

07

Aberdeen Growth Opportunities VCT 2 PLC

Interim Report
Six months ended 30 June 2007



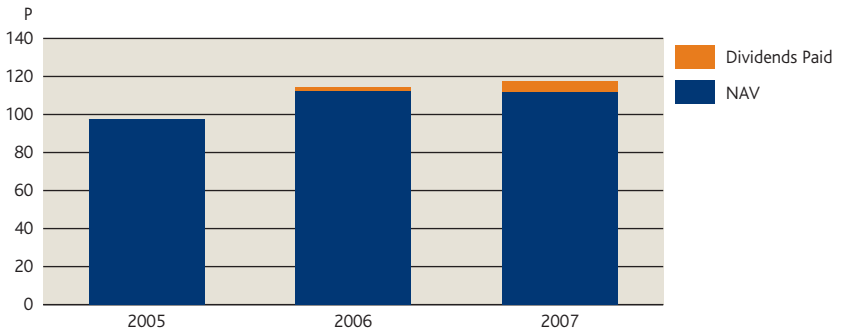
Aberdeen

Financial History

	Ordinary Shares			S Ordinary Shares
	30 Jun 2007	31 Dec 2006	31 Dec 2005 (restated)	30 Jun 2007
NAV	£8,822,000	£8,789,000	£7,634,000	£4,244,000
NAV per Ordinary share	111.5p	112.2p	97.4p	95.3p
Total return (without tax relief)	117.5p	114.2p	97.4p	95.3p
Total return (with initial tax relief)	157.5p	154.2p	137.4p	125.3p
Share price	90.0p	96.5p	100.0p	100.0p
Discount	(19.3%)	(14.0%)	2.7%	4.9%

NAV total return performance since launch for Ordinary Shareholders

The bar chart shows the total return per Ordinary Share (net asset value plus dividends paid since launch) as at 31 December each year, except for 2007 which is at 30 June 2007.



Investment Manager's Review

For the six months ended 30 June 2007

S Share issue

We are pleased to be able to report that the Company successfully raised £5 million in the S Share issue increasing the size of the overall capital base by approximately 60% without a corresponding increase in costs. This means that the cost base will be defrayed over a larger fund size thereby improving the efficiency of the Company.

Performance

Total Return (NAV plus dividends paid) from the Ordinary shares rose over the six months ended 30 June 2007 by 2.9% to 117.5p per share.

The NAV per Ordinary share at 30 June 2007 was 111.5p, compared with 112.2p, at 31 December 2006, and following the payment of dividends of 3.5p and 0.5p in January 2007 and May 2007 respectively, which brought the total of dividends paid to date to 6.0p per share.

The Net Asset Value (NAV) per S share at 30 June 2007 was 95.3p per share compared with 95.0p immediately after launch and settlement of expenses.

There is no venture capital trust index with which to compare the performance of the Company; however, the value of the AIM portfolio held by the Ordinary Share pool rose by 15.1% over the six month period, which compares with an increase in the AIM All-share Index of 15.3% over the same period.

Unlisted investments held by Aberdeen Growth Opportunities VCT 2 are valued in accordance with the International Private Equity and Venture Capital Valuation Guidelines. Investments which are quoted or traded on the Alternative Investment Market (AIM) or a recognised stock exchange are valued at their bid price.

Dividends

The Company paid dividends totalling 4.0p to Ordinary shareholders during the six months to 30 June 2007. In recognition of the further realised capital gains of 3.8p per share made during the reporting period, which are shown in a table at the end of this review, the Board declares an interim dividend of 2.0p payable on 24 October 2007 to holders of Ordinary shares on the register on 21 September 2007. The Board is not proposing to pay a dividend on the S shares at this early stage.

Co-investment

Aberdeen Growth Opportunities VCT 2 has co-invested with other funds managed by the Aberdeen Asset Management Group in a number of investments and is expected to continue to do so. The advantage of this arrangement is that by investing together, the funds are able to underwrite a wider range and size of transaction than would be the case on a stand-alone basis. In addition, the Manager's staff co-investment scheme has continued to co-invest alongside the Company in each investment made during the period. Details of the scheme were contained in the Annual Report for 2006.

