TP70 VCT PLC

CONSOLIDATED FINANCIAL STATEMENTS
for the period from 27 November 2006 to 31 March 2008

TP70

TriplePoint

Company No: 6010401

INDEX

GROUP FINANCIAL SUMMARY
For the period ended 31 March 2008

	£'000
Net assets	29,725
Net loss before tax	(1,191)
Loss per share	(3.86p)
Net asset value per share	92.78p

TP70 VCT plc ("the Company") is a Venture Capital Trust ("VCT"). The investment manager is Triple Point Investment Management LLP. The Company was launched in January 2007 and raised £30.9 million (net of expenses) through an offer for subscription.

No transactions in the company's shares have taken place to date.

CHAIRMAN'S STATEMENT

I am pleased to be writing to you to present the first financial statements for TP70 VCT plc ("the Company") for the period from incorporation on 27 November 2006 to 31 March 2008. The Company was admitted to the London Stock Exchange on 21 March 2007 so whilst these accounts are for a period of 16 months, they represent the first 12 months business.

The Company's investment strategy is to offer combined exposure to GAM's fund of hedge funds, GAM Diversity Inc, and venture capital investments focused on companies with contractual revenues from financially secure counterparties. Investment exposure in the first two years is likely to be predominantly to GAM Diversity Inc. By the end of its third year the Company's intention is that at least 70% of the fund will be committed to VCT qualifying holdings with up to 30% remaining exposed to GAM Diversity Inc.

RESULTS

The Group recorded a loss of £1,191,000 for the period made up of a revenue loss of £149,000 and a capital loss of £1,042,000.

The investment manager's report explains the results to date from implementation of the strategy for non VCT qualifying holdings and its expectations for the coming year of making investments in qualifying holdings.

If you have any queries or comments, please do not hesitate to telephone Triple Point Investment Management LLP on 020 7404 7403 or email me at michael.sherry@triplepoint.co.uk.

Michael Sherry
Chairman

29 April 2008

DETAILS OF DIRECTORS

Michael Gabriel Sherry, aged 51, is Chairman of the Board of the Company. Oxford University educated, a Chartered Accountant and a practicing barrister named in 2004 as Britain's tax lawyer of the year, Michael has been involved with the financial services industry for 25 years. He is a Council Member and the Treasurer of the Institute of Chartered Accountants of England and Wales (ICAEW) and was previously Chairman of the ICAEW's Tax Faculty. A member of the Gray's Inn Barristers' Committee, Michael has written a number of books and numerous articles and was formerly the President of the Institute of Indirect Taxation. Michael is a director of Triple Point VCT plc, TP70 2008 (I) VCT plc and a number of unquoted companies.

James Chadwick Murrin, aged 51. After graduating in law from Cambridge University, he qualified as a barrister. He worked for 3i Group plc from 1986-2004, the last five years as 3i's Corporate Development Director. In 2004, he set up his own corporate advisory business, Murrin Associates Limited. He holds the Advanced Diploma in Corporate Finance from The Corporate Finance Faculty of the ICAEW. He is a Non-executive Director of Triple Point VCT plc, TP70 2008 (II) VCT plc, E W Beard Limited and Setsquare Recruitment Limited.

Ian David Parsons, aged 41 was educated at York University and has spent 18 years in the securities industry successively with HSBC, James Capel and Citigroup. At Citigroup David was head of Pan-European equity sales.

DETAILS OF ADVISERS

Secretary and Registered Office
Peter Hargreaves
10 - 11 Gray's Inn Square
London
WC1R 5JD

Company Registered Number
6010401

Investment Manager & Administrator
Triple Point Investment Management LLP
("TPIMLLP")
10 - 11 Gray's Inn Square
London
WC1R 5JD
Tel: 020 7404 7403

Independent Auditor
Grant Thornton UK LLP
1 Westminster Way
Oxford
OX2 0PZ

Solicitors
Howard Kennedy
19a Cavendish Square
London
W1A 2AW

Registrars
Neville Registrars Limited
Neville House
18 Laurel Lane,
Halesowen,
West Midlands B63 3DA

VCT Taxation Advisers
PriceWaterhouseCoopers
1 Embankment Place
London
WC2N 6RN

Bankers
HSBC Bank plc
PO Box 648
27-32 Poultry
London
EC2P 2BX

SHAREHOLDER INFORMATION

THE COMPANY

TP70 VCT plc is a Venture Capital Trust. The investment manager is Triple Point Investment Management LLP ("TPIMLLP"). The Company was launched in January 2007 and raised £30.6 million through an offer for subscription.

The Company's investment strategy is to offer combined exposure to GAM's fund of hedge funds, GAM Diversity Inc and venture capital investments focused on companies with contractual revenues from financially secure counterparties. Investment exposure in the first two years is intended to be predominantly to GAM Diversity Inc. By the end of this third year the Company's intention is that at least 70% of the fund will be committed to VCT qualifying holdings with up to 30% remaining exposed to GAM Diversity Inc.

