



30 January 2004

Share Price	170.00
NAV per Share (diluted)	196.85
NAV per Share (undiluted)	211.46
Discount (calculated on diluted NAV)	-13.7
Net Yield	N/A
Warrant Price*	70.00p
Gross Total Assets	£363.6m
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

PCTT Share Price & Market Indices Over Past 12 Months



Source: Bloomberg LP

Key: MLO-MERRILL LYNCH USA TECH 100

ENMPR-EURO NM INDEX

JSDA-JASDAQ JAPAN INDEX

PCT LN – PCTT SHARE PRICE

Performance Over: 1yr(%) 3yrs(%)

Share Price	52.81	-53.30
NAV Diluted	52.86	-36.55
NAV Undiluted	57.91	-39.47
FT/S&P World Index	24.22	-31.34
Warrant Price	197.74	-73.48

All figures capital performance only; Source HSBC

Portfolio Analysis – Gearing 114.5%

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.

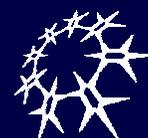
Manager Comment

Global stock markets began the year in buoyant mood. Share prices in most regions moved strongly ahead while technology shares broke up out of their trading range of the previous quarter. As expected, the primary driver has been a set of very strong fourth quarter results although investor enthusiasm was also sustained by generally positive economic news.

The December quarter showed further signs of a revival in demand for technology from both the consumer and corporate sectors. This was particularly marked in the semiconductor and communications industries with the latter enjoying a very pronounced budget flush accompanied by far more optimistic comments about, in particular, wireless demand. There have been few disappointments except in situations where expectations had become overblown. This also seems to have been true of the market as a whole. Moreover, the good news on the earnings front has coincided with a firm performance by most bond markets and signs of greater stability in the dollar. With strong inflows into equity mutual funds and, as yet, modest new equity supply, the course of share prices has been firmly upwards.

Most of our shorter term indicators suggest that the technology sector is becoming quite stretched but we have yet to see the sort of activity in the new issue market which precedes meaningful corrections. We suspect that the sector may see some consolidation over the next few months before rallying into the first quarter reporting season. However, we are alert to any signs of an impending correction and are likely gradually to lower the beta in our portfolios over the next two months. Our liquidity is currently around 6% but may drift higher over the next quarter.

Brian Ashford-Russell, 10th February 2004



Top Ten Equity Holdings	%	Sector Breakdown	%
Venture	1.6	Computing	10.6
NEC	1.4	Consumer	6.7
Nokia	1.3	Communication Equipment ex wireless	6.2
Samsung	1.3	Semiconductor/SPE/EMS	28.4
Nintendo	1.3	Services	9.0
Genentech	1.3	Software	15.7
Hon Hai	1.2	Telecom/Media	0.7
Filtronic	1.2	Wireless	5.5
Qualcomm	1.2	Healthcare	11.3
Amgen	1.2	Electronic Components	0.3
		Defence	2.0
Total	13.0%	Other Sectors	3.6
		Geographical Breakdown	%
		North America	47.0
		Europe	25.2
		Asia ex Japan	8.0
		Japan	11.9
		Cash/Bonds (net of borrowings)	7.9

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.