Regulatory changes

The overall VCT market declined by approximately two thirds in the year to April 2007 which reflects the changes to the VCT regulations announced in the last two Budgets. For funds raised after April 2006, new restrictions on the size of company in which VCTs can invest where those investments are to be treated as qualifying were introduced. The regulations introduced in the 2007 Budget are particularly onerous in this regard, focussing on the maximum number of staff that can be employed in addition to placing a limit on the amount which can be raised under venture capital schemes by the investee company. However, those new 2007 regulations do not affect the money raised originally by the Company, nor the bulk of the S Share money which was raised before 5 April 2007, but will be applied to the relatively small amount raised after that date.

Investment Manager's Review - continued

Investment activity

We are pleased to report an exceptionally strong period of new investment activity. During the six-months to 30 June 2007, nine new unlisted investments were made by the Ordinary Share portfolio, with the S Share pool also participating in five of those investments, and ten AIM investments with the S Share pool investing in seven of those companies. A total of £2.8 million was invested during the six month period by the Ordinary share pool and £0.7 million by the S Share pool. At 30 June 2007, the investment portfolio of the Original pool consisted of forty-eight active unlisted and AIM investments having a total cost of £6.1 million and the portfolio of the S Share pool consisted of fifteen investments having a total cost of £714,000.

The following new investments were made during the reporting period.

Investment	Date	Activity	Investment cost	
			Ord Shares £'000	S Ord Shares £'000
Unlisted				
Adler & Allan	Jun 07	Handling transport, clean-up and disposal of oil and sewage-based waste. www.adlerandallan.co.uk	150	75
Camwatch	Mar 07	Provider of CCTV monitoring and installation services. www.cctv-monitoring.net	211	
Crossco (982) (Martel Instruments)	Jan 07	Production of hand held printers and terminals. www.martelinstruments.com	224	
Cyclotech	May 07	Provider of services to the energy sector. www.cyclotech.com	249	99
Funeral Services Partnership	Mar 07	Operator of funeral director businesses.	239	100
ID Support Services	Mar 07	Installation and maintenance of CCTV security systems, air conditioning and industrial refrigeration systems for UK leisure and retail businesses. www.id-group.co.uk	204	50
Lime Investments	Mar 07	Company formed to acquire branded premium-end or niche food and beverage businesses.	199	
MS Industrial Services	Apr 07	Provider of industrial cleaning and waste management services to the oil and industrial sectors. www.msis.uk.com	184	84
Oliver Kay	Jan 07	Distributor of fresh produce to the On-trade Holdings catering industry. www.oliverkayproduce.co.uk	209	
Others			6	3
Total unlisted investment			1,875	411

Investment	Date	Activity	Investment cost	
			Ord Shares £'000	S Ord Shares £'000
AIM				
Bglobal	Apr 07	Provider of "smart meters" (automatic meter reading and automatic meter management) allowing the remote reading of electricity and gas meters, and data management. www.bglobalmetering.com	52	25
Concateno	Dec 06, Jan 07 and Mar 07	Provider of services for the testing of employees for drugs and alcohol. www.concateno.com	91	51
DM	Apr 07	Provider of marketing services gathering consumer data for use in direct marketing campaigns. www.dmplc.com	100	50
Eleco	Dec 06	Manufacturer of precast concrete products, metal roofing and cladding products and panels for interiors. www.eleco plc.co.uk		
eXpansys	Apr 07	Re-seller of mobile and wireless technology products over the internet. www.expansys.com	100	25
Formation Group	Jun 07	Provider of wealth management and related professional services. www.formationgroupplc.com	50	50
Mount Engineering	Jun 07	Manufacturer, stockist and distributor of engineering products for oil, gas, water and power markets. www.mountengineering.com	172	49
Pressure Technologies	Jun 07	Niche designer and manufacturer of high pressure seamless steel gas cylinders www.neuropharm.co.uk	148	
SDI Group	Jun 07	Design, building and support of automated warehouse handling systems www.sdigroup.com	25	25
St Helen's Capital	Apr 07	Provider of corporate advisory services. www.sthelenscapital.com	26	
Universe Group	Apr 07	Provider of managed services and payment solutions to the petrol retail sector. www.universe-group.co.uk	100	
Others			28	49
Total AIM investment			892	324
Total			2,767	735

Investment Manager's Review - continued

Portfolio developments

Unlisted investments

Following the four successful realisations during 2006 which resulted in the payment of the capital dividend in January 2007 to Ordinary shareholders, one further realisation from the Ordinary Share pool has occurred in the reporting period as shown in the table immediately following this review.

