date, meaning the shares were trading on a discount of 15.2% at that point in time. Following the period end, the NAV has continued its recovery and, as at 25 May 2007, had increased further to 99.5 pence.

## Results

The total return for the six months ended 31 March 2007 was 5.68 pence per share, comprising a revenue return of 0.16 pence and a capital return of 5.52 pence. Your Board is not proposing an interim dividend. The dividend position will be reviewed after the year end in light of portfolio developments during the year. As previously stated, as the portfolio becomes fully invested and matures, your Board expects that future distributions will be made from realised capital gains.

## Investments

The Company has made further progress in establishing its portfolio and at 31 March 2007 had invested 65% of the funds originally raised in VCT qualifying investments, with 15% being held in non-qualifying investments. The former figure requires to be 70% or greater by 30 September this year in order to comply with the VCT regulations. Your Board remains confident that this requirement will be met within the timescale. The remainder of the Funds raised have been invested in a holding in the Artemis Capital Fund (13%) and a fixed interest bond (7%).

Investments were made in a total of 15 companies over the period. Of these, 5 were in new qualifying companies, 3 were in new non-qualifying companies and 7 were additional investments in existing holdings. Further details on the investment activity are contained in the Investment Manager's Review that follows.

## Portfolio

The recovery in the NAV over the six months saw sound performance from a number of portfolio companies, most notably from Accsys Technologies, which increased in value by more than 95% over the period and represented 8.2% of the Company's net assets at 31 March 2007. Other strong contributors were Concateno and Earthport. Regrettably there were some investments that disappointed in the period, with Accumma and Bango being the largest negative contributors. The following Investment Manager's Review contains more information on the performance of the investments over the reporting period.

\* Source: Artemis Investment Management Limited/Datastream – total return

# Chairman's Statement to Shareholders continued

Now that your Investment Manager is close to reaching the 70% qualifying test and your Company's portfolio is becoming more fully invested, the number of investment transactions in future will be fewer. While there will continue to be a number of new and follow-on investments, the next phase of your Company's development, over the next 3-4 years, will involve investee companies continuing to progress with their business plans, which in turn will hopefully provide the opportunity for some profitable realisations which could facilitate the payment of capital distributions as referred to above.

## Budget Changes

There have been yet more changes to the tax regulations for VCTs, following on from other significant changes introduced last year, and these changes will place further restrictions on those companies seeking to qualify as a VCT investment and raise capital from the VCT market. Your Company, of course, continues to operate under the old regime and remains unaffected by these new regulations as they apply to tax years after your Company raised its funds. One encouraging change announced in the Budget, however, was the proposed introduction of new rules in relation to the proceeds from the disposal of qualifying investments. From 5 April 2007, it is expected that such proceeds will be excluded from the calculation of the 70% qualifying investments test for a period of six months, thereby providing VCTs with greater flexibility to decide how such proceeds should be distributed or reinvested.

## Outlook

In the UK, consumer expenditure has continued to be strong and, coupled with the further rise in the price of houses, has led to increased concerns over inflation. The Bank of England's monetary policy committee has continued to tighten the cost of money in order to combat rising inflation, and indeed further increased base rates by a quarter of a point at its May meeting to 5.5%, the highest level since 2001.

With economic growth in the USA slowing and house prices there coming under downward pressure, there is likely to be a fall in US consumer confidence. The impact on global markets, and in particular the UK, remains uncertain, but there is clearly a risk that markets may be adversely affected by any marked downturn in the US economy.

I look forward to reporting further on the performance of your Company and its portfolio in the Annual Report which will be sent to you in December 2007. In the meantime you can follow developments on your Investment Manager's website ([www.artemisonline.co.uk/products/vct/aim\\_vct2.asp](http://www.artemisonline.co.uk/products/vct/aim_vct2.asp)) where there is a dedicated page which is updated monthly.

Peter Arthur  
Chairman

30 May 2007

# Investment Manager's Review

## Introduction

During the last six months there has been a pleasing recovery in the relative performance of the FTSE AIM All Share Index, although the performance difficulties the AIM market experienced in 2006 have recently impacted the volume of companies seeking an AIM listing. Nonetheless, the measured investment approach of your Company has continued satisfactorily in the period with a number of the new additions already beginning to show encouraging performance.

