

Chrysalis VCT PLC

*Interim Statement
for the six months
ended 30 April 2007*

SHAREHOLDER INFORMATION

Recent Performance Summary

	30 April 2007 pence	31 Oct 2006 pence	30 April 2006 pence
Ordinary shares			
Net asset value per share	88.70	84.70	77.80
Cumulative dividends paid per ordinary share	<u>13.45</u>	<u>10.45</u>	<u>10.45</u>
Total return	<u><u>102.15</u></u>	<u><u>95.15</u></u>	<u><u>88.25</u></u>
'D' share			
Net asset value per share	104.30	96.50	94.50
Cumulative dividends paid per ordinary share	<u>1.25</u>	<u>-</u>	<u>-</u>
Total return	<u><u>105.55</u></u>	<u><u>96.50</u></u>	<u><u>94.50</u></u>
'E' share			
Net asset value per share	95.00	95.40	94.50
Cumulative dividends paid per ordinary share	<u>1.25</u>	<u>-</u>	<u>-</u>
Total return	<u><u>96.25</u></u>	<u><u>95.40</u></u>	<u><u>94.50</u></u>

Dividend History (since launch)

Ordinary Share		Pence per share	Date Paid		Pence per share
28 February 2002	2001 Final	1.20	15 July 2005	2005 Interim	3.00
21 February 2003	2002 Final	1.75	4 April 2006	2005 Final	2.00
20 April 2004	2003 Final	1.00	2 March 2007	2007 Interim	3.00
3 September 2004	2004 Interim	1.50	Cumulative dividends paid to date		<u><u>13.45</u></u>
'D' Share			27 March 2007	2006 Final	<u><u>1.25</u></u>
'E' Share			27 March 2007	2006 Final	<u><u>1.25</u></u>

Dividends are paid by the Registrar on behalf of the Company. Shareholders who wish to have dividends paid directly into their bank account rather than by cheque to their registered address can complete a Mandate Form for this purpose. Queries relating to dividends and requests should be directed to the Company's Registrar, Capita Registrars, on 0870 162 3124, or by writing to them at Northern House, Woodsome Park, Fenay Bridge, Huddersfield, West Yorkshire HD8 0LA.

Share Price

The Company's share price can be found in various financial websites with the TIDM/EPIC codes shown below:

TIDM/EPIC Code	Ordinary Shares CYS	'D' Shares CYSD	'E' Shares CYSE
Latest share price (28 June 2007):	80p per share	94p per share	86p per share

Trading Shares

Any Shareholders who are considering selling some or all of their shares should ensure they are fully aware of any tax consequences. If you are in any doubt, please contact your financial adviser.

The Company operates a policy of buying its own shares for cancellation as they become available. The Company is, however, unable to buy back shares direct from Shareholders, so you will need to use a Stockbroker to sell your shares. Downing Management Services Limited is able to provide details of close periods (when the Company is prohibited from buying in shares) and details of the price at which the Company has bought in shares. Contact details are shown on the back cover of this document.

CHAIRMAN'S STATEMENT

Introduction

Once again, it is very pleasing to report that Chrysalis VCT has continued to perform well throughout the period under review. During the six months to 30 April 2007, a number of further profitable exits were achieved, while other portfolio companies made good progress and a significant number of new investments were made.

Net Asset Value

Ordinary Shares

At 30 April 2007, the Net Asset Value per Ordinary Share ("NAV") had risen to 88.7p, an increase of 7.0p (8.6%) since the previous year end of 31 October 2006 (after adjusting for the 3p per Ordinary Share dividend paid in the period).

Total Return to original Ordinary Shareholders (NAV plus cumulative dividends paid since launch) now stands at 102.15p per share, compared to an original net of income tax cost of 80p per share.

'D' shares

The NAV of the 'D' Shares has risen to 104.3p over the period, being an increase of 9.05p or 9.4% since 31 October 2006 (after adding back the 'D' share dividend of 1.25p paid in the period).