The sale of the holding in EIG (Investments) was successfully completed in January 2007 approximately 15 months after completion of the investment, resulting in a gain of £251,000.

During the reporting period nine new substantial unlisted investments have been added to the portfolio. We are pleased to note that each has traded in line with or ahead of their business plan since investment; however, it is likely to be some time before these investments reach a level of maturity which enables profitable exits to be negotiated.

AIM investments

The AIM portfolio has continued to be actively managed during the reporting period resulting in net realised gains over cost of £50,000 on the Ordinary share pool and £4,000 on the very early trades by the S Share pool; details of these transactions can be found in the table following this review.

In addition to the realised gains shown below, unrealised gains over the valuations as at December 2006 amounting to £360,000 on the Original pool and £19,000 on the S Share pool were achieved during the period with the gains well spread across the portfolio of investments. The shares which achieved the largest gains were Amazing Holdings (£41,000), Axeon (£49,000), Concateno (£83,000), Litcomp (£50,000) and Neutrahealth (£34,000) in the Ordinary Share portfolio and Concateno (£9,000) and Formation Group (£7,000) in the S Share pool. There were no significant reductions in value during the period other than the value of Worthington Nicholls in the S Share pool which fell by £15,000 following a trading statement which did not meet market expectations late in the reporting period. The Ordinary Share AIM portfolio has achieved an increase of 15.1% for the six month period which compares to the increase in the AIM All-share Index of 15.3% for the same period while the value of the AIM portfolio in the S Share portfolio has increased by 8.9% since its inception.

Outlook

During the first half 2007, the Company has raised c £5 million in the S Share issue and both investment pools have subsequently invested in a number of new transactions which offer significant medium term return potential. 2006 had seen a number of profitable exits from the original pool at a relatively early stage of the Company's life. By contrast, the first half of 2007 has seen a very strong momentum of new investments.

The strategy applied by the Manager is to use its extensive UK network to identify suitable private companies and invest the majority of the portfolio in private equity transactions which offer growth and a healthy running yield, in tandem with an actively managed AIM business primarily focused on new companies seeking an IPO on the AIM market. AIM investments are traded out as soon as market liquidity permits, providing the opportunity for early capital gains if the company proves attractive to retail investors post IPO. Going forward, the Manager believes that this dual approach on AIM and private equity provides the optimum return model for VCT investors.

The following table shows all sales from the investment portfolio made by the Company during the reporting period.

	Ordinary Shares			S Ordinary Shares		
	Cost of shares disposed of	Sales proceeds	Realised gain/(loss)	Cost of shares disposed of	Sales proceeds	Realised gain/(loss)
	£'000	£'000	£'000	£'000	£'000	£'000
Unlisted						
EIG (Investments)	251	502	251			
Total unlisted	251	502	251			
AIM						
AT Communications	34	36	2			
Concateno	14	21	7	1	1	–
Eleco	99	115	16			
eXpansys	66	80	14	16	20	4
Fairground Gaming	75	20	(55)			
Individual Restaurant	15	22	7			
MTI Wireless	41	53	12			
Velosi	100	128	28			
Worthington Nicholls Group	8	27	19			
Others	23	23	0	5	5	0
Total AIM	475	525	50	22	26	4
Total	726	1,027	301	22	26	4

Aberdeen Asset Managers Limited, Manager

12 September 2007

Investment Portfolio Summary (Ordinary Shares)

As at 30 June 2007

Investment	Bookcost £'000	Valuation £'000	% of total net assets	% of equity held	% of equity held by other clients
Unlisted					
Homelux Nenplas Extruder of plastic tiling trims and related products	199	314	3.6	3.4	41.6
MoneyPlus Group Manages agreements and repayment plans for credit card holders	225	304	3.5	4.5	26.4
Cyclotech Provider of services to the energy sector	248	248	2.8	3.4	16.6
Funeral Services Partnership Operator of funeral directors	239	239	2.7	3.6	46.5
Crossco (982) (Martel Instruments) Manufacturer of compact handheld printers and display devices	224	224	2.6	3.2	30.2
Camwatch Provider of CCTV monitoring and installation services	211	211	2.4	4.0	39.5
Oliver Kay Supplier of fresh produce to the on trade catering industry in the UK	209	209	2.4	1.3	18.7
ID Support Services Installation and maintenance of CCTV security systems, air conditioning and refrigeration systems	204	204	2.4	2.2	31.2
Lime Investments Shell company set up to acquire branded premium end or niche food and beverage businesses	199	199	2.3	7.6	72.4
MS Industrial Services Provider of industrial cleaning and waste management services to the oil and industrial sectors	184	184	2.1	3.1	41.9
Essential Viewing Systems Developer of an advanced delivery technology for video over mobile telephones	155	155	1.8	9.5	39.9
Adler & Allan Handling, transport, clean-up and disposal of oil and sewage based waste	150	150	1.7	0.7	40.3
Enpure Provider of process engineering and project management services	100	100	1.1	0.4	79.2
Buildstore Services to self-build homeowners	98	98	1.1	0.6	7.0