VENTURE CAPITAL TRUSTS

VCTs were introduced in the Finance Act 1995 to provide a means for private individuals to invest in unquoted companies in the UK. The Finance Act 2004 introduced changes to VCT legislation designed to make VCTs more attractive to investors. The tax benefits available to eligible investors in VCTs include:

- up-front income tax relief of 30% (40% from 6 April 2004 – 5 April 2006)
- exemption from income tax on dividends paid
- exemption from capital gains tax on disposals of shares in VCTs

The Company has been provisionally approved as a VCT by Her Majesty's Revenue and Customs. In order to maintain its approval the Company must comply with certain requirements on a continuing basis. Within three years from the effective date of provisional approval or later allotment at least 70% of the Company's investments must comprise "qualifying holdings" of which at least 30% must be in eligible ordinary shares. A "qualifying holding" consists of up to £1 million invested in any one year in new shares or securities in an unquoted company (including companies listed on AIM) which is carrying on a qualifying trade and whose gross assets do not exceed £8 million (£15 million to 5 April 2006).

FINANCIAL CALENDAR

The Company's financial calendar is as follows:

May 2008	Annual General Meeting
October 2008	Interim report for the 6 months ending 30 September 2008 despatched
August 2009	Preliminary Results for the year to 31 March 2009 announced; annual report and financial statements published.

SHARE PRICE

There have been no trades in the Company's shares to date. We will be asking shareholders at the annual general meeting to give the Board power to purchase shares in the market for cancellation. The Company has introduced a share buy-back facility, committing to buy-back shares at no more than a 10% discount to the prevailing NAV. This should assist the marketability of the shares and help prevent the shares from trading at a wide discount to NAV.

Shareholders should note that if they sell their shares within five years of original purchase they forfeit any tax relief obtained. If you are considering selling your shares please contact TPIMLLP on 020 7404 7403.

INVESTMENT MANAGER'S REVIEW

The Company has done exactly what was contemplated in the prospectus. As detailed in the schedule appearing overleaf 99.8% of the company's investment portfolio consists of non VCT qualifying holdings with the remainder being cash. £4.4 million, equivalent to 14.5% of holdings represents the subsidiary's holding of GAM Diversity Inc, capped at this figure as VCT rules do not permit an investment in a single security of more than 15% of a VCT's funds. Over the period the value of the direct investment has declined 1.4%. The balance of £26.02 million of non qualifying holdings represents a portfolio of corporate and supranational bonds managed by Barclays Capital, the return on which has been swapped under the derivative transaction with an index replicating the performance of GAM Diversity Inc. Thus the whole of the bond portfolio is indirectly also committed to Diversity's performance. The derivative transaction is reflected in the accounts as follows:-

	Revenue *£'000*
Bond income	1,253
Payable to Barclays under the derivative transaction	(1,253)
Barclays fees	(13)
Overall loss	(13)

	Capital *£'000*
Capital gain on bonds foregone	(432)
Loss on GAM Diversity Sterling index	(559)
Unrealised loss on derivative transaction	(991)

Since investment in the Barclays Capital portfolio the GAM Diversity index has fallen 2.15%. This compares to falls in the following indices in the same period:

	%
FTSE All Share	-12.06
MSCI World	-8.23
HFRI/HFRX Global Hedge Fund	-2.80

During the period to 31 March 2008 the Investment Manager sourced £15 million of HMRC pre-approved VCT qualifying investments for Triple Point VCT, which it also manages and which is now fully invested in qualifying holdings, thereby allowing it to concentrate its efforts on sourcing suitable investments for the Company. The Investment Manager has a current pipeline of approximately £35 million of potentially qualifying holdings and its intention is to focus on their introduction to the Company so that it meets the requirement of being 70% invested in VCT qualifying holdings within the required timetable.

David Dick
for
Triple Point Investment Management LLP
29 April 2008

INVESTMENT MANAGER'S REVIEW *(Continued)*
Investment Portfolio

Security	Cost		Valuation	
	£'000	%	£'000	%
Qualifying holdings	-	-	-	-
Non-qualifying holdings	30,058	99.75	30,428	99.76
Uninvested funds	74	0.25	74	0.24
	30,132	100.00	30,502	100.00
Non Qualifying holdings				
Quoted				
GAM Diversity Hedge Fund	4,465	14.85	4,403	14.47
Barclays Bond Portfolio				
Walmart 4.75 29 Jan 2013	1,552	5.16	1,608	5.28
NY Life Global Fdg 4.5 17 Jan 2013 MTN rg	1,522	5.06	1,552	5.10
MG Fund 4.625 18 Jan 2013 MTN	1,530	5.09	1,499	4.92
Rabobk 4.625 31 May 2012	1,550	5.16	1,590	5.23
AIG Sun 5.125 28 Jan 2013 MTN	1,569	5.22	1,498	4.92
Nedgem 4.375 14 Dec 2012 MTN	1,529	5.09	1,605	5.27
Eib 4.5 14 Jan 2013	1,538	5.12	1,617	5.31
Eib 4.75 06 Jun 2012	1,563	5.20	1,632	5.36
Kfw 4.875 15 Jan 2013 MTN	1,567	5.21	1,636	5.38
Kfw Int Fin 4.75 07 Dec 2012 MTN	1,559	5.19	1,630	5.36
Kommbk 4.875 10 Dec 2012 MTN	1,568	5.22	1,638	5.38
Massmutual G 6.125 14 May 2013 MTN	1,652	5.50	1,660	5.45
Total 5.5 29 Jan 2013	1,608	5.35	1,656	5.44
GE 6.125 17 May 2012 MTN	1,645	5.47	1,667	5.48
E.ON 6.375 29 May 2012	1,654	5.50	1,648	5.43
RBOS 10.5 01 Mar 2013	1,987	6.61	1,889	6.22
	30,058	100.00	30,428	100.00

