ProVen Growth & Income VCT plc

Interim Accounts for the six months ended 31 August 2005

Prepared in accordance with Section 272 of the Companies Act 1985

Registered in England & Wales No. 4125326

ProVen Growth & Income VCT plc

UNAUDITED STATEMENT OF TOTAL RETURN (incorporating the Revenue Account)
For the six months ended 31 August 2005

	Six months ended 31 August 2005			Six months ended 31 August 2004			Year ended 28 February 2005		
	Revenue £000	**Capital £000**	**Total £000**	Revenue £000	Capital £000	Total £000	Revenue £000	Capital £000	Total £000
Gains/(losses) on investments									
- realised	-	**378**	**378**	-	216	216	-	551	551
- unrealised	-	**188**	**188**	-	-	-	-	337	337
Income	**73**	-	**73**	105	-	105	215	-	215
Investment management fee	**(20)**	**(61)**	**(81)**	(12)	(37)	(49)	(31)	(92)	(123)
Other expenses	**(72)**	-	**(72)**	(81)	-	(81)	(158)	-	(158)
Return on ordinary activities before taxation	**(19)**	**505**	**486**	12	179	191	26	796	822
Tax (charge)/credit on ordinary activities	-	-	-	(2)	2	-	(3)	3	-
Return on ordinary activities after taxation	**(19)**	**505**	**486**	10	181	191	23	799	822
Dividends									
- interim	-	**(192)**	**(192)**	-	(206)	(206)	-	(206)	(206)
- final	-	-	-	-	-	-	-	(236)	(236)
Transfers (from)/to reserves	**(19)**	**313**	**294**	10	(25)	(15)	23	357	380
Return per ordinary share Basic and fully diluted	**(0.3)p**	**7.6p**	**7.3p**	0.1p	2.6p	2.7p	0.3p	11.6p	11.9p

All revenue and capital items in the above statement are from continuing operations. Other than shown above, the company had no recognised gains and losses. The company has only one class of business and derives its income from investments made in shares and securities and from bank deposits.

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UNAUDITED BALANCE SHEET
At 31 August 2005

	31 August 2005 £000	31 August 2004 £000	28 February 2005 £000
Fixed assets			
Investments – unquoted	**5,859**	4,249	5,390
Investments – AIM quoted	**792**	1,243	1,132
Investments – other listed	**63**	557	184
	6,714	6,049	6,706
Current assets			
Debtors	**233**	112	84
Cash at bank and in hand	**1,202**	1,632	1,362
	1,435	1,744	1,446
Creditors : amounts falling due within one year	**(310)**	(279)	(400)
Net current assets	**1,125**	1,465	1,046
Net assets	**7,839**	7,514	7,752
Capital & reserves			
Share capital	**65**	69	67
Share premium	**27**	27	27
Special reserve	**5,603**	6,021	5,810
Capital redemption reserve	**6**	2	4
Capital reserve – realised	**239**	15	114
Capital reserve - unrealised	**1,825**	1,300	1,637
Revenue reserve	**74**	80	93
Equity shareholders' funds	**7,839**	7,514	7,752
Net asset value per share	**120.2p**	109.2p	115.3p

Approved by the Board and signed on its behalf by

A J Davison.

Andrew Davison
Chairman
29 September 2005

ProVen Growth & Income VCT plc

UNAUDITED CASH FLOW STATEMENT

For the six months ended 31 August 2005

	Six months ended *31 August* 2005 £000	Six months ended *31 August* 2004 £000	Year ended *28 February* 2005 £000
Net revenue from operating activities			
Net revenue from ordinary activities before tax	**(19)**	12	26
Decrease/(increase) in debtors	**32**	(22)	(57)
(Decrease)/increase in creditors	**(49)**	(30)	16
Capitalised interest receipts	**-**	-	(23)
Management fees charged to capital	**(61)**	(37)	(92)
Net cash outflow from operating activities	**(97)**	(77)	(130)
Financial investment			
Purchases of investments	**-**	(489)	(1,000)
Sales of investments	**426**	361	972
Net cash inflow/(outflow) from financial investment	**426**	(128)	(28)
Corporation tax paid	**-**	-	-
Equity dividends paid	**(237)**	(248)	(453)
Net cash inflow/(outflow) before financing	**92**	(453)	(611)
Financing			
Purchase of ordinary shares for cancellation	**(252)**	(191)	(303)
Net cash outflow from financing	**(252)**	(191)	(303)
Decrease in cash in period	**(160)**	(644)	(914)
Analysis of cash balance			
At start of period	**1,362**	2,276	2,276
Net cash outflow for the period	**(160)**	(644)	(914)
At end of period	**1,202**	1,632	1,362

NOTES TO THE UNAUDITED FINANCIAL STATEMENTS

1 These accounts have been prepared in order that the company may comply with Section 272 of the Companies Act 1985.

2 The unaudited interim financial statements for the six months ended 31 August 2004 and 31 August 2005 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 results for the year ended 28 February 2005 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 under Section 235 of the Companies Act 1985 was unqualified.

3 True and fair override
The company is no longer an investment company within the meaning of Section 266 of the Companies Act 1985, having revoked investment company status in July 2004 in order to pay a capital dividend. However, the company continues to conduct its affairs as a venture capital trust for taxation purposes under s842AA of the Income and Corporation Taxes Act 1988.The financial statements are prepared in accordance with applicable accounting standards and with the Statement of Recommended Practice "Financial Statements of Investment Trust Companies" (SORP).

This is consistent with the presentation adopted in previous periods. Ordinarily, the absence of Section 266 status would require the company to adopt a different presentation of the accounts than that recommended by the SORP. However, the directors consider it appropriate to continue to present the accounts in accordance with the SORP. The departure has no effect on the total return or balance sheet.

4 The financial information contained in this interim report has been prepared on the basis of the accounting policies set out in the Annual Report 2005. Unquoted investments are valued in accordance with International Private Equity And Venture Capital Valuation Guidelines These guidelines were issued in March 2005 and have been endorsed by the British Venture Capital Association. AIM quoted investments are valued at mid market prices discounted, where necessary, to reflect any lack of liquidity.

5 Returns per ordinary share are based on 6,640,115 ordinary shares, being the weighted average number of shares in issue during the period. There were 6,521,970 ordinary shares in issue at 31 August 2005.

6 Earnings for the period should not be taken as a guide to the results for the full year.

7 The directors will be paying a dividend of 3p per share for the period ended 31 August 2005 to be paid on 4 November 2005 to shareholders on the register at 14 October 2005.

8 Copies of the Interim Report will be mailed to shareholders and are available from the Registered Office of the company at 39 Earlham Street, London WC2H 9LT.