Investment	Bookcost £'000	Valuation £'000	% of total net assets	% of equity held	% of equity held by other clients
Oled-T					
Developer of flat panel display technologies	167	84	1.0	3.9	14.7
Riverdale Publishing					
Publisher of greeting cards	91	16	0.2	1.1	10.6
Countcar					
Provider of tool, plant hire and hydraulic products and services to industrial sectors	6	6	0.1	2.0	24.6
Kingsley Cards					
Greetings card distributor	200	–	–	2.5	25.0
	3,109	2,945	33.8		

AIM**Concateno**

Provider of services for the testing of employees for drugs and alcohol

176 288 3.3 0.3 2.1

Worthington Nicholls Group

Installer and maintainer of air conditioning units in the hotel and retail markets

110 226 2.6 0.2 1.3

Software Radio Technology

Digital wireless communication development business

131 217 2.5 0.5 2.6

Hambleton Mining

Exploration and mining of precious metals in Kazakhstan

105 186 2.1 0.2 0.1

Litcomp

National supplier of medical reports in the support of legal actions

100 185 2.1 0.0 4.9

Mount Engineering

Manufacturer, stockist and distributor of engineering products for oil, gas, water and power markets

172 172 2.0 1.4 3.0

Amazing Holdings

Leisure and hotel developer

151 159 1.8 0.5 1.7

Pressure Technologies

Niche designer and manufacturer of high pressure seamless steel gas cylinders

148 158 1.8 0.9 0.0

Work Group

Provider of recruitment services

151 154 1.8 0.7 2.6

Investment Portfolio Summary (Ordinary Shares) - continued

Investment	Bookcost £'000	Valuation £'000	% of total net assets	% of equity held	% of equity held by other clients
Axeon					
Developer of semi conductor intellectual property rights	112	145	1.7	0.8	7.2
Datong Electronics					
Producer of tracker devices to track vehicles and mobile phones	151	126	1.4	0.9	1.1
AT Communications Group					
Leading communications integrator	107	110	1.3	0.4	0.8
Imprint					
Provider of a result and search service	153	105	1.2	0.1	0.4
DM					
Direct marketing group specialising in gathering consumer data for use in direct marketing campaigns	96	102	1.1	0.4	1.1
Neutrahealth					
Provider of BioCare products to health practitioners and specialist retailers	89	102	1.1	0.6	1.3
Universe Group					
Provider of managed services and payment solutions to the petrol retail sector	100	100	1.1	1.2	1.4
System C Healthcare					
Provider of information services and IT systems to the healthcare sector	150	88	1.0	0.3	1.0
Gold Frost					
Designer, developer and distributor of kosher food products	86	76	0.9	0.5	0.9
Individual Restaurant Company					
Restaurant operator	47	73	0.8	0.1	1.1
Hasgrove					
Provider of communication services in public relations	49	66	0.8	0.2	2.0
Avanti Screenmedia					
Provider of screens and media advertising	69	61	0.7	0.1	1.4
Formation Group					
Provider of wealth management and related professional services	50	60	0.7	0.1	1.3
Bglobal					
Provider of smart meters, allowing the remote reading of electricity and gas meters, and data management	46	52	0.6	0.2	0.5

Investment	Bookcost £'000	Valuation £'000	% of total net assets	% of equity held	% of equity held by other clients
eXpansys					
Re-seller of mobile and wireless technology products over the internet	34	39	0.4	0.1	0.2
St Helen's Capital					
Provider of corporate advisory services	26	35	0.4	1.2	8.1
SDI Group					
Specialists in the design, build and support of automated warehouse handling systems	25	25	0.3	0.1	0.9
Spectrum Interactive					
Provider of payphones and internet access throughout the UK	98	20	0.2	0.3	1.3
Leisure & Gaming					
Online gaming operator	87	14	0.2	0.1	0.5
Award International Holdings					
Cash shell with the intention to list on the PLUS market with a view to acquiring a trading business	3	6	0.1	1.3	30.4
Elevation Events Group					
Integrated events management and corporate hospitality	100	–	–	1.7	8.9
	2,922	3,150	36.0		
Listed Fixed Income					
Treasury 7.25% 2007	1,006	1,005	11.5		
Treasury 4.0% 2009	972	972	11.1		
	1,978	1,977	22.6		
Total	8,009	8,072	92.4		