'E' shares

The NAV of the 'E' Shares stood at 95.0p at 30 April 2007, an increase of 0.85p or 0.9% since 31 October 2006 (after adding back the 'E' share dividend of 1.25p paid in the period).

Venture Capital Investments

During the period, the Company made six new investments and five follow on investments at a total cost of £3.7 million. These investments were allocated as follows between the individual share pools:

	Number of Investments	£'000
Ordinary Share pool	9	3,377
'D' Share pool	5	248
'E' Share pool	2	100
		<u>3,725</u>

At the period end, the 'D' Share pool held eight investments valued at £448,000 and the 'E' Share pool held two investments valued at £100,000. As mentioned in earlier reports, although the 'E' share pool is no longer limiting the scope of its investments to the art and antiques sector, it is seeking to select potentially less risky investments than would be accepted by the 'D' share and Ordinary share pools. As a result of this approach, the rate of investment for the 'E' share pool has been slower than the other pools.

During the period, the Company achieved a series of successful disposals within the Ordinary share pool, generating £6.7 million of proceeds and realising gains against the previous carrying values of £1.2 million and profit over cost of £4.4 million. The most notable disposals were Ma Potters and ProTx Group, which produced profits against cost of £1.3 million and £1.8 million respectively.

At the period end, the Board has reviewed the valuations of the unquoted investments and made some adjustments to the carrying values. Although there were a small number of reductions, a greater number of investments justified increases. The most notable has been to the investment in ILG Digital Limited (formerly i-Level), a digital advertising agency held by the Ordinary share pool, where trading has been particularly strong, supporting an increase of £660,000 to £2.1 million.

CHAIRMAN'S STATEMENT (continued)

Venture Capital Investments (continued)

Overall (including the AIM-quoted stocks) the Ordinary share portfolio gave rise to £1.2 million (3.6p per share) of unrealised gains and the 'D' Share portfolio, unrealised gains of £45,000 (8.4p per share). Both of the 'E' Share portfolio's investments continue to be held at cost.

Results and dividend

The return after taxation for the Company for the period amounted to a gain of £2,305,000 comprising a revenue return of £213,000 and a capital surplus of £2,092,000.

Share buybacks

The Company continues to operate a share buyback policy in order to provide liquidity in the market for its shares. Any Shareholders wishing to sell their holding should consult their financial adviser to ensure they understand the potential tax implications of such a disposal. Shares cannot be sold directly to the Company but must be sold via the Stock Market through a stockbroker.

During the period, the Company repurchased 834,725 Ordinary shares, at an average price of 73.8p per share for cancellation.

Outlook

It is now three years since the current investment management team and Board took over the running of the Company. Although the performance in the initial years under the original management was poor, the current management team have been able to emphatically turn around the Company's fortunes and have now delivered strong increases in NAV over each of the last six half-yearly reporting periods. Over that time, the NAV per Ordinary share has risen from 60.7p to 88.7p with a further 8p of dividends being paid. This is equivalent to a return on capital of 59.3% and is an excellent performance for which the Board congratulates the investment management team.

The investment exits achieved over the last year or so have not only returned significant levels of cash to your Company, but have also changed the profile of the Company's investment portfolio. With a more immature portfolio than has been the case for some time, it is unrealistic in the short term to expect the rate of increase in the Company's NAV and Total Return to continue at the levels seen in recent periods. However, the Board remains confident that attractive returns will be made over the medium term.

Over the remainder of the year, the management team's focus will remain split between making new investments for the 'D' share, 'E' share and Ordinary pools, while also working with the more mature portfolio companies within the Ordinary share pool with a view to achieving further profitable exits. The Board is confident that the management team will continue to be effective in these roles.