DIRECTORS' REPORT

The Directors present their report and the audited financial statements for the period ended 31 March 2008.

ACTIVITIES AND STATUS

The Company is a Venture Capital Trust and the main activity of it and its subsidiary is investing.

The Directors have managed the affairs of the Company with the intention of maintaining its status as an approved Venture Capital Trust for the purposes of S274 of the Income and Corporation Taxes Act 2007. In the opinion of the directors, the Company has conducted its affairs so as to enable it to continue to obtain such approval. The Company was not at any time up to the date of this report a close company within the meaning of S414 of the Act.

BUSINESS REVIEW AND KEY PERFORMANCE INDICATORS

See the Investment Manager's review on page 9.

The Board carries out a regular review of the environment in which the Group operates. The main areas of risk identified by the Board, along with the risks to which the Group is exposed through its operational and investing activities, are detailed in note 20.

The Board has evaluated the performance of the Manager based on the returns generated since taking on the management of the Fund, a review of the management contract and the services provided therein, and benchmarking the performance of the Manager to other service providers. The Board believes that it is in the interests of shareholders as a whole, and of the Company, to continue the appointment of the Manager for the forthcoming year.

INVESTMENT POLICY

TP70's investment exposure in its first 2 years is intended to be predominantly to hedge funds of funds, managed by GAM. In its third year, it is intended that the Company will undertake the venture capital investments critical to VCT qualification. Thereafter, at least 70% of the fund will be in venture capital investments and up to 30% in funds of hedge funds.

The Directors intend to return cash raised from exits promptly to shareholders, who will be given the opportunity to vote for the Company's discontinuation after six years.

TPIMLLP aims to achieve TP70's objectives (relatively low risk of capital loss, low correlation to traditional asset classes and a rapid exit after 5 years) in part by investing on the basis of certain conservative principles in both fund of hedge funds and venture capital investments:

Hedge fund of funds ("non-qualifying" investments under the tax rules applying to VCTs)

- In appointing GAM as its sub-advisor to select fund of hedge funds, TPIMLLP has selected one of the acknowledged leaders in the fund of hedge fund management industry

Venture capital investments ("qualifying" investments under the tax rules applying to VCTs)

- TPIMLLP seeks investments where robust due diligence has been undertaken on target investments and where there is a high level of access to material financial and other information on an ongoing basis
- TPIMLLP will seek to minimise the risk of losses when investing through careful analysis of the collateral available to investee companies
- The team will seek to reduce the risk of losses by focusing on businesses typically with contractual revenues from financially sound counterparties or a stream of predictable transactions with multiple clients. Businesses with assets providing valuable security will also be considered.

DIRECTORS' REPORT *(Continued)*

DIRECTORS

The Directors of TP70 VCT during the period were as follows:

- Waterlow Nominees Limited (appointed and resigned 27 November 2006)
- Waterlow Secretaries Limited (appointed and resigned 27 November 2006)
- A Banes (appointed 27 November 2006 and resigned 5 December 2006)
- M Harris (appointed 27 November 2006 and resigned 5 December 2006)
- M G Sherry (Chairman) (appointed 5 December 2006)
- J C Murrin (appointed 5 December 2006)
- L S Greig (appointed 5 December 2006 and resigned 9 January 2007)
- I D Parsons (appointed 9 January 2007)

At 31 March 2008 M G Sherry held 25,625 ordinary shares of 1p each and J C Murrin held 15,375 ordinary shares of 1p each. There have been no changes in the holdings of the directors between 31 March 2008 and the date of this report. As the forthcoming Annual General Meeting will be the Company's first, each of the Directors will submit themselves for re-election.

The Board has considered provision A.7.2 of the Combined Code 2006 and believes that Mr Sherry continues to be effective and to demonstrate commitment to his role, the Board and the Company. They therefore recommend him for re-election at the forthcoming Annual General Meeting.

DIRECTORS' AND OFFICERS' LIABILITY INSURANCE

The Company has, as permitted by S309(A) of the Companies Act 1985, maintained insurance cover on behalf of the Directors and Company Secretary indemnifying them against certain liabilities which may be incurred by them in relation to the Company.

