

Polar Capital Partners Factsheet

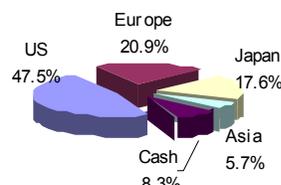
Polar Capital Technology Investment Trust Plc.

30 June 2006

Price:		Fund Particulars:		Portfolio Analysis:	
Share Price	215.00	Management:	Polar Capital LLP	Gearing: 11.89%	
NAV per Share	225.52	Sales/Marketing:	+44 207 227 2709	The gearing figure is calculated by dividing the Trust's gross assets by its net assets. This calculation ignores the effect of any cash or fixed interest holdings.	
Discount	-4.66*%	Lead Manager:	Ben Rogoff		
Net Yield	N/A	Established	December 1996		
Gross Total Assets	£*m				
Management Fee	1%p.a plus performance fee				

<u>Top Ten Holdings</u>	<u>%</u>	<u>Sector Breakdown</u>	<u>%</u>
Dena	1.86	Services	17.0
Nomura Research Inst.	1.59	Semi Conductors	16.1
Neomax	1.42	Healthcare	14.1
Yokogawa Electric	1.33	Software	13.8
Atos Origin	1.25	Computing	8.8
NHN Corp.	1.23	Other Sectors	8.7
CDNetwork	1.20	Comms Eq (ex wireless)	5.1
Keyence	1.20	Electronic Components	4.1
SAP	1.19	Defence	3.8
Infosys Techs	1.17	Wireless	3.4
Total Top Ten :	13.53	Telecoms/Media	2.7
		Consumer	2.4

Geographical Breakdown%



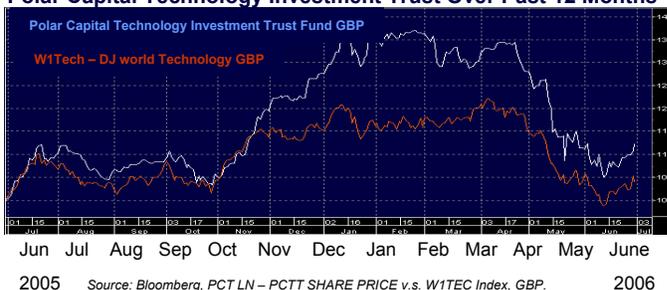
Market Cap

Market Cap	%
Large(> \$10bn)	33.7
Medium(\$1-10bn)	42.7
Small (<\$1bn)	23.6

Performance Over:	1yr(%)	3yrs(%)
Share Price	12.27	59.56
NAV Diluted	7.73	46.54
FT/S&P World Index	12.30	38.31

All figures capital performance only; Source HSBC

Polar Capital Technology Investment Trust Over Past 12 Months



Manager Comment

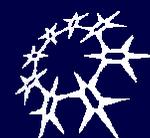
The flat performance of markets during the month of June belied a considerably more volatile period during which US economic news flow continued to be the principle driver of global market direction. Early in the month markets traded down following comments from the Fed which implied that their hawkish stance on inflation would continue, despite their acknowledgement that the economy had started to show signs of slowing. However, by the end of the month markets managed to regain earlier losses and the FTSE World Index ended up 1%. This market recovery was driven initially by a benign CPI number and latterly, by remarks (following the FOMC's 25bps interest rate rise) that suggested the Fed had returned to its more neutral "data-dependant" stance on rates.

Unsurprisingly at this seasonally challenging time technology continued to underperform the broader market (the Dow Jones World Tech Index was flat (£ terms) in June). In the US the progress of the technology sector remained impeded by cyclical concerns and further option-backdating issues (PSE -3.5% in local terms). Europe held up better with most technology indices down only 1-1.5%, as local economic news remained more favourable than expected. In Asia whilst Korean and Taiwanese technology stocks were very weak (KOSDAQ -6%, Taiwan Electronic Index -5%) Japanese stocks, and in particular mid and small cap stocks, performed well (Tokyo Electric Appliances Index +0.8%, TSE Mothers Index +7.3%).

During the month we continued to somewhat reduce our US and European positions, allowing cash to drift a little higher ahead of what we believe will be more favourable opportunities to invest. Whilst we made no meaningful changes to our Asia-ex Japan and mainstream Japanese holdings we continued to add selectively to Japanese small cap growth stocks where we think a low has been established.