Investment Portfolio Summary (\$ Ordinary Shares)

As at 30 June 2007

Investment	Bookcost £'000	Valuation £'000	% of total net assets	% of equity held	% of equity held by other clients
Unlisted					
Adler & Allan					
Handling, transport, clean-up and disposal of oil and sewage based waste	75	75	1.8	0.3	40.7
Countcar					
Provider of tool, plant hire and hydraulic products and services to industrial sectors	3	3	0.1	1.1	25.5
Cyclotech					
Provider of services to the energy services	99	99	2.3	1.4	18.6
Funeral Services Partnership					
Operator of funeral directors	100	100	2.3	1.5	48.6
ID Support Services					
Installation and maintenance of CCTV security systems, air conditioning and refrigeration systems	50	50	1.2	0.5	32.8
MS Industrial Services					
Provider of industrial cleaning and waste management services to the oil and industrial sectors	84	84	2.0	1.4	43.6
	411	411	9.7		
AIM					
Award International Holdings					
Cash shell with the intention to list on the PLUS market with a view to acquiring a trading business	3	6	0.1	1.3	30.4
Bglobal					
Provider of smart meters, allowing the remote reading of electricity and gas meters, and data management	23	25	0.6	0.2	0.5
Concateno					
Provider of services for the testing of employees for drugs and alcohol	50	59	1.4	0.3	2.1
DM					
Direct marketing group specialising in gathering consumer data for use in direct marketing campaigns	48	51	1.2	0.4	1.1
eXpansys					
Re-seller of mobile and wireless technology products over the internet	9	10	0.2	0.1	0.2

Investment	Bookcost £'000	Valuation £'000	% of total net assets	% of equity held	% of equity held by other clients
Formation Group					
Provider of wealth management and related professional services	50	60	1.4	0.1	1.3
Mount Engineering					
Manufacturer, stockist and distributor of engineering products for oil, gas, water and power markets	49	49	1.2	1.4	3.0
SDI Group					
Specialists in the design, build and support of automated warehouse handling systems	25	25	0.6	0.1	0.9
Worthington Nicholls Group					
Installer and maintainer of air conditioning units in the hotel and retail markets	46	32	0.8	0.2	1.3
	303	317	7.5		
Listed Fixed Income					
Treasury 4.0% 2009	1,463	1,458	34.3		
Treasury 5.0% 2008	1,495	1,493	35.2		
	2,958	2,951	69.5		
Total	3,672	3,679	86.7		

Summary of Investment Changes

For the six months ended 30 June 2007

Ordinary Shares

	Valuation 31 December 2006		Net investment/ (disinvestment) £'000	Appreciation/ (depreciation) £'000	Valuation 30 June 2007	
	£'000	%			£'000	%
Unlisted investments						
Equities	734	8.4	(60)	(39)	635	7.3
Preference	67	0.8	(36)	–	31	0.4
Loan stocks	916	10.4	1,470	(107)	2,279	26.1
	1,717	19.6	1,374	(146)	2,945	33.8
AIM investments						
Equities	2,369	27.0	365	416	3,150	36.0
Listed investments						
Fixed income	2,983	33.9	(1,006)	–	1,977	22.6
Unit trusts	1,040	11.8	(1,024)	(16)	–	–
Total investments	8,109	92.3	(291)	254	8,072	92.4
Other net assets	680	7.7	(13)	–	667	7.6
Total assets	8,789	100.0	(304)	254	8,739	100.0

S Ordinary Shares

	Valuation 31 December 2006		Net investment/ (disinvestment) £'000	Appreciation/ (depreciation) £'000	Valuation 30 June 2007	
	£'000	%			£'000	%
Unlisted investments						
Equities	–	–	41	–	41	1.0
Preference	–	–	4	–	4	0.1
Loan stocks	–	–	366	–	366	8.6
	–	–	411	–	411	9.7
AIM investments						
Equities	–	–	299	18	317	7.5
Listed investments						
Fixed income	–	–	2,958	(7)	2,951	69.5
Total investments	–	–	3,668	11	3,679	86.7
Other net assets	–	–	565	–	565	13.3
Total assets	–	–	4,233	11	4,244	100.0