## New Investments

A good example is Brulines, which is the leading supplier of draught beer dispense monitoring equipment in the UK. As pints are pulled, its system measures the volume of beer dispensed from each pump via a flow meter installed between the keg in the cellar and the tap on the bar. This information is collected and downloaded to Brulines via a modem. Reports are then compiled for the customer, analysing the volume of beer dispensed for each product and compared with delivery information. Customers to date have typically been the tenanted pub companies where their "beer tie" arrangements contractually require tenants to purchase beer through the pub company, however, significant potential also exists to market a brand quality monitoring product in the managed pub sector. The attractive entry price, a strong recurring revenue base and robust tenanted order book provide a good platform for further growth.

Another example of an investment that has shown good early progress is Concateno, a global provider of laboratory based alcohol and drug testing services for the workplace. The company has over 800 customers worldwide, with contracts tending to be on a one or two year rolling basis. Its largest client is HM Prisons, but other key markets are the maritime industry, the rail industry and the petro-chemical industry, all of which have prohibition on alcohol and drug influence in the workplace. Again, the entry price was attractive but the prospects have been boosted by the recent acquisition of Euromed, which broadens the company's product offering into the fast growing point of care sector.

As stated in the Chairman's Statement, the regulations for VCTs require that at least 70% of the funds raised must be invested in VCT qualifying holdings by 30 September 2007. At the time of writing this stood at 66%. This provides scope to invest a minority element of the Company's funds in non-qualifying but interesting investment opportunities. An example is ICM Computer Group, the provider of business availability services and solutions, including disaster recovery. At the time of your Company's investment, in our estimation, the share price failed to adequately reflect the potential and scarcity value of the assets. This subsequently proved to be the case when the company became the subject of a bidding war between the incumbent management team, wishing to take it private, and a trade buyer. The end result was an offer for the company at an uplift of over 60% to the original investment price.

Another non-qualifying investment that has performed encouragingly to date is AssetCo. AssetCo is a leading provider of managed services to the emergency service agencies in the UK, in particular the fire and rescue authorities. The contracts are typically of a long term nature and embody the transfer of ownership, risk and management of vehicles and equipment, thereby enabling the fire and rescue authorities to concentrate on their core activities. The company has an excellent reference site with their established contract with the London Fire Brigade. Although it is early days, it is expected outsourcing will become the norm, leaving AssetCo well placed to benefit with its first mover advantage and economies of scale.

## Investment Manager's Review continued

Your Company has also invested £5 million in the Artemis Capital Fund, which has a focus on UK large cap stocks. Large caps have under performed their small and mid cap peers for a number of years and on a relative valuation basis look more attractive. This investment will also provide a balance to the micro cap exposure of the portfolio.

### Portfolio

A number of existing portfolio investments have also shown encouraging progress in the period. The largest investment by value, Accsys Technologies, has continued to move on strongly over the last six months. The company has developed a cost effective and environmentally friendly methodology to acetylate woods, a process that enables softwoods to take the durability characteristics of the toughest hardwood. A number of licensing deals and strategic supply arrangements have been put in place in the period, and the sales potential continues to look particularly encouraging. Subsequent to the period end the position in Accsys Technologies has been reduced through a partial disposal.

However, not all companies have performed to plan in the period. Perhaps the most disappointing has been Accuma, the debt management company. The company specialises in schemes called Individual Voluntary Arrangements which allow individuals a means to avoid bankruptcy, while usually allowing creditors a higher financial recovery than other legal remedies. The industry has been subject to commercial pressure from the primary creditors, the banks, who have been seeking to amend the terms of trade. This has reduced the flow of new business and, in addition, the company undertook an ineffective advertising campaign which has further impacted its numbers.

Bango, the facilitator of services on the mobile internet, suffered from market growth being below the market's expectations. Recent trends are more encouraging, but it will take a while to restore investor confidence.

### Outlook

The last six months have latterly seen a degree of investor interest return to micro cap stocks. This has been reflected in the positive performance of a number of the stocks in the portfolio, where the market valuation had materially failed to reflect the underlying commercial performance. Looking forward, valuations will always be subject to the market's attitude to risk and outlook on economic growth, but at a fundamental level, valuations currently do not look stretched by historic standings, and the climate for business activity remains positive. While the flow of new flotations onto AIM has slowed, the quality threshold has improved and valuations have had to accommodate a more demanding investor base. This bodes well for your Company's further investment activity over the coming months.