DIRECTORS' RESPONSIBILITIES

The Directors are responsible for preparing the Annual Report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with International Financial Reporting Standards (IFRS) as adopted by the European Union. The financial statements are required by law to give a true and fair view of the state of affairs of the Company and of the profit or loss of the Company for that period. In preparing those financial statements, the Directors are required to:

- select suitable accounting policies and then apply them consistently
- make judgements and estimates that are reasonable and prudent
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business

The Directors are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the Company and enable them to ensure that the financial statements comply with the Companies Act 1985. The Directors are also responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The directors confirm that the accounting policies adopted in the preparation of the financial statements are appropriate to the Group, have been consistently applied and are supported by reasonable and

prudent judgements and estimates. All applicable accounting standards have been followed.

The Investment Manager is responsible for the maintenance and integrity of the corporate and financial information included on TPIM LLP's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

In so far as the Directors are aware:

- there is no relevant audit information of which the Company's auditors are unaware; and
- the Directors have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

Subject to approval at the forthcoming Annual General Meeting, it is the Board's intention to circulate financial information to shareholders by electronic means, comprising both e-mail and posting on the Investment Manager's website.

POLICY ON PAYMENT OF PAYABLES

The Company's payment policy for the forthcoming financial year is to agree terms of payment before business is transacted and to settle accounts in accordance with those terms. The Company does not follow any code or standard with regard to supplier payment practice. There were no overdue trade payables at 31 March 2008.

MANAGEMENT

TPIMLLP acts as investment manager to the Company. The principal terms of the Company's management agreement with TPIMLLP are set out in Note 6 to the financial statements.

SUBSTANTIAL SHAREHOLDINGS

So far as the Directors are aware, there were no individual shareholdings representing 3% or more of the Company's issued share capital at the date of this report.

ANNUAL GENERAL MEETING

Notice convening the 2008 annual general meeting of the Company and a form of proxy in respect of that meeting can each be found at the end of this document.

FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

As a Venture Capital Trust, the Company's objective is to provide shareholders with an attractive income and capital return by investing its funds in a broad spread of unlisted UK companies which meet the relevant criteria for venture capital trusts.

Further details of the Company's risk management objectives and policies are provided in note 20 to the financial statements.

AUDITOR

Grant Thornton UK LLP was appointed on 4 December 2006 to fill a casual vacancy in accordance with s388(1) of the Companies Act 1985. A resolution to reappoint Grant Thornton UK LLP as auditor and to authorise the Directors to fix their remuneration will be proposed at the forthcoming Annual General Meeting.

On behalf of the Board.

Michael Sherry
Director
29 April 2008

DIRECTORS' REMUNERATION REPORT

INTRODUCTION

This report is submitted in accordance with the Companies Act 1985, section 243B and Schedule 7A, in respect of the period ended 31 March 2008. The information included in this report is not subject to audit except where specified. This report also meets the relevant rules of the Listing Rules of the Financial Services Authority and describes how the Board had applied the principles relating to directors' remuneration.

CONSIDERATION BY THE DIRECTORS OF MATTERS RELATING TO DIRECTORS' REMUNERATION

The Board as a whole considers Directors' remuneration and has not appointed a separate committee in this respect. The Board has not sought advice or services from any person in respect of its consideration of Directors' remuneration during the year (although the Directors expect from time to time to review the fees paid to the boards of Directors of other Venture Capital Trusts).

STATEMENT OF THE COMPANY'S POLICY ON DIRECTORS' REMUNERATION

The Board consists entirely of Non-Executive Directors, who meet at least four times a year and on other occasions as necessary, to deal with important aspects of the Company's affairs. Directors are appointed with the expectation that they will serve for a period of three years. Directors' appointments are reviewed formally every three years thereafter by the Board as a whole.

Each Director has a service contract. Each Director has a notice period of three months and a Director may resign by notice in writing to the Board at any time. None of the Directors is entitled to compensation payable upon early termination of their contract other than in respect of any unexpired notice period.

The following information is audited.

	Date of contract	Unexpired term of contract 31-Mar-08	Annual rate of Directors' fees £	Directors' emoluments in period £
MG Sherry (Chairman)	24.01.07	N/A	12,500	14,786
JC Murrin	24.01.07	N/A	15,000	17,743
ID Parsons	24.01.07	N/A	12,500	14,786

The Company's policy is that the fees payable to the Directors should reflect the time spent by the Board on the Company's affairs and the responsibilities borne by the Directors and should be sufficient to enable candidates of high calibre to be recruited. The policy is to review these rates from time to time, although such review will not necessarily result in any changes to the rates.

The Company's policy is for the Directors to be remunerated in the form of fees, payable quarterly in arrears, to the Directors personally. The fees are not specifically related to the Directors' performance, either individually or collectively. There are no long-term incentive schemes, share option schemes or pension schemes in place. No other remuneration or compensation was paid or payable by the Company during the year to any of the current Directors

REMUNERATION COMMITTEE

Since the Company consists solely of non-executive directors, a Remuneration Committee is not considered necessary.

COMPANY PERFORMANCE

There have been no trades in the Company's shares to date. Therefore, no performance graph comparing the share price of the Company over the period from April 2007 to March 2008 with the total return from a notional investment in the FTSE All-Share index over the same period has been included. The directors do not believe that such information is of benefit to the users of the financial statements.