Income Statement (unaudited)

For the six months ended 30 June 2007

	Ordinary Shares		
	Revenue £'000	Capital £'000	Total £'000
Gains on investments	–	254	254
Income from investments	168	–	168
Other income	22	–	22
Investment management fees	(20)	(81)	(101)
Other expenses	(80)	–	(80)
Profit/(loss) on ordinary activities before taxation	90	173	263
Tax on ordinary activities	(16)	16	–
Profit/(loss) on ordinary activities after taxation	74	189	263
Earnings per Ordinary Share (pence)	0.9	2.4	3.3

A Statement of Total Recognised Gains and Losses has not been prepared, as all gains and losses are recognised in the Income Statement.

All items in the above statement are derived from continuing operations. The Company has only one class of business and derives its income from investments made in shares, securities and bank deposits.

The total column of this statement is the Profit and Loss Account of the Company.

Reconciliation of movements in Shareholders' funds

	Ordinary Shares £'000	S Ordinary Shares £'000	Total £'000
Opening Shareholders' funds	8,789	–	8,789
Total profit for year	263	12	275
Net proceeds of issue of shares	–	4,232	4,232
Dividends paid – revenue	(39)	–	(39)
Dividends paid – capital	(274)	–	(274)
Closing Shareholders' funds	8,739	4,244	12,983

The accompanying notes are an integral part of the financial statements.

S Ordinary Shares			Total		
Revenue £'000	Capital £'000	Total £'000	Revenue £'000	Capital £'000	Total £'000
–	11	11	–	265	265
39	–	39	207	–	207
12	–	12	34	–	34
(5)	(21)	(26)	(25)	(102)	(127)
(24)	–	(24)	(104)	–	(104)
22	(10)	12	112	163	275
(4)	4	–	(20)	20	–
18	(6)	12	92	183	275
0.5	(0.2)	0.3	1.4	2.2	3.6

Income Statement (unaudited)

For the six months ended 30 June 2006

	Ordinary Shares		
	Revenue £'000	Capital £'000	Total £'000
Gains on investments	–	243	243
Income from investments	152	–	152
Other income	4	–	4
Investment management fees	(14)	(56)	(70)
Other expenses	(83)	–	(83)
Profit on ordinary activities before taxation	59	187	246
Tax on ordinary activities	(10)	10	–
Profit on ordinary activities after taxation	49	197	246
Earnings per Ordinary Share (pence)	0.6	2.5	3.1

A Statement of Total Recognised Gains and Losses has not been prepared, as all gains and losses are recognised in the Income Statement.

All items in the above statement are derived from continuing operations. The Company has only one class of business and derives its income from investments made in shares, securities and bank deposits.

The total column of this statement is the Profit and Loss Account of the Company.

Reconciliation of movements in Shareholders' funds

	Ordinary Shares £'000	S Ordinary Shares £'000	Total £'000
Opening Shareholders' funds	7,634	–	7,634
Total profit for year	246	–	246
Net proceeds of issue of shares	–	–	–
Closing Shareholders' funds	7,880	–	7,880

The accompanying notes are an integral part of the financial statements.

S Ordinary Shares			Total		
Revenue £'000	Capital £'000	Total £'000	Revenue £'000	Capital £'000	Total £'000
–	–	–	–	243	243
–	–	–	152	–	152
–	–	–	4	–	4
–	–	–	(14)	(56)	(70)
–	–	–	(83)	–	(83)
–	–	–	59	187	246
–	–	–	(10)	10	–
–	–	–	49	197	246
–	–	–	0.6	2.5	3.1

Income Statement (audited)

For the year ended 31 December 2006

	Ordinary Shares		
	Revenue £'000	Capital £'000	Total £'000
Gains on investments	–	1,304	1,304
Income from investments	309	–	309
Other income	17	–	17
Investment management fees	(21)	(84)	(105)
Other expenses	(213)	–	(213)
Profit on ordinary activities before taxation	92	1,220	1,312
Tax on ordinary activities	(14)	14	–
Profit on ordinary activities after taxation	78	1,234	1,312
Earnings per Ordinary Share (pence)	1.0	15.7	16.7

A Statement of Total Recognised Gains and Losses has not been prepared, as all gains and losses are recognised in the Income Statement.