Lindsay Whitelaw  
Artemis Investment Management Limited  
30 May 2007

## Top Ten Investments\*

As at 31 March 2007

Investment	Business description	Cost £'000	Valuation £'000	Valuation as % of net assets
Accsys Technologies	Environmental wood products	514	3,080	8.2
SPI Lasers	Advanced fiber laser technology	820	1,238	3.3
TMO Renewables	Biomass ethanol production	550	1,208	3.2
Brulines Holdings	Licensed trade monitoring equipment	1,033	1,189	3.2
Earthport	Global money movement utilities	1,100	1,094	2.9
Concateno	Drug and medical testing	725	1,084	2.9
Imprint	Recruitment agencies	801	1,048	2.8
Eclipse Energy	Gas & wind power generation	975	975	2.6
ICM Computer Group	Disaster Recovery Services	645	930	2.5
Mission Marketing	Internet marketing & design	750	825	2.2
<b>Total</b>		<b>7,913</b>	<b>12,671</b>	<b>33.8</b>

\* Excluding fixed interest and unit trust investments.

## Sector Analysis of Investments

As at 31 March 2007

Sector	% of portfolio* 31 March 2007	% of portfolio* 30 September 2006
Software & Computer Services	19.7	16.5
Support Services	15.7	15.7
Pharmaceuticals & Biotechnology	15.5	9.4
General Industrials	14.1	9.3
Electronic & Electrical Equipment	8.7	10.6
Travel & Leisure	4.0	3.9
Media	3.7	4.3
Technology Hardware & Equipment	3.4	5.0
Electricity	3.2	4.4
Oil Equipment, Services & Distribution	3.1	6.3
General Financial	2.9	7.3
Oil & Gas Producers	2.0	2.8
Food Producers	1.3	2.3
Aerospace & Defence	1.0	1.1
Industrial Engineering	0.9	–
General Retailers	0.8	1.1
	<b>100.0</b>	<b>100.0</b>

Sectors are those used by the FTSE AIM All Share Index.

\* Excluding fixed interest investments, unit trust investments and cash.

# Investment Portfolio

As at 31 March 2007

Investment	Sector	Cost £'000	Valuation £'000	% of Net Assets
<b>AIM traded</b>				
@UK	Software & Computer Services	400	105	0.3
Abcam	Pharmaceuticals & Biotechnology	350	597	1.6
Accsys Technologies†	General Industrials	514	3,080	8.2
Accuma Group	General Financial	500	170	0.5
Angle	Support Services	400	319	0.9
Aquilo	Support Services	485	206	0.5
AssetCo	General Industrials	565	663	1.8
Bango	Software & Computer Services	938	336	0.9
Brulines Holdings	Support Services	1,033	1,189	3.2
Concateno	Pharmaceuticals & Biotechnology	725	1,084	2.9
Croma Group	Aerospace & Defence	350	315	0.8
Cyan Holdings	Technology Hardware & Equipment	390	230	0.6
Datong Electronics‡	Electronic & Electrical Equipment	750	498	1.3
Earthport	Software & Computer Services	1,100	1,094	2.9
Elevation Events	Media	800	–	–
Ffastfill+	Software & Computer Services	600	557	1.5
Gourmet Holdings	Travel & Leisure	500	375	1.0
Healthcare Locums	Support Services	600	578	1.5
ICM Computer Group	Software & Computer Services	645	930	2.5
Imaginatik	Software & Computer Services	600	720	1.9
Imprint+	Support Services	801	1,048	2.8
Independent Resources††	Oil & Gas Producers	690	586	1.6
Inspicio	Support Services	500	793	2.1
Judges Capital	Industrial Engineering	250	260	0.7
Kiotech	Pharmaceuticals & Biotechnology	450	358	1.0
Mama Group	Travel & Leisure	495	693	1.8
Mission Marketing+	Media	750	825	2.2
Neuropharm Group	Pharmaceuticals & Biotechnology	500	602	1.6
Neutrahealth+	Food Producers	451	387	1.0
Parkmead Group††	Support Services	462	497	1.3
Proactis	Software & Computer Services	400	558	1.5
Proximagen	Pharmaceuticals & Biotechnology	500	304	0.8
Software Radio Technology	Technology Hardware & Equipment	425	398	1.1
Sovereign Oilfield Group	Oil Equipment Services & Distribution	434	573	1.5
SPI Lasers	Electronic & Electrical Equipment	820	1,238	3.3
Strategic Thought	Software & Computer Services	280	198	0.5
Vianet Group	Technology Hardware & Equipment	600	360	1.0
Vimio†+	Software & Computer Services	500	315	0.8
Visual Defence‡	Support Services	425	116	0.3
Vividas	Software & Computer Services	600	629	1.7
Western & Oriental	Travel & Leisure	250	153	0.4
		22,828	23,937	63.8