By Order of the Board

Michael Sherry, Director
23 April 2008

CORPORATE GOVERNANCE

The Company is committed to maintaining high standards in corporate governance. However, the Directors agree with the preamble to the Combined Code on Corporate Governance published by the UK Listing Authority in 2006 which acknowledges that some provisions may have less relevance for investment companies and, in particular, consider some areas inappropriate to the size and nature of the business of the Company. Accordingly the provisions are not complied with and the reasons why are outlined at the end of this report in the Compliance Statement.

BOARD OF DIRECTORS

The Company has a board of three non-executive Directors, two of whom are considered to be independent (the exception being of Michael Sherry). Since all directors are non-executive and day-to-day management responsibilities are sub-contracted to the Manager, the Company does not have a Chief Executive Officer. The directors have a range of business and financial skills which are relevant to the Company; these are described on page 6 of this report. Directors are provided with key information on the Company's activities, including regulatory and statutory requirements by the Investment Manager. The Board has direct access to Company Secretarial advice and compliance services provided by the Manager, who is responsible for ensuring that Board procedures are followed and applicable regulations complied with. All directors are able to take independent professional advice in furtherance of their duties if necessary.

The Board meets regularly on a quarterly basis, and on other occasions as required, to review the investment performance and monitor compliance with the investment policy laid down by the Board. There is a formal schedule of matters reserved for Board decision and the agreement between the Company and the Manager has authority limits beyond which Board approval must be sought.

The Manager has authority over the management of the investment portfolio, the organisation of custodial services, accounting, secretarial and administrative services. The main issues reserved for the board include:

- the consideration and approval of future developments or changes to the investment policy, including risk and asset allocation
- consideration of corporate strategy
- approval of the appropriate dividend and any return of capital to be paid to the shareholders
- the appointment, evaluation, removal and remuneration of the Manager
- the performance of the Company, including monitoring of the discount of the net asset value and the share price; and
- monitoring shareholder profiles and considering shareholder communications

During the year up to the approval of these Accounts the following meetings were held:

Directors present	7 Full Board Meetings	2 Audit Committee Meetings
Michael Sherry	7	2
Chad Murrin	7	2
Ian Parsons	2	-

The Company's Articles of Association require that one third of the Directors should retire by rotation each year and seek re-election at the annual general meeting and that Directors appointed by the board should seek re-appointment at the next annual general meeting. All Directors therefore submit themselves for re-election at least every three years.

CORPORATE GOVERNANCE *(Continued)*

AUDIT COMMITTEE

Mr Chad Murrin (Chairman)

The Board has appointed an Audit Committee which deals with matters relating to audit, financial reporting and internal control systems. The committee meets as required and has direct access to Grant Thornton UK LLP, the Company's auditor. The committee met twice in relation to the period ended 31 March 2008. The meetings took place to consider the interim accounts and to review the operational systems and controls.

The audit committee's terms of reference include the following roles and responsibilities:

- reviewing and making recommendations to the board in relation to the company's published financial statements and other formal announcements relating to the company's financial performance
- reviewing and making recommendations to the board in relation to the company's internal control (including internal financial control) and risk management systems
- periodically considering the need for an internal audit function
- making recommendations to the board in relation to the appointment, re-appointment and removal of external auditor and approving the remuneration and terms of engagement of the external auditor
- reviewing and monitoring the external auditors' independence and objectivity and the effectiveness of the audit process, taking into consideration relevant UK professional regulatory requirements
- monitoring the extent to which external auditor is engaged to supply non-audit services; and
- ensuring that the investment manager has arrangements in place for the investigation and follow-up of any concerns raised confidentially by staff in relation to propriety of financial reporting or other matters

The audit committee safeguards the objectivity and independence of the auditor by reviewing the nature and extent of non-audit services supplied by the external auditors of the Company, seeking to balance objectivity and value for money. In future it will consider the appointment, re-appointment and removal of the external auditor.

INTERNAL CONTROL

The Directors have overall responsibility for keeping under review the effectiveness of the Company's systems of internal controls. The purpose of these controls is to ensure that proper accounting records are maintained, the Company's assets are safeguarded and the financial information used within the business and for publication is accurate and reliable; such a system can only provide reasonable and not absolute assurance against material misstatement or loss. The system of internal controls is designed to manage rather than eliminate the risk of failure to achieve business objectives. The Board regularly reviews financial results and investment performance with its investment managers.

Triple Point Investment Management LLP is engaged to provide administrative including accounting services and retains physical custody of the documents of title relating to investments.

The Directors confirm that they have established a continuing process throughout the year and up to the date of this report for identifying, evaluating and managing the significant potential risks faced by the Company and have reviewed the effectiveness of the internal control systems. As part of this process an annual review of the internal control systems is carried out. The Board does not consider it necessary to maintain a separate internal audit function.

RISK MANAGEMENT

TPIM LLP carries out management of liquid funds in accordance with

the policy guidelines laid down and regularly reviewed by the Board. The Board carries out a regular review of the risk environment in which the company operates. The particular risks they have identified are detailed in note 20 to the financial statements. The Company has entered into a derivative transaction, full details of which are given in the Investment Manager's review and in note 19 to the financial statements.