Robert Drummond
Chairman

27 June 2007

UNAUDITED SUMMARISED BALANCE SHEET

as at 30 April 2007

	Ordinary shares £'000	As at 30 Apr 2007		Total £'000	As at	As at
		'D' Shares £'000	'E' Shares £'000		30 Apr 2006	31 Oct 2006
Investments	23,789	448	100	24,337	23,900	24,776
Net current assets	5,856	111	471	6,438	4,280	5,348
Net assets	<u>29,645</u>	<u>559</u>	<u>571</u>	<u>30,775</u>	<u>28,180</u>	<u>30,124</u>
Capital and reserves						
Called up share capital	335	5	6	346	360	354
Capital redemption reserve	41	-	-	41	27	33
Share premium	-	502	562	1,064	1,064	1,064
Merger reserve	8,694	-	-	8,694	8,694	8,694
Special reserve	8,007	-	-	8,007	10,404	9,436
Capital reserve - realised	9,529	(5)	(6)	9,518	3,657	5,782
Capital reserve - unrealised	2,734	50	-	2,784	4,166	4,639
Revenue reserve	305	7	9	321	(192)	122
Total equity	<u>29,645</u>	<u>559</u>	<u>571</u>	<u>30,775</u>	<u>28,180</u>	<u>30,124</u>
Net asset value per:						
Ordinary share	88.7p				77.8p	84.7p
'D' share		104.3p			94.5p	96.5p
'E' share			95.0p		94.5p	95.4p

RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

for the period ended 30 April 2007

	Ordinary shares £'000	30 Apr 2007		Total £'000	30 Apr	31 Oct
		'D' Shares £'000	'E' Shares £'000		2006	2006
Opening shareholders' funds	29,033	517	574	30,124	27,401	27,401
Issue of shares	-	-	-	-	1,075	1,075
Purchase of own shares	(619)	-	-	(619)	(733)	(1,153)
Total recognised gains in the period	2,252	49	4	2,305	1,148	3,512
Distributions	(1,021)	(7)	(7)	(1,035)	(711)	(711)
	<u>29,645</u>	<u>559</u>	<u>571</u>	<u>30,775</u>	<u>28,180</u>	<u>30,124</u>

UNAUDITED INCOME STATEMENT
for the six months ended 30 April 2007

Company Total	Six months ended 30 April 2007		
	Revenue £'000	Capital £'000	Total £'000
Income	522	-	522
Gains on investments	-	1,207	1,207
- Realised	-	1,195	1,195
- Unrealised	-	-	-
	<u>522</u>	<u>2,402</u>	<u>2,924</u>
Investment management fees	(62)	(188)	(250)
Performance incentive fees	-	(219)	(219)
Other expenses	(150)	-	(150)
	<u>310</u>	<u>1,995</u>	<u>2,305</u>
Return on ordinary activities	310	1,995	2,305
Share issue costs	-	-	-
	<u>310</u>	<u>1,995</u>	<u>2,305</u>
Return on ordinary activities before taxation	310	1,995	2,305
Taxation	(97)	97	-
	<u>213</u>	<u>2,092</u>	<u>2,305</u>
Return attributable to equity shareholders	213	2,092	2,305
Return per Ordinary share	0.6p	6.0p	6.6p
Return per 'D' share	1.1p	8.0p	9.1p
Return per 'E' share	1.3p	(0.5p)	0.8p

Ordinary shares	Six months ended 30 April 2007		
	Revenue £'000	Capital £'000	Total £'000
Income	496	-	496
Gains on investments	-	1,207	1,207
- Realised	-	1,150	1,150
- Unrealised	-	-	-
	<u>496</u>	<u>2,357</u>	<u>2,853</u>
Investment management fees	(60)	(180)	(240)
Performance incentive fees	-	(219)	(219)
Other expenses	(144)	-	(144)
	<u>292</u>	<u>1,958</u>	<u>2,250</u>
Return on ordinary activities	292	1,958	2,250
Share issue costs	-	-	-
	<u>292</u>	<u>1,958</u>	<u>2,250</u>
Return on ordinary activities before taxation	292	1,958	2,250
Taxation	(93)	95	2
	<u>199</u>	<u>2,053</u>	<u>2,252</u>
Return attributable to equity shareholders	199	2,053	2,252