## Investment Portfolio continued

As at 31 March 2007

Investment	Sector	Cost £'000	Valuation £'000	% of Net Assets
<b>PLUS traded</b>				
Quercus Publishing	Media	248	314	0.8
		248	314	0.8
<b>Unlisted</b>				
Charterhouse Food Group	Food Producers	750	–	–
Connectus Direct Solutions <sup>†</sup>	Support Services	272	–	–
Eclipse Energy	Electricity	975	975	2.6
Ilika Technologies <sup>+</sup>	General Industrials	475	475	1.3
Infrared Integrated Systems	Electronic & Electrical Equipment	500	500	1.3
iQur <sup>+</sup>	Pharmaceuticals & Biotechnology	500	500	1.3
Medicsight	Software & Computer Services	500	500	1.3
mForm <sup>*†</sup>	General Financial	669	669	1.8
Pelikon	Electronic & Electrical Equipment	400	400	1.1
Starnevesse <sup>†</sup>	General Retailers	240	240	0.6
TMO Renewables	Pharmaceuticals & Biotechnology	550	1,208	3.2
Vienco Group <sup>+</sup>	Oil Equipment, Services & Distribution	650	370	1.0
		6,481	5,837	15.5
<b>Fixed interest</b>				
UK Treasury 5% 2008		2,991	2,988	8.0
		2,991	2,988	8.0
<b>Unit Trusts</b>				
Artemis Capital Fund		5,000	5,001	13.3
		5,000	5,001	13.3
<b>Net current liabilities</b>		(510)	(510)	(1.4)
<b>Net assets</b>		37,038	37,577	100.0

<sup>†</sup> Non-qualifying investment for VCT purposes.

<sup>‡</sup> Investment comprises both a qualifying and non-qualifying element for VCT purposes.

<sup>\*</sup> Investment includes fixed interest element.

<sup>+</sup> Other funds managed by members of the Artemis Investment Management Limited group hold this investment.

# Income Statement (unaudited)

For the six months ended 31 March 2007

	Six months ended 31 March 2007			Six months ended 31 March 2006			Year ended 30 September 2006			
	Note	Revenue £'000	Capital £'000	Total £'000	Revenue £'000	Capital £'000	Total £'000	Revenue £'000	Capital £'000	Total £'000
Gains/(losses) on investments		–	2,427	2,427	–	634	634	–	(2,782)	(2,782)
Investment income		246	–	246	461	–	461	811	–	811
Investment management fee		(76)	(228)	(304)	(95)	(287)	(382)	(188)	(564)	(752)
Other expenses		(106)	–	(106)	(108)	–	(108)	(234)	–	(234)
<b>Return/(loss) on ordinary activities before tax</b>		64	2,199	2,263	258	347	605	389	(3,346)	(2,957)
Tax on ordinary activities		–	–	–	(49)	49	–	(73)	73	–
<b>Return/(loss) attributable to equity shareholders</b>		64	2,199	2,263	209	396	605	316	(3,273)	(2,957)
<b>Return/(loss) per Ordinary Share (pence)</b>	2	0.16	5.52	5.68	0.52	0.98	1.50	0.79	(8.17)	(7.38)

Notes:

1. The total column of this statement represents the profit and loss account of the Company.
2. All revenue and capital items in the above statement derive from continuing operations.