GOING CONCERN

After making the necessary enquiries, the Directors confirm that they are satisfied that the Company has adequate resources to continue in business for the foreseeable future. The Directors believe that it is appropriate to continue to apply the going concern basis in preparing the financial statements.

RELATIONS WITH SHAREHOLDERS

The Board recognise the value of maintaining regular communications with shareholders. In addition to the formal business of the annual general meeting, an opportunity is given to all shareholders to question the Board and the investment managers on matters relating to the company's operation and performance. Proxy voting figures for each resolution will be announced at the annual general meeting. The Board and the investment managers will also respond to any written queries made by shareholders during the course of the year and both can be contacted at 10 - 11 Gray's Inn Square, London, WC1R 5JD or on 020 7404 7403.

COMPLIANCE STATEMENT

The Listing Rules require the Board to report on compliance with the 48 Combined Code provisions throughout the accounting period. With the exception of the limited items outlined below, the Directors consider that the Company has complied throughout the period under review with the provisions set out in Section 1 of the Combined Code of Corporate Governance published by the UK Listing Authority in 2006:

1. New Directors do not receive a full, formal and tailored induction on joining the Board. Such matters are addressed on an individual basis as they arise (A5.1).

2. Due to the size of the Board and the nature of the Company's business, a formal performance evaluation of the Board, its committees, the individual Directors and the Chairman has not been undertaken. Specific performance issues are dealt with as they arise (A1.3, A6.1).

3. The Company has a majority of independent Directors, as defined by the Combined Code issued in 2006. The Board considers that all Directors have sufficient experience to be able to exercise proper judgement within the meaning of the Combined Code (A3.2).

4. The Company does not have a senior independent director. The Board does not consider such an appointment appropriate for a company such as TP70 VCT (A3.3).

5. The Company does not conduct a formal review as to whether there is a need for an internal audit function. The Directors do not consider that an internal audit would be an appropriate control for a venture capital trust (C3 .5).

6. As all the Directors are non-executive, it is not considered appropriate to appoint a Nomination or Remuneration Committee (A4.1 and B2.1).

REPORT OF THE INDEPENDENT AUDITOR TO THE MEMBERS OF TP70 VCT PLC

We have audited the group and parent company financial statements ("the financial statements") of TP70 VCT plc for the period ended 31 March 2008 which comprise the consolidated income statement, the balance sheets - consolidated and company, the statement of changes in shareholders' equity - consolidated and company, the statement of cash flows - consolidated and company and notes 1 to 24. These financial statements have been prepared under the accounting policies set out therein. We have also audited the information in the Directors' Remuneration Report that is described as having been audited.

This report is made solely to the company's members, as a body, in accordance with Section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the Company's members those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Company and the Company's members as a body, for our audit work, for this report, or for the opinions we have formed.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

The Directors' responsibilities for preparing the Annual Report, the Directors' Remuneration Report and the financial statements in accordance with International Financial Reporting Standards (IFRSs) as adopted by the European Union are set out in the Statement of Directors' Responsibilities.

Our responsibility is to audit the financial statements and the part of the Directors' Remuneration Report to be audited in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

We report to you our opinion as to whether the financial statements give a true and fair view and whether the financial statements and the part of the Directors' Remuneration Report to be audited have been properly prepared in accordance with the Companies Act 1985 and, as regards the group financial statements, Article 4 of the IAS Regulation. We also report to you whether in our opinion the information given in the Directors' Report is consistent with the financial statements. The information given in the Directors' Report includes that specific information presented in the Investment Manager's Review that is cross referenced from the Business review and Key Performance Indicators section of the Directors' Report.

In addition we report to you if, in our opinion, the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and other transactions is not disclosed.

We review whether the Corporate Governance Statement reflects the Company's compliance with the nine provisions of the 2006 Combined Code specified for our review by the Listing Rules of the Financial Services Authority, and we report if it does not. We are not required to consider whether the Board's statements on internal control cover all risks and controls, or form an opinion on the effectiveness of the Company's corporate governance procedures or its risk and control procedures.

We read other information contained in the Annual Report and consider whether it is consistent with the audited financial statements. The other information comprises only the Group Financial Summary, the Chairman's Statement, details of Directors, Shareholder information, the Investment Manager's Review, the Directors' Report, the unaudited part of the Directors' Remuneration Report and the Corporate Governance Statement. We consider the implications for our report if we become aware of any apparent misstatements or material inconsistencies with the financial statements. Our responsibilities do not extend to any other information.

BASIS OF AUDIT OPINION

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements and the part of the Directors' Remuneration Report to be audited. It also includes an assessment of the significant estimates and judgments made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the group's and company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements and the part of the Directors' Remuneration Report to be audited are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements and the part of the Directors' Remuneration Report to be audited.

OPINION

In our opinion:

- the financial statements give a true and fair view, in accordance with IFRSs as adopted by the European Union, of the state of the group's affairs as at 31 March 2008 and of its loss for the period then ended;

- the parent company financial statements and the part of the Directors' Remuneration Report to be audited have been properly prepared in accordance with the Companies Act 1985 and, as regards the group financial statements, Article 4 of the IAS Regulation; and

- the information given in the Directors' Report is consistent with the financial statements.