Six months ended 30 April 2006			Year ended 31 October 2006
Revenue £'000	Capital £'000	Total £'000	Total £'000
446	-	446	1,149
-	87	87	1,119
-	1,523	1,523	2,636
446	1,610	2,056	4,904
(58)	(175)	(233)	(465)
(165)	-	(165)	(333)
223	1,435	1,658	4,106
(507)	-	(507)	(520)
(284)	1,435	1,151	3,586
(36)	33	(3)	(74)
(320)	1,468	1,148	3,512
(0.9p)	4.1p	3.2p	9.9p 1.9p 0.9p

Six months ended 30 April 2006			Year ended 31 October 2006
Revenue £'000	Capital £'000	Total £'000	Total £'000
446	-	446	1,122
-	87	87	1,119
-	1,523	1,523	2,631
446	1,610	2,056	4,872
(58)	(175)	(233)	(456)
(165)	-	(165)	(328)
223	1,435	1,658	4,088
(507)	-	(507)	(520)
(284)	1,435	1,151	3,568
(36)	33	(3)	(72)
(320)	1,468	1,148	3,496

UNAUDITED INCOME STATEMENT
for the six months ended 30 April 2007 (continued)

‘D’ Shares	Six months ended 30 April 2007		
	Revenue £’000	Capital £’000	Total £’000
Income	11	-	11
Gains on investments	-	-	-
- Realised	-	-	-
- Unrealised	-	45	45
	<u>11</u>	<u>45</u>	<u>56</u>
Investment management fees	(1)	(3)	(4)
Other expenses	(2)	-	(2)
	<u>8</u>	<u>42</u>	<u>50</u>
Return on ordinary activities before taxation			
Taxation	(2)	1	(1)
	<u>6</u>	<u>43</u>	<u>49</u>

‘E’ Shares	Six months ended 30 April 2007		
	Revenue £’000	Capital £’000	Total £’000
Income	15	-	15
Gains on investments	-	-	-
- Realised	-	-	-
- Unrealised	-	-	-
	<u>15</u>	<u>-</u>	<u>15</u>
Investment management fees	(1)	(5)	(6)
Other expenses	(4)	-	(4)
	<u>10</u>	<u>(5)</u>	<u>5</u>
Return on ordinary activities before taxation			
Taxation	(2)	1	(1)
	<u>8</u>	<u>(4)</u>	<u>4</u>

Six months ended 30 April 2006			Year ended 31 October 2006
Revenue £'000	Capital £'000	Total £'000	Total £'000
-	-	-	13
-	-	-	-
-	-	-	5
-	-	-	18
-	-	-	(5)
-	-	-	(2)
-	-	-	11
-	-	-	(1)
-	-	-	10

Six months ended 30 April 2006			Year ended 31 October 2006
Revenue £'000	Capital £'000	Total £'000	Total £'000
-	-	-	14
-	-	-	-
-	-	-	14
-	-	-	(4)
-	-	-	(3)
-	-	-	7
-	-	-	(1)
-	-	-	6