# Balance Sheet (unaudited)

As at 31 March 2007

	Note	As at 31 March 2007 £'000	As at 31 March 2006 £'000	As at 30 September 2006 £'000
<b>Fixed assets</b>				
Investments		38,087	39,003	35,167
<b>Current assets</b>				
Debtors		43	31	539
Cash at bank		–	672	374
		43	703	913
<b>Creditors: Amounts falling due within one year</b>		(553)	(297)	(447)
<b>Net current (liabilities)/assets</b>		(510)	406	466
<b>Net assets</b>		37,577	39,409	35,633
<b>Equity shareholders' funds</b>				
Called-up share capital		3,986	4,012	3,986
Share premium		110	110	110
Special reserve		33,686	33,900	33,686
Capital reserve – realised		(856)	(318)	(604)
Capital reserve – unrealised		539	1,471	(1,912)
Capital redemption reserve		26	–	26
Revenue reserve		86	234	341
<b>Equity shareholders' funds</b>		37,577	39,409	35,633
<b>Net asset value per Ordinary Share (pence)</b>	3	94.28	98.22	89.40

# Cash Flow Statement (unaudited)

For the six months ended 31 March 2007

	Six months ended 31 March 2007 £'000	Six months ended 31 March 2006 £'000	Year ended 30 September 2006 £'000
<b>Operating activities</b>			
Bank interest received	47	194	250
Investment income received	700	344	129
Investment management fees paid	(348)	(389)	(765)
Administrator's fees paid	(20)	(37)	(93)
Other cash payments	(84)	(84)	(169)
<b>Net cash inflow/(outflow) from operating activities</b>	<b>295</b>	<b>28</b>	<b>(648)</b>
<b>Taxation</b>			
Corporation tax paid	–	–	(41)
<b>Financial investment</b>			
Purchase of investments	(24,773)	(28,436)	(44,414)
Sale of investments	24,241	2,403	18,799
<b>Net cash outflow from financial investment</b>	<b>(532)</b>	<b>(26,033)</b>	<b>(25,615)</b>
<b>Equity dividends paid</b>	<b>(319)</b>	<b>(400)</b>	<b>(400)</b>
<b>Net cash outflow before financing</b>	<b>(556)</b>	<b>(26,405)</b>	<b>(26,704)</b>
<b>Financing</b>			
Share issues	–	122	122
Share issue expenses	(1)	–	1
<b>Net cash (outflow)/inflow from financing</b>	<b>(1)</b>	<b>122</b>	<b>123</b>
<b>Decrease in cash</b>	<b>(557)</b>	<b>(26,283)</b>	<b>(26,581)</b>

# Reconciliation of Movements in Shareholders' Funds (unaudited)

For the six months ended 31 March 2007

	Six months ended 31 March 2007							Revenue reserve £'000	Total £'000
	Share capital £'000	Share premium £'000	Special reserve £'000	Capital reserve – realised £'000	Capital reserve – unrealised £'000	Capital redemption reserve £'000			
At 1 October 2006	3,986	110	33,686	(604)	(1,912)	26	341	35,633	
Return/(loss) on ordinary activities after taxation	–	–	–	(252)	2,451	–	64	2,263	
Dividends paid	–	–	–	–	–	–	(319)	(319)	
<b>At 31 March 2007</b>	<b>3,986</b>	<b>110</b>	<b>33,686</b>	<b>(856)</b>	<b>539</b>	<b>26</b>	<b>86</b>	<b>37,577</b>	
	Six months ended 31 March 2006							Revenue reserve £'000	Total £'000
	Share capital £'000	Share premium £'000	Special reserve £'000	Capital reserve – realised £'000	Capital reserve – unrealised £'000	Capital redemption reserve £'000			
At 1 October 2005	4,000	33,900	–	(254)	1,011	–	425	39,082	
Issues of new shares less expenses	12	110	–	–	–	–	–	122	
Transfer to distributable reserve	–	(33,900)	33,900	–	–	–	–	–	
Return/(loss) on ordinary activities after taxation	–	–	–	(172)	568	–	209	605	
Transfer on disposal of investments	–	–	–	108	(108)	–	–	–	
Dividends paid	–	–	–	–	–	–	(400)	(400)	
<b>At 31 March 2006</b>	<b>4,012</b>	<b>110</b>	<b>33,900</b>	<b>(318)</b>	<b>1,471</b>	<b>–</b>	<b>234</b>	<b>39,409</b>	
	Year ended 30 September 2006							Revenue reserve £'000	Total £'000
	Share capital £'000	Share premium £'000	Special reserve £'000	Capital reserve – realised £'000	Capital reserve – unrealised £'000	Capital redemption reserve £'000			
At 1 October 2005	4,000	33,900	–	(254)	1,011	–	425	39,082	
New share issue	12	110	–	–	–	–	–	122	
Repurchases of shares	(26)	–	(214)	–	–	26	–	(214)	
Transfer to distributable reserve	–	(33,900)	33,900	–	–	–	–	–	
Return/(loss) on ordinary activities after taxation	–	–	–	(458)	(2,815)	–	316	(2,957)	
Transfer on disposal of investments	–	–	–	108	(108)	–	–	–	
Dividends paid	–	–	–	–	–	–	(400)	(400)	
<b>At 30 September 2006</b>	<b>3,986</b>	<b>110</b>	<b>33,686</b>	<b>(604)</b>	<b>(1,912)</b>	<b>26</b>	<b>341</b>	<b>35,633</b>	