All items in the above statement are derived from continuing operations. The Company has only one class of business and derives its income from investments made in shares, securities and bank deposits.

The total column of this statement is the Profit and Loss Account of the Company.

Reconciliation of movements in Shareholders' funds

	Ordinary Shares £'000	S Ordinary Shares £'000	Total £'000
Opening Shareholders' funds	7,634	–	7,634
Total profit for year	1,312	–	1,312
Dividends paid - capital	(157)	–	(157)
Closing Shareholders' funds	8,789	–	8,789

The accompanying notes are an integral part of the financial statements.

S Ordinary Shares			Total		
Revenue £'000	Capital £'000	Total £'000	Revenue £'000	Capital £'000	Total £'000
–	–	–	–	1,304	1,304
–	–	–	309	–	309
–	–	–	17	–	17
–	–	–	(21)	(84)	(105)
–	–	–	(213)	–	(213)
–	–	–	92	1,220	1,312
–	–	–	(14)	14	–
–	–	–	78	1,234	1,312
–	–	–	1.0	15.7	16.7

Balance Sheet

As at 30 June 2007

	30 June 2007 (unaudited)		
	Ordinary Shares £'000	S Ordinary Shares £'000	Total £'000
Fixed assets			
Investments at fair value through profit or loss	8,072	3,679	11,751
Current assets			
Debtors	241	55	296
Cash and overnight deposits	485	541	1,026
	726	596	1,322
Creditors			
Amounts falling due within one year	(59)	(31)	(90)
Net current assets	667	565	1,232
Net assets	8,739	4,244	12,983
Capital and reserves			
Called up share capital	784	446	1,230
Share premium	–	3,786	3,786
Distributable reserve	6,660	–	6,660
Capital reserves – realised	1,099	(13)	1,086
– unrealised	63	7	70
Revenue reserve	133	18	151
Net assets attributable to ordinary shareholders	8,739	4,244	12,983
Net Asset Value per ordinary share (pence)	111.5	95.3	

The Financial Statements were approved by the Board of Directors on 12 September 2007 and were signed on its behalf by:

26 September 2007

I D Cormack
Chairman

The accompanying notes are an integral part of the financial statements.

30 June 2006 (unaudited)			31 December 2006 (audited)		
Ordinary Shares £'000	S Ordinary Shares £'000	Total £'000	Ordinary Shares £'000	S Ordinary Shares £'000	Total £'000
7,320	–	7,320	8,109	–	8,109
230	–	230	263	–	263
445	–	445	503	–	503
675	–	675	766	–	766
(115)	–	(115)	(86)	–	(86)
560	–	560	680	–	680
7,880	–	7,880	8,789	–	8,789
784	–	784	784	–	784
6,660	–	6,660	–	–	–
–	–	–	6,660	–	6,660
293	–	293	1,121	–	1,121
74	–	74	126	–	126
69	–	69	98	–	98
7,880	–	7,880	8,789	–	8,789
100.6		–	112.2		

Cash Flow Statement

For the six months ended 30 June 2007

	Six months to 30 June 2007 (unaudited)		
	Ordinary Shares £'000	S Ordinary Shares £'000	Total £'000
Operating activities			
Investment income received	189	–	189
Deposit interest received	26	10	36
Investment management fees paid	(130)	(26)	(156)
Secretarial fees paid	(39)	(8)	(47)
Cash paid to and on behalf of Directors	(14)	(5)	(19)
Other cash payments	(54)	(11)	(65)
Net cash outflow from operating activities	(22)	(40)	(62)
Taxation			
Corporation tax	–	–	–
Financial investment			
Purchase of investments	(4,717)	(3,677)	(8,394)
Sale of investments	5,034	26	5,060
Net cash inflow/(outflow) from financial investment	317	(3,651)	(3,334)
Equity dividends paid	(313)	–	(313)
Net cash (outflow)/inflow before use of liquid resources and financing	(18)	(3,691)	(3,709)
Financing			
Issue of ordinary shares	–	4,455	4,455
Expense of share issue	–	(223)	(223)
Net cash inflow from financing	–	4,232	4,232
(Decrease)/increase in cash	(18)	541	523

The accompanying notes are an integral part of the financial statements.