UNAUDITED CASH FLOW STATEMENT

for the six months ended 30 April 2007

		Six months ended 30 April 2007 £'000	Six months ended 30 April 2006 £'000	Year ended 31 October 2006 £'000
Cash (outflow)/inflow from operating activities and returns on investments	1	(1,639)	72	349
Capital expenditure				
Purchase of investments		(5,585)	(885)	(3,671)
Proceeds on disposal of investments		8,426	34	4,337
Net cash (outflow)/inflow from capital expenditure		<u>2,841</u>	<u>(851)</u>	<u>666</u>
Acquisitions				
Purchase of subsidiary undertakings		-	3	(18)
		<u>-</u>	<u>3</u>	<u>(18)</u>
Equity dividends paid		(1,035)	(711)	(711)
Net cash (outflow)/inflow before financing		<u>167</u>	<u>(1,487)</u>	<u>286</u>
Financing				
Issue of shares		-	1,137	1,137
Share issue costs		(6)	(431)	(527)
Purchase of own shares		(588)	(681)	(1,120)
Net cash inflow/(outflow) from financing		<u>(594)</u>	<u>25</u>	<u>(510)</u>
(Decrease)/increase in cash	2	<u>(427)</u>	<u>(1,462)</u>	<u>(224)</u>
Notes to the cash flow statement:				
1 Cash inflow from operating activities and returns on investments				
Net revenue return on ordinary activities		310	223	700
Expenses charged to capital		(407)	(175)	(349)
Provision against bad debts		-	-	8
Costs relating to prior year merger		-	-	21
(Increase)/decrease in other debtors		(1,608)	3	(39)
Increase/(decrease) in other creditors		66	21	8
Net cash (outflow)/inflow from operating activities		<u>(1,639)</u>	<u>72</u>	<u>349</u>
2 Analysis of net funds				
Beginning of period		5,418	5,642	5,642
Net cash (outflow)/inflow		<u>(427)</u>	<u>(1,462)</u>	<u>(224)</u>
End of period		<u>4,991</u>	<u>4,180</u>	<u>5,418</u>

SUMMARY OF INVESTMENT PORTFOLIO

as at 30 April 2007

Ordinary Share pool

	Cost £'000	Valuation £'000	Movement in the period £'000	% of portfolio by value
Top twenty venture capital investments				
Babel Media Limited	1,555	2,786	-	9.9%
Precision Dental Laboratories Group plc	2,100	2,167	-	7.7%
ILG Digital Limited	806	2,100	660	7.4%
Wessex Advanced Switching Products Limited	699	1,292	116	4.6%
Centre Design Limited	1,350	1,205	-	4.3%
Glisten plc *	188	940	33	3.3%
Spice Inns Limited	850	850	-	3.0%
Triaster Limited	758	829	(92)	2.9%
British International Holdings Limited	700	700	-	2.5%
Mentorion Limited	700	700	-	2.5%
Mentorion II Limited	700	700	-	2.5%
Advanced Media Information Limited	615	695	-	2.5%
RFTRAQ Limited (formerly Core Control)	325	680	68	2.4%
Ensign Communications Limited	500	624	124	2.2%
The Capital Pub Company Limited	505	580	-	2.1%
YouGov plc *	44	318	79	1.1%
CPI Acquisition UK Limited	300	300	-	1.1%
Planet Sport (Holdings) Limited	250	225	-	0.8%
Berkeley Scott Group plc *	320	218	158	0.8%
Forward Media Limited	440	204	(48)	0.7%
	<u>13,705</u>	<u>18,113</u>	<u>1,098</u>	<u>64.3%</u>
Other venture capital investments	2,507	1,016	86	3.6%
Listed fixed income securities	<u>4,843</u>	<u>4,660</u>	<u>(34)</u>	<u>16.5%</u>
Subtotal	<u>21,055</u>	<u>23,789</u>	<u>1,150</u>	<u>84.4%</u>
Cash at bank and in hand		4,403		15.6%
Ordinary Share Pool - Total		<u>28,192</u>		<u>100.0%</u>

SUMMARY OF INVESTMENT PORTFOLIO

as at 30 April 2007 (continued)

	Cost £'000	Valuation £'000	Movement in the period £'000	% of portfolio by value
'D' Share pool				
Brainjuicer plc *	48	80	32	14.4%
Hat Pin plc *	50	68	13	12.2%
British International Holdings Limited	50	50	-	8.9%
CPI Acquisition UK Limited	50	50	-	8.9%
Mentorion Limited	50	50	-	8.9%
Mentorion II Limited	50	50	-	8.9%
Rhino Sports and Leisure Limited	50	50	-	8.9%
Spice Inns Limited	50	50	-	8.9%
	<u>398</u>	<u>448</u>	<u>45</u>	<u>80.0%</u>
Cash at bank and in hand		112		20.0%
'D' Share pool - Total		<u>560</u>		<u>100.0%</u>
'E' Share pool				
CPI Acquisition UK Limited	50	50	-	8.7%
Spice Inns Limited	50	50	-	8.7%
	<u>100</u>	<u>100</u>	<u>-</u>	<u>17.4%</u>
Cash at bank and in hand		476		82.6%
'E' Share pool - Total		<u>576</u>		<u>100.0%</u>

All venture capital investments are unquoted unless otherwise stated.