# Notes to the Interim Financial Statements (unaudited)

## 1. Accounting policies

The interim financial statements have been prepared in accordance with UK Generally Accepted Accounting Practice, the Statement of Recommended Practice for “Financial Statements of Investment Trust Companies” (December 2005) and the accounting policies for the year ended 30 September 2006.

## 2. Return per ordinary share

The return per share has been calculated based on a weighted average number of Ordinary Shares in issue for the six months ended 31 March 2007 of 39,857,004 Ordinary Shares (six months ended 31 March 2006: 40,039,552; year ended 30 September 2006: 40,063,849).

## 3. Net asset value per share

The net asset value per Ordinary Share has been calculated based on 39,857,004 Ordinary Shares (31 March 2006: 40,122,004; 30 September 2006: 39,857,004).

## 4. Transaction costs

During the period the Company incurred transaction costs on purchases of £13,000 (31 March 2006: £nil; 30 September 2006: £nil), and on sales of £1,000 (31 March 2006: £2,000; 30 September 2006: £4,000).

5. The financial information for the six months ended 31 March 2007 and 31 March 2006 has not been audited and does not comprise full financial statements within the meaning of Section 240 of the Companies Act 1985. The financial information for the year ended 30 September 2006 has been extracted from the Company's full financial statements for the year then ended that have been delivered to the Registrar of Companies and on which the report of the Auditor's was unqualified.

# General Information

## Directors

P A K Arthur (Chairman)  
R A Field  
E D Murray  
F E Wollocombe

## Investment Manager and Secretary

Artemis Investment Management Limited  
42 Melville Street  
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Telephone: 0800 092 2051  
Email: [investorsupport@artemisfunds.com](mailto:investorsupport@artemisfunds.com)  
Website: [www.artemisonline.co.uk](http://www.artemisonline.co.uk)

## Registered Office

42 Melville Street  
Edinburgh EH3 7HA

## Registrars

Lloyds TSB Registrars Scotland  
PO Box 28506  
Finance House  
Orchard Brae  
Edinburgh EH4 1XZ

Shareholder helpline: 0870 601 5366  
Website: [www.shareview.co.uk](http://www.shareview.co.uk)

## Bankers and Custodian

HSBC Global Investor Services  
8 Canada Square  
London E14 5HQ

## Auditors, Tax and VCT Adviser

Ernst & Young LLP  
Ten George Street  
Edinburgh EH2 2DZ

## Administrator

BNP Paribas Fund Services UK Limited  
55 Moorgate  
London EC2R 6PA  
Telephone: 020 7410 2670

## Solicitors

Dickson Minto W.S.  
16 Charlotte Square  
Edinburgh EH2 4DF

# Reporting Calendar

Year end:	30 September
Results announced:	Interim – May Annual – December
Annual General meeting:	January

The Company is a member of the Association of Investment Companies.

The Company is an investment company as defined under Sections 265 and 266 of the Companies Act 1985.

Registered in Scotland Number SC270952.



**ARTEMIS**  
The PROFIT Hunter