

Price:

Share Price	227.25p
NAV per Share	248.21p
Discount (calculated on diluted NAV)	8.4%
Net Yield	N/A
Gross Total Assets	£381.26m
Management Fee	1%p.a
	plus performance fee

Fund Particulars:

Management:	Polar Capital LLP
Sales/Marketing:	+44 207 227 2709
Lead Manager:	Ben Rogoff
Established	December 1996

Portfolio Analysis:

Gearing: 110.5%

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.

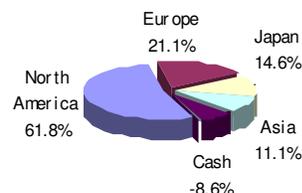
Top Ten Holdings

	%
Renesola	3.15%
Tokyo Seimitsu	2.98%
Advantest	2.67%
Motech	2.12%
Google	2.03%
Nidec	1.95%
Ibiden	1.95%
Apple Computers	1.93%
Nitto Denko	1.76%
Zeon	1.57%
Total Top Ten :	22.13%

Sector Breakdown

	%
Semiconductors	23.0%
Software	13.9%
Other Sectors	11.7%
Clean Energy	8.3%
Comms Eq (Ex Wireless)	7.7%
Healthcare	7.5%
Computing	6.9%
Services	6.0%
Electronic Components	5.6%
Wireless	3.9%
Defense	2.6%
Consumer	2.2%
Telecoms/Media	0.7%

Geographical Breakdown%



Performance Over:

	1yr(%)	3yrs(%)
Share Price	5.70	38.15
NAV Diluted	10.06	27.92
DJ World Technology Index	14.85	19.02

All Figures capital performance only; Source HSBC

Market Cap

	%
Large(> \$10bn)	26.6
Medium(\$1-10bn)	49.9
Small (<\$1bn)	23.5

Polar Capital Technology Investment Trust Over Past 12 Months



June July Aug Sep Oct Nov Dec Jan Feb Mar Apr May June
2006 Source: Bloomberg, PCT LN - PCTT SHARE PRICE v.s. WITEC Index, GBP. 2007

Manager Comment

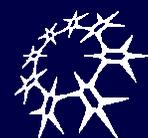
Global equities fell modestly during the month, exacerbated by Sterling strength which resulted in the FTSE World Index declining 2% (£ terms). US macroeconomic data was generally supportive with encouraging news on both growth and inflation. Unfortunately this positive combination was more than outweighed by negative developments in bond markets. Following the significant move in sovereign bond yields during May, risk appetite diminished further in June due to heightened concern over US housing market contagion as sub-prime news flow worsened. This fear was reflected in widening credit spreads which in turn made it more difficult to place a number of high yield bond deals that remain the principal financing tool for many of the recent private equity transactions. A further negative in the form of sharply higher energy prices (crude oil +10%) took the shine off better reported inflation numbers. Whilst the Federal Reserve left rates unchanged at their June meeting, both the BoE and the ECB raised interest rates reflecting economic strength and concomitant inflationary risk; European markets trod water as a result. Asian markets were amongst the better performers with Taiwan (+9% in local terms) a stand out during the month.

The recent relative strength of the technology sector continued, the Dow Jones World Technology Index rising 0.6% in Sterling terms. Significantly technology stocks outperformed in every major market, as investors rotated away from financials due to resurgent housing concerns and would-be acquisition targets (reflecting a recent dearth of M&A announcements). With supply side conditions already much improved, investors who have been awaiting evidence of a pick-up in end demand have probably been encouraged by the exceptionally quiet Q2 preannouncement season. Furthermore, there has been plentiful (although mostly anecdotal) evidence of improving demand trends in a number of technology end markets including PC, high end handsets, telecom infrastructure and LCD televisions. Whilst Q2 earnings season will no doubt deliver its fair share of disappointments, a number of US macroeconomic reports point to a more favourable backdrop for corporate capital spending for the second half of the year; given that the technology sector remains a principal beneficiary of incremental capex, we anticipate the sector's relative strength to endure.

Whilst we are mindful of the risks associated with higher yields and a realignment of risk appetite in bond markets, we continue to believe that we are at the beginning of a multi-year period of technology sector outperformance. The inflection point that we have written about at length probably did occur in Q3/Q4 2006; relative performance since then has been spotty but from our vantage point fundamentals have unequivocally improved versus the broader market. We believe that the principal reason for stock performance trailing relative fundamentals has been the huge amount of corporate activity that has obscured the technology earnings story. The financial travails that have created a near-term hiatus in M&A activity are unlikely to ultimately derail the case for equities; as such we welcome the interregnum as a catalyst for investors to re-examine the technology sector at what we believe to be an advantageous moment. Near-term, markets look a little extended but our indicators remain largely neutral to positive. As such we have retained our constructive portfolio positioning and will look to get fully leveraged (c.10%) on short-term weakness should it occur.

Ben Rogoff

9th July 2007



Investment 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.

Approach: Polar Capital 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 technology team. Polar Capital was established by the senior technology fund managers previously responsible for Henderson's specialist technology funds. Today's Polar Capital technology team comprises of six investment professionals.



Ben Rogoff – Fund Manager

In May 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 May 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 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 - Director & Founder of Polar Capital Partners

Brian was head of the technology team at Henderson Global Investors (and prior to that Touche Remnant) from 1987 until his resignation in September 2000 to set up Polar Capital. He has been the appointed fund manager of Polar Capital Technology Trust plc, previously named Henderson Technology Trust and its predecessor TR Technology, since TR Tech's launch in 1988. He also managed the Henderson Global Tech Unit Trust from its launch in 1984 to 1996 as well as co-managing the Seligman Global Tech and Mackenzie Universal Science & Tech funds.

Tim Woolley - Director & Founder of Polar Capital Partners

Tim began his career as a systems analyst for two leading financial service companies. He then joined Prolific as a trainee US fund manager in 1987 and was promoted to lead manager of the technology fund in 1993. He joined Henderson's technology team in 1996 and launched the Henderson Horizon fund that focused on small and mid cap companies. Tim left with Brian to establish Polar Capital Partners in 2001.

Emma Parkinson - Fund Manager

Emma has worked with Brian and Tim since 1996 as a European technology analyst, initially at Henderson and at Polar Capital from its formation. Prior to this, she was an American small cap specialist with Touche Remnant and Charterhouse Bank.

Fatima lu - Analyst

Fatima joined Polar Capital in April 2006 after working as an analyst with Citigroup Asset Management for 18 months. She graduated from Imperial College London in 2002.

Polar Capital Technology Trust is an investment trust listed 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.