* quoted on AIM

NOTES TO THE UNAUDITED FINANCIAL STATEMENTS

1. Accounting policies

Basis of accounting

The Company has prepared its financial statements under UK Generally Accepted Accounting Practice (“UK GAAP”) and in accordance with the Statement of Recommended Practice “Financial Statements of Investment Trust Companies” revised December 2005 (“SORP”).

The financial statements are prepared under the historical cost convention as modified by the revaluation of certain financial instruments

Presentation of Income Statement

In order to better reflect the activities of venture capital trust and in accordance with guidance issued by the Association of Investment Companies (“AIC”), supplementary information which analyses the income statement between items of a revenue and capital nature has been presented alongside the income statement. The net revenue is the measure the directors believe appropriate in assessing the Company’s compliance with certain requirements set out in Section 842 Income and Corporation Taxes Act 1988.

Investments

All investments are designated as “fair value through profit or loss” assets and are initially measured at cost, equivalent to their fair value. Thereafter the investments are measured at subsequent reporting dates at fair value.

Listed fixed income investments and investments quoted on AIM are measured using bid prices.

In respect of unquoted instruments, fair value is established by using International Private Equity and Venture Capital Valuation Guidelines. Where no reliable fair value can be estimated for such unquoted equity investments they are carried at cost, subject to any provision for impairment. Where an investee company has gone into receivership or liquidation the investment, although not physically disposed of, is treated as being realised.

Gains and losses arising from changes in fair value are included in the income statement for the year as a capital item and transaction costs on acquisition or disposal of the investment expensed.

It is not the Company’s policy to exercise either significant or controlling influence over investee companies. Therefore the results of these companies are not incorporated into the revenue account except to the extent of any income accrued.

Income

Dividend income from investments is recognised when the shareholders’ rights to receive payment has been established, normally the ex dividend date.

Interest income is accrued on a timely basis, by reference to the principal outstanding and at the effective interest rate applicable, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to that asset’s net carrying amount, and only where there is reasonable certainty of collection.

Expenses

All expenses are accounted for on an accruals basis. In respect of the analysis between revenue and capital items presented within the income statement, all expenses have been presented as revenue items except as follows:

- Expenses which are incidental to the disposal of an investment are deducted from the disposal proceeds of the investment.
- Expenses are split and presented partly as capital items where a connection with the maintenance or enhancement of the value of the investments held can be demonstrated. The Company has adopted the policy of allocating investment managers fees, 75% to the capital reserve and 25% to the revenue account as permitted by the SORP. The allocation is in line with the Board’s expectation of long term returns from the Company’s investments in the form of capital gains and income respectively.
- Performance incentive fees arising from the disposal of investments are deducted from the capital account.

Issue costs

Issue costs have been deducted from the share premium account.

NOTES TO THE UNAUDITED FINANCIAL STATEMENTS (continued)

1. Accounting policies (continued)

Deferred taxation

Deferred taxation is provided in full on timing differences that result in an obligation at the balance sheet date to pay more tax, or a right to pay less tax, at a future date, at rates expected to apply when they crystallise based on current tax rates and law. Timing differences arise from the inclusion of items of income and expenditure in taxation computations in periods different from those in which they are included in financial statements.