GRANT THORNTON UK LLP
REGISTERED AUDITOR
CHARTERED ACCOUNTANTS
OXFORD

29 April 2008

CONSOLIDATED INCOME STATEMENT
For the period 27 November 2006 to 31 March 2008

	Note	Rev. £'000	Cap. £'000	Total £'000
Investment income	5	1,382	-	1,382
Unrealised gain on investments	11	-	370	370
Derivative transaction	19	(1,266)	(991)	(2,257)
Investment return		116	(621)	(505)
Investment management fees	6	140	421	561
Financial and regulatory costs		26	-	26
General administration		20	-	20
Legal and professional fees	7	28	-	28
Directors' remuneration	8	51	-	51
Operating expenses		265	421	686
Loss before taxation		(149)	(1,042)	(1,191)
Income tax expense	9	-	-	-
Loss after taxation		(149)	(1,042)	(1,191)
Basic and diluted loss per share	10	(0.48p)	(3.38p)	(3.86p)

The total column of this statement represents the Group's income statement, prepared in accordance with International Financial Reporting Standards ("IFRS"). The supplementary revenue and capital reserve columns are prepared under guidance published by the Association of Investment Companies.

The consolidated income statement for the period ended 31 March 2008 includes the results of Starshell Limited.

All revenue and capital items in the above statement derive from continuing operations.

The company has taken advantage of section 230 of the Companies Act 1985 not to publish its own income statement in these financial statements The parent company's loss for the period was £1,193,000.

BALANCE SHEETS - CONSOLIDATED AND COMPANY
At 31 March 2008

	Note	Group £'000	Parent Company £'000
Non Current Assets			
Financial assets at fair value through profit and loss	11	30,428	30,428
Current Assets			
Other receivables	12	578	578
Cash and cash equivalents	13	74	63
		652	641
TOTAL ASSETS		31,080	31,069
Current Liabilities			
Trade and other payables	14	182	173
Amount payable under derivative transaction		1,173	1,173
Current taxation payable	9	-	-
		1,355	1,346
NET ASSETS		29,725	29,723
EQUITY			
Equity attribute to equity holders of the parent			
Share capital	15	320	320
Share premium	16	30,596	30,596
Capital reserve	16	(1,042)	(1,059)
Revenue reserve	16	(149)	(134)
Total equity		29,725	29,723
Net asset value per share (pence)	17	92.78p	96.47p

The statements were approved by the directors and authorised for issue on 29 April 2008 and are signed on their behalf by:

Michael Sherry
Chairman

STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY - CONSOLIDATED AND COMPANY
For the period 27 November 2006 to 31 March 2008

	Issued Capital £'000	Share Premium £'000	Capital Reserve £'000	Revenue Reserve £'000	Total £'000
Group:					
Changes in equity in the period					
Loss for the period	-	-	-	(1,191)	(1,191)
Transfer to capital reserve	-	-	(1,042)	1,042	-
Issue of share capital	320	31,717	-	-	32,037
Share issue costs	-	(1,121)	-	-	(1,121)
Balance at 31 March 2008	320	30,596	(1,042)	(149)	29,725
Parent Company					
Changes in equity in the period					
Loss for the period	-	-	-	(1,193)	(1,193)
Transfer to capital reserve	-	-	(1,059)	1,059	-
Issue of share capital	320	31,717	-	-	32,037
Share issue costs	-	(1,121)	-	-	(1,121)
Balance at 31 March 2008	320	30,596	(1,059)	(134)	29,723

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

STATEMENT OF CASH FLOWS - CONSOLIDATED AND COMPANY
For the period 27 November 2006 to 31 March 2008

	Group *£'000*	Parent Company *£'000*
Cash flows from operating activities		
Loss before taxation	(1,191)	(1,193)
Unrealised gain in investment values	(370)	(354)
Cash absorbed by operations	(1,561)	(1,547)
Increase in other receivables	(578)	(578)
Increase in current liabilities	1,355	1,346
Net cash outflow from operating activities	(784)	(779)
Cash flow from investing activities		
Purchase of financial assets at fair value through profit and loss account	(30,058)	(30,074)
Net cash flows from investing activities	(30,058)	(30,074)
Cash flows from financing activities		
Proceeds from issue of share capital	32,037	32,037
Share issue expenses	(1,121)	(1,121)
Net cash flows from financing activities	30,916	30,916
Net increase in cash and cash equivalents	74	63
Reconciliation of net cash flow to movements in cash and cash equivalents		
Cash and cash equivalents at 31 March 2008	74	63

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

NOTES TO THE FINANCIAL STATEMENTS

1 CORPORATE INFORMATION

The consolidated financial statements of the company for the period from incorporation on 27 November 2006 to 31 March 2008 were authorised for issue in accordance with a resolution of the directors on 29 April 2008.

The company was admitted for listing on the London Stock Exchange on 21 March 2007.

