



30 November 2004

Share Price	172.50
NAV per Share (diluted)	192.44
NAV per Share (undiluted)	206.91
Discount (calculated on diluted NAV)	-10.36
Net Yield	N/A
Warrant Price*	72.50
Gross Total Assets	£314.9m
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	3.29	21.91
NAV Diluted	1.70	26.78
NAV Undiluted	2.08	28.34
FT/S&P World Index	4.45	11.02
Warrant Price	8.21	71.60

All figures capital performance only; Source HSBC

PCTT Share Price & Market Indices Over Past 12 Months



Nov Dec Jan Feb Mar Apr May June July Aug Sep Oct Nov
2003 2004

Source: Bloomberg LP

Key: PSE-PACIFIC HIGH TECH SX8P - DJ STOXX 600TECH
TPELMH-TOPIX ELECTRIC M PCT LN - PCTT SHARE PRICE

Portfolio Analysis – Gearing 116.7%

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

Technology share prices in most markets rose steadily throughout November and, in so doing, outperformed the strength evident in equity markets. Japan proved once again to be the most significant laggard but returns from equities were materially influenced by sharp moves in foreign exchange markets. Indeed the dollar's fall was, together with the decline in oil prices, the most significant feature of the month and its depreciation was hastened by Greenspan's warnings on the USA's twin deficits.

Economic news over the month was very mixed with that in Europe and Japan particularly discouraging. However, markets took comfort from the result of the US presidential election and from oil prices dropping back at one stage to their lowest levels since late August. The latter in particular induced greater optimism that the economic slowdown might prove muted and led to increased buying in the more cyclical areas of the market.

The strength in technology shares owed something to the sector's perceived cyclical nature but seems also to have been the consequence of investors' increased appetite for risk and beta. Newsflow has also been reasonably supportive with Intel revising up its mid quarter guidance and a number of companies indicating healthy demand in the fourth quarter.

Against this backdrop, we have remained pretty fully invested and have continued to look for opportunities in primarily the US and Europe, and in some of the emerging companies. Investor sentiment seems much improved and this, together with the substantial liquidity evident within both the corporate sector and financial institutions, suggests that the rally may extend into the New Year.

Brian Ashford-Russell, 7th December 2004



Top Ten Equity Holdings	%	Sector Breakdown	%
LG Philips	1.6	Computing	9.6
Symantec	1.5	Consumer	6.4
Nitto Denko	1.4	Communication Equipment ex wireless	7.4
Wincor Nixdorf	1.4	Semiconductor/SPE/EMS	17.4
Harris	1.3	Services	9.0
Atos Origin	1.2	Software	18.7
Apple	1.2	Telecom/Media	1.1
Dell Inc	1.2	Wireless	3.7
Toshiba	1.2	Healthcare	11.0
KLA Tencor	1.1	Electronic Components	5.2
		Defence	3.1
		Other Sectors	7.6
Total	13.1%		

Geographical Breakdown	%
North America	52.2
Europe	22.8
Asia ex Japan	9.2
Japan	12.9
Cash/Bonds (net of borrowings)	2.8

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 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.

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.