Six months to 30 June 2006 (unaudited)			Year ended 31 December 2006 (audited)		
Ordinary Shares £'000	S Ordinary Shares £'000	Total £'000	Ordinary Shares £'000	S Ordinary Shares £'000	Total £'000
87	–	87	245	–	245
4	–	4	15	–	15
(47)	–	(47)	(81)	–	(81)
(31)	–	(31)	(61)	–	(61)
(14)	–	(14)	(93)	–	(93)
(48)	–	(48)	(93)	–	(93)
(49)	–	(49)	(68)	–	(68)
–	–	–	–	–	–
(1,037)	–	(1,037)	(3,288)	–	(3,288)
1,130	–	1,130	3,615	–	3,615
93	–	93	327	–	327
–	–	–	(157)	–	(157)
44	–	44	102	–	102
–	–	–	–	–	–
–	–	–	–	–	–
–	–	–	–	–	–
44	–	44	102	–	102

Notes to the Financial Statements

1. Accounting policies

The financial information for the six months ended 30 June 2007 and the six months ended 30 June 2006 comprises non-statutory accounts within the meaning of section 240 of the Companies Act 1985. The financial information contained in this report has been prepared on the basis of the accounting policies set out in the Annual Report and Financial Statements for the year ended 31 December 2006.

The results for the year ended 31 December 2006 are extracted from the full accounts for that year, which received an unqualified report from the Auditors and have been filed with the Registrar of Companies.

	Capital reserves realised	Capital reserves unrealised	Revenue reserve	Distributable reserve
	£'000	£'000	£'000	£'000
2. Movement in reserves				
Ordinary Shares				
As at 31 December 2006	1,121	126	98	6,660
Gains on sales of investments	317	–	–	–
Decrease in unrealised appreciation	–	(63)	–	–
Investment management fees	(81)	–	–	–
Dividends paid	(274)	–	(39)	–
Tax effect of capital items	16	–	–	–
Retained net revenue for period	–	–	74	–
As at 30 June 2007	1,099	63	133	6,660

	Capital reserves realised	Capital reserves unrealised	Revenue reserve	Share Premium account
	£'000	£'000	£'000	£'000
Movement in reserves				
S Ordinary Shares				
As at 31 December 2006	–	–	–	–
Issue of shares	–	–	–	4,009
Expense of share issue	–	–	–	(223)
Gains on sales of investments	4	–	–	–
Increase in unrealised appreciation	–	7	–	–
Investment management fees	(21)	–	–	–
Tax effect of capital items	4	–	–	–
Retained net revenue for period	–	–	18	–
As at 30 June 2007	(13)	7	18	3,786

3. Returns per ordinary share**Six months ended
30 June 2007****Ordinary Shares**

The returns per share have been based on the following figures:

Weighted average number of Ordinary shares	7,835,163
Revenue return	£74,000
Capital return	£189,000

S Ordinary Shares

The returns per share have been based on the following figures:

Weighted average number of Ordinary shares	3,430,090
Revenue return	£18,000
Capital return	£(6,000)

Corporate Information

Directors	I D Cormack (Chairman) M J Gilbert W R Nixon (as alternate to M J Gilbert) M Graham-Wood A C Lapping S Scott
Manager	Aberdeen Asset Managers Limited 149 St Vincent Street Glasgow G2 5NW Customer Services Department 0845 300 2830 email: vcts@aberdeen-asset.com
Secretary	Aberdeen Asset Management PLC 149 St Vincent Street Glasgow G2 5NW
Points of Contact	The Chairman and/or the Company Secretary at the registered office of the Company email: company.secretary@invtrusts.co.uk
Registered Office	149 St Vincent Street Glasgow G2 5NW Registered in Scotland – Company Number SC272568
Registrars	Capita Registrars Northern House Woodsome Park Fenay Bridge Huddersfield West Yorkshire HD8 0LA Shareholder Helpline 0870 162 3100
Bankers	J P Morgan Chase Bank
Solicitors	Dickson Minto
Stockbrokers	Teather & Greenwood Limited
Auditors	Deloitte & Touche LLP
Website	www.aberdeen-asset.com

Aberdeen Asset Managers Limited

10 Queen's Terrace,
Aberdeen AB10 1YG
Tel 01224 631999 Fax 01224 647010

149 St. Vincent Street,
Glasgow G2 5NW
Tel 0141 306 7400 Fax 0141 306 7401

Authorised and regulated by the Financial Services Authority
Member of the Aberdeen Asset Management Group of Companies