



31 May 2004

Share Price	156.25
NAV per Share (diluted)	193.07
NAV per Share (undiluted)	203.71
Discount (calculated on diluted NAV)	-19.1
Net Yield	N/A
Warrant Price*	57.00
Gross Total Assets	£339.0
Management Fee	1.0% p.a.
	plus performance fee

Established December 1996

Source: HSBC / Polar Capital Partners

*Warrants may be exercised on 30 September each year until 2005 at a price of 100p per share

Performance Over:	1yr(%)	3yrs(%)
Share Price	20.66	-39.79
NAV Diluted	26.89	-17.02
NAV Undiluted	26.64	-20.84
FT/S&P World Index	9.22	-27.18
Warrant Price	61.70	-64.26

All figures capital performance only; Source HSBC

PCTT Share Price & Market Indices Over Past 12 Months



Source: Bloomberg LP

Key: MLO-MERRILL LYNCH USA TECH 100

JSDA-JASDAQ JAPAN INDEX

ENMPR – EURO NM INDEX

PCT LN – PCTT SHARE PRICE

Portfolio Analysis – Gearing 114.8%

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.

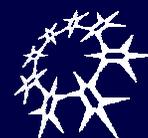
Manager Comment

After a grim start to the month, both markets and the technology sector rallied to close May usefully ahead. The notable exception to this recovery was Asia where a strong April was followed by a severe set back which saw many technology shares record double-digit losses. Concerns about a hard landing in China and the unwinding of the “global carry trade” were the chief culprits but higher oil prices and the spectre of terrorism also played a part.

May represented something of a quiet period for technology newsflow. However, we gained some encouragement from data suggesting a pick up in technology demand following a 2-3 month plateau. With investor expectations more subdued than in March, we would hope for a better reception to be accorded to second quarter earnings than was the case with first quarter results.

We have maintained our liquidity around the same levels as in April but at the margin have increased our US and European weightings. We have been active in the European new issue market where the deterioration in investor sentiment has resulted in a number of deals being attractively priced relative to their medium term growth prospects. The set back to markets in April and early May has done much to increase investor nervousness and, against this backdrop, we see an increasing number of opportunities around the world.

Brian Ashford-Russell, 4th June2004



Top Ten Equity Holdings	%	Sector Breakdown	%
Samsung Electronics	1.8	Computing	12.6
Nintendo	1.4	Consumer	7.8
NEC	1.4	Communication Equipment ex wireless	5.8
Maxim Integ Products	1.3	Semiconductor/SPE/EMS	21.5
Genentech	1.3	Services	7.8
Qualcomm	1.3	Software	16.1
Zeon Corp	1.3	Telecom/Media	0.5
Linear Technology Corp	1.1	Wireless	4.6
KLA Tenor	1.1	Healthcare	14.7
LG Electronics	1.0	Electronic Components	1.5
		Defence	2.3
		Other Sectors	4.8
Total	13.0%		

Geographical Breakdown		%
North America		48.4
Europe		23.5
Asia ex Japan		7.5
Japan		8.4
Cash/Bonds (net of borrowings)		12.2

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.

Brian Ashford-Russell: 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 has 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: Was responsible for the North American specialist technology portfolios at Henderson. He joined Henderson in 1996 from (Aberdeen) Prolific where he managed the Technology Unit Trust from 1993 to 1996. He managed Henderson Global Technology Unit Trust and Henderson Horizon Global Technology Fund from 1996 until his resignation to set up Polar Capital in September 2000.

The Trust

Investment 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

Rationale – Over the last two decades the technology industry has been one of the most vibrant, dynamic and rapidly growing segment 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.

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 Partners Ltd. Polar Capital Partners Limited is authorised and regulated by the Financial Services Authority.

