

Statement on behalf of the Board

A dividend of 5p per share was paid in March, bringing the total dividends paid to date to 6p. Including these dividends, net assets per share on 31 August 2006 were 87p, compared to 73p on 28 February 2006 and 80p on 31 August 2005.

Several companies in the OT2 portfolio are making good or excellent progress and have the potential to deliver exceptional returns.

Full details of all the investments is given in the accompanying newsletter.

On behalf of the Board
John Jackson
Chairman

Unaudited Financial Information

Profit and Loss Account for the Period

	Six months 1 Mar 06 to 31 Aug 06 £'000	Six months 1 Mar 05 to 31 Aug 05 £'000	Year 1 Mar 05 to 28 Feb 06 £'000
Turnover	10	17	473
Expenses	(85)	(77)	(156)
Operating Profit	(75)	(60)	317
Profit/(loss) on revaluation of investments	912	184	(19)
Profit/(loss) on ordinary activities before tax	837	124	298
Tax on profit/(loss) on ordinary activities	-	-	-
Profit/(loss) for financial period after tax	837	124	298
Dividends	(300)	-	-
Retained profit/(loss)	537	124	298
Earnings per share	13.95p	2.07p	4.97p

Summarised Balance Sheet

	31 Aug 06 £'000	31 Aug 05 £'000	28 Feb 06 £'000
Investments at fair value through profit or loss	4,679	3,993	3,666
Other net current assets	183	770	659
Net assets	4,862	4,763	4,325
Capital and Reserves			
Called up share capital	600	600	600
Share premium: Share issues	-	5,400	-
Expenses on share issues	-	(179)	-
Capital reserve - unrealised	-	(403)	-
realised	-	(155)	-
Profit and loss account	2,504	(500)	2,879
Revaluation reserve	1,758	-	846
Shareholders' Funds	4,862	4,763	4,325
Net asset value per share	81p	79p	72p

Cash Flow Statement for the Period

	Six months 1 Mar 06 to 31 Aug 06 £'000	Six months 1 Mar 05 to 31 Aug 05 £'000	Year 1 Mar 05 to 28 Feb 06 £'000
Net cash outflow from operating activities	(89)	(69)	381
Dividends paid	(300)	-	-
Capital expenditure and financial investment			
Purchase of investments	(101)	-	(113)
Disposal of investments	-	688	250
Net cash outflow from capital expenditure and financial investment	(490)	688	137
Increase/(decrease) in cash	(490)	619	518

Company Information

Directors

John Jackson (Chairman)
Charles Breese
Lucius Cary
Michael O'Regan
Sir Martin Wood
Richard Vessey

Registrars

Capita IRG plc
Northern House
Woodsome Park
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Registered Office

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Oxford Science Park
Oxford
OX4 4GA

Investment Manager

Oxford Technology Management
Magdalen Centre
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Secretary

James Gordon

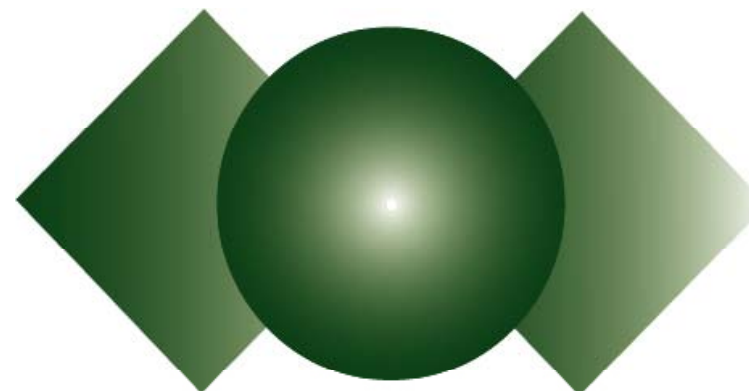
Brokers

JP Morgan Cazenove
20 Moorgate
London EC2R 6DA

Notes to the Unaudited Financial Information on pages 2 and 3

- 1 The financial information for each of the interim periods ended 31 August 2006 and 31 August 2005 is unaudited and does not constitute statutory accounts within the meaning of the Companies Act 1985. It has been prepared using accounting policies consistent with those set out in the company's statutory accounts for the year ended 28 February 2006. The financial information for the year ended 28 February 2006 has been extracted from the company's statutory accounts for that period which contained an unqualified audit report and which have been filed with the Registrar of Companies.
- 2 The calculation of earnings per share for the period is based on the return attributable to shareholders divided by the weighted average number of shares in issue during the period.
- 3 Listed investments are stated at market value based upon middle market prices at the accounting period end. The unrealised depreciation or appreciation on the valuation of investments are dealt with in the revaluation reserve.
- 4 Copies of the Interim Statement are being sent to shareholders and further copies can be obtained from the Company's Registered Office.

Oxford Technology 2 Venture Capital Trust plc



Interim Statement

For the period
1 March 2006 to 31 August 2006