2. All revenue and capital items in the Income Statement derive from continuing operations.
3. The Company has only one class of business and derives its income from investments made in shares, securities and bank deposits.
4. The comparative figures were in respect of the period ended 30 April 2006 and the year ended 31 October 2006 respectively.
5. Net Asset Value per share calculations are based on the following:

	Ordinary Shares	‘D’ Shares	‘E’ Shares
Net Assets (£’000)	29,645	559	571
Number of shares in issue at period end	33,431,034	536,072	601,376

6. Return per share calculations are based on the following:

	Ordinary Shares	‘D’ Shares	‘E’ Shares
Revenue return per share based on:			
Net revenue return after taxation (£’000)	199	6	8
Weighted average number of shares in issue	34,006,157	536,072	601,376
Capital return per share based on:			
Net capital gain/(loss) after taxation (£’000)	2,053	43	(43)
Weighted average number of shares in issue	34,006,157	536,072	601,376

NOTES TO THE UNAUDITED FINANCIAL STATEMENTS (continued)

7. Dividends

	30 April 2007			31 Oct 2006
	Revenue £'000	Capital £'000	Total £'000	Total £'000
Paid in year				
Ordinary shares 2006 interim (paid 02/03/2007)	-	1,021	1,021	-
'D' shares 2006 final (paid 27/03/2007)	7	-	7	-
'E' shares 2006 final (paid 27/03/2007)	7	-	7	-
Ordinary shares 2005 final (paid 04/04/2006)	-	-	-	711
	<u>14</u>	<u>1,021</u>	<u>1,035</u>	<u>711</u>
Proposed				
'D' shares 2006 final	-	-	-	7
'E' shares 2006 final	-	-	-	7
	<u>-</u>	<u>-</u>	<u>-</u>	<u>14</u>

8. Reserves

	Share premium £'000	Capital redemption reserve £'000	Merger reserve £'000	Special reserve £'000	Capital reserve unrealised £'000	Capital reserve realised £'000	Revenue reserve £'000
At 1 November 2006	1,064	33	8,694	9,436	4,639	5,782	122
Shares repurchased	-	8	-	(619)	-	-	-
Expenses capitalised	-	-	-	-	-	(407)	-
Tax on capital expenses	-	-	-	-	-	97	-
Realised gains	-	-	-	-	-	1,207	-
Unrealised gains	-	-	-	-	1,195	-	-
Transfer between reserves	-	-	-	(810)	(3,050)	3,860	-
Retained net revenue for the year	-	-	-	-	-	-	213
Distributions paid in year	-	-	-	-	-	(1,021)	(14)
At 30 April 2007	<u>1,064</u>	<u>41</u>	<u>8,694</u>	<u>8,007</u>	<u>2,784</u>	<u>9,518</u>	<u>321</u>

The above figures relate to the Company as a whole. The Special Reserve, Capital Reserve – Realised and Revenue Reserve are all distributable reserves.

9. The unaudited financial statements set out herein do not constitute statutory accounts within the meaning of Section 240 of the Companies Act 1985 and have not been delivered to the Registrar of Companies. The figures for the year ended 31 October 2006 have been extracted from the financial statements for that year, which have been delivered to the Registrar of Companies; the auditors' report on those financial statements was unqualified.

10. Copies of the unaudited interim results will be sent to shareholders shortly. Further copies can be obtained from the Company's Registered Office.

Directors

Robert Drummond (Chairman)
Julie Baddeley
Peter Harkness

Secretary and Registered Office

Grant Whitehouse
Kings Scholars House,
230 Vauxhall Bridge Road
London SW1V 1AU
Registered No. 4095791

Investment Manager

Chrysalis VCT Management Limited
46 Dorset Street
London W1U 7NB

www.chrysalisvct.co.uk
Tel: 020 7486 7454

Administration Manager

Downing Management Services Limited
Kings Scholars House,
230 Vauxhall Bridge Road
London SW1V 1AU

www.downing.co.uk
Tel: 020 7416 7780

Registrar

Capita Registrars
Northern House
Woodsome Park
Fenay Bridge
Huddersfield
West Yorkshire HD8 0LA

www.capitaregistrars.com
Tel: 0870 162 3124