Over the summer we suspect markets will remain choppy due to almost excessive investor focus on individual economic data points. Q2 earnings season may divert some investor attention back to company fundamentals however, this may be a mixed blessing given our short-term cyclical concerns and the fact that company guidance may disappoint given the limited visibility associated with this time of year. Despite these near-term issues it is important to emphasise that our conviction that we are approaching a major turning point in the technology cycle remains unimpaired. Whilst we do expect a slower economy (not a recession) in the second half of 2006, we anticipate this may ultimately act as a market catalyst. A weaker economy should obviate the need for significantly higher interest rate rises and thus refocus investor attention towards undemanding equity valuations at what will be a seasonally more favourable time of year for the technology sector. We are also encouraged by investor sentiment towards technology, which remains at relatively subdued levels. As a result we believe continued market weakness will present a compelling buying opportunity as current headwinds subside.

Ben Rogoff, 8th July 2006



Investment Rational: Over the last two decades the technology industry has been one of the most vibrant, dynamic and rapidly growing segments of the global economy. Technology companies offer the potential for substantially faster earnings growth than the broad market, reflecting the accelerating rate of adoption of new technology. Technology is transforming the competitive position of companies and entire economies, thereby fuelling a major secular increase in technology spending.

Approach: Polar Capital Technology Trust selects companies for their potential for generating capital growth, not on the basis of technology for its own sake. We believe in rigorous fundamental analysis and focus on: management quality, the identification of new growth markets, the globalisation of major technology trends, and exploiting international valuation anomalies and sector volatility

Polar Capital Technology Investment Management Team

Polar Capital Technology Trust is managed by the Polar Capital Partners technology team. Polar Capital was established by the senior technology fund managers previously responsible for Henderson's specialist technology funds. Today's Polar technology team comprises six investment professionals:

Polar Capital Technology Investment Trust Lead Managers:



Ben Rogoff – Fund Manager

In June 2006, he took over the responsibility for managing the portfolio following three successful years running the US portfolio.

Ben has been a technology specialist for over ten years having begun his career in fund management at CMI as a global tech analyst. He moved to Aberdeen Fund Managers in 1998 where he spent four years as a senior technology manager prior to joining Polar Capital in May 2003.



Craig Mercer – Deputy Manager

In June 2006 Craig became the Deputy Manager of the Trust.

Craig has nine years fund management experience. He joined Scottish Equitable (later Aegon) in 1997 after gaining an economics degree from York University. He was responsible for the Aegon Japan OEIC. At Polar he focuses on Japanese technology stocks working closely with the Polar Capital Japan team.

Technology Investment Management Team:

Brian Ashford-Russell – Founder/Director of Polar Capital Partners

Remains on the trust board and is responsible for asset allocation strategy for the trust.

Brian was Head of the Technology Team at Henderson (previously Touche Remnant) from 1987 until his resignation to set up Polar Capital in September 2000. He had been the appointed fund manager of Polar Capital Technology Trust since its launch in 1996 as Henderson Technology Trust, and was also the manager of HTT's predecessor, TR Technology, from 1988 to 1998. He managed the Henderson Global Technology Unit Trust from its launch in 1984 to 1996 as well as a number of other funds.

Tim Woolley –Fund Manager (Founder/Director of Polar Capital Partners)

Began his career at Prolific as a trainee US fund manager in 1987. He joined Henderson's technology team in 1996 and launched the Henderson Horizon fund that focused on small and mid cap technology companies. Tim left with Brian to establish Polar Capital Partners in 2001

Emma Parkinson - Analyst

Emma has worked with Brian and Tim for the last twelve years as a European technology analyst, initially at Henderson and at Polar Capital from its formation. Prior to this she was an US small cap specialist with Touche Remnant and Charterhouse Bank.

Diana MacAndrew - Analyst

Diana graduated from Durham University in 2000 and has been employed at Polar Capital since its inception in January 2001. She is responsible for coverage of the global semiconductor sectors.

Polar Capital Technology Trust PLC is an investment trust listed and traded on the London Stock Exchange.

All sources Polar Capital Partners unless otherwise stated. Please remember that past performance is not necessarily a guide to future performance. Stock markets and currency movements may cause the value of investments and the income from them to fall as well as rise and investors may not get back the amount originally invested. Where investments are made in emerging markets, unquoted securities or smaller companies, their potential volatility may increase the risk to the value of, and the income from, the investment. Issued in the UK by Polar Capital LLP. Polar Capital LLP is a limited liability partnership number OC314700. It is authorised and regulated by the Financial Services Authority. A list of members is open to inspection at the registered office, 4 Matthew Parker Street, London SW1H 9NP