TP70 VCT Plc is the Group's ultimate parent company. It is incorporated and domiciled in Great Britain. The address of TP70 VCT plc's registered office, which is also it's principal place of business, is 10-11 Gray's Inn Square, London, WC1R 5JD.

TP70 VCT plc's consolidated and parent company financial statements are presented in Pounds Sterling (£) which is also the functional currency of the parent company, rounded to the nearest thousand.

The principal activity of the company is investment. The company's investment strategy is to offer combined exposure to GAM Diversity Inc (GAM's fund of hedge funds) and venture capital investments focused on companies with contractual revenues from financially secure counterparties.

2 BASIS OF PREPARATION AND ACCOUNTING POLICIES

Basis of preparation

The consolidated financial statements of the Company and its subsidiary ("the Group") and the financial statements of the Company ("the Company") for the period to 31 March 2008 have been prepared in accordance with International Financial Reporting Standards ("IFRS") adopted for use in the European Union and therefore comply with the Articles of the EU IAS regulation and with the Statement of Recommended Practice: "Financial Statements of Investment Companies" (SORP) issued by the Association of Investment Companies (AIC) in January 2003 and revised in December 2005, in so far as this does not conflict with IFRS.

The consolidated financial statements and the company financial statements have been prepared on a historical cost basis except that investments are shown at fair value through profit or loss.

The preparation of financial statements in conformity with IFRS's requires management to make judgements, estimates and assumptions that affect the application of policies and the reported amounts of assets and liabilites, income and expenses. The estimates and associated assumptions are based on historical experience and various other factors believed to be reasonable under the circumstances, the results of which form the basis of making the judgements about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these judgements.

The key judgements made by directors are in the valuation of non-current assets where they accept the independent expert valuation of professional valuers and the independently prepared summary of market prices for equity investments.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects that period, or in the period of revision and future periods if the revision effects both current and future periods.

These consolidated financial statements have been prepared in accordance with the accounting policies set out below which are based on the recognition and measurement principles of IFRS in issue as adopted by the European Union (EU).

These accounting policies have been applied consistently throughout the Group for the purposes of preparation of these consolidated financial statements.

Basis of consolidation

The consolidated financial statements comprise the financial statements of The Group at 31 March each year. The financial statements of the subsidiary are prepared to the same reporting period end as the parent company, using consistent accounting policies.

All intra-group balances, transactions, income and expenses and profits and losses resulting from intra-group transactions that are recognised in assets, are eliminated in full.

Subsidiaries are fully controlled from the date of acquisition, being the date on which the Group obtains control, and continue to be consolidated until the date that such control ceases.

There are no minority interests.

Presentation of income statement

In order to better reflect the activities of an investment trust company, and in accordance with the guidance issued by the Association of Investment Companies, supplementary information which analyses the Income Statement between items of a revenue and capital nature has been presented alongside the Income Statement. In accordance with the Company's status as a UK investment company under section 266 of the Companies Act 1985, net capital returns may not be distributed by way of dividend.

Non-current asset investments

The Company invests in financial assets with a view to profiting from their total return through income and capital growth. These investments are managed and their performance is evaluated on a fair value basis in accordance with a documented investment strategy, and information about the portfolio is provided internally on that basis to the Company's board of Directors. Accordingly upon initial recognition the investments are designated by the company as "at fair value through profit or loss". They are included initially at fair value, which is taken to be their cost (excluding expenses incidental to the acquisition which are written off in the income statement and allocated to "capital" at the time of acquisition). Subsequently the investments are valued at "fair value" which is measured as follows:

- Unlisted investments are fair valued by the Directors in accordance with the International Private Equity and Venture Capital Valuation Guidelines

- Listed investments are fair valued at bid price.

Where securities are designated upon initial recognition as at fair value through profit or loss, gains and losses arising from changes in fair value are included in net profit or loss for the period as a capital item in accordance with the AIC SORP. The profit or loss on disposal is calculated net of transaction costs of disposal.

Investments are recognised as financial assets on legal completion of the investment contract and are de-recognised on legal completion of the sale of an investment.

Income

Investment income includes interest earned on bank balances and money market securities and includes income tax withheld at source. Dividend income is shown net of any related tax credit.

Dividends receivable are brought into account on the ex-dividend date. Fixed returns on debt and money market securities are recognised on a time apportionment basis so as to reflect the effective yield, provided there is no reasonable doubt that payment will be received in due course.

Expenses

All expenses are accounted for on the accruals basis. Expenses are charged to revenue with the exception of the investment management fee, which has been charged 25% to the revenue account and 75% to the capital account to reflect,

NOTES TO THE FINANCIAL STATEMENTS *(Continued)*

in the Directors' opinion, the expected long term split of returns in the form of income and capital gains respectively from the investment portfolio.

Taxation

Corporation tax payable is applied to profits chargeable to corporation tax, if any, at the current rate in accordance with IAS 12 "Income Taxes". The tax effect of different items of income/gain and expenditure/loss is allocated between capital and revenue on the same basis as the particular item to which it relates, using the Company's effective rate of tax for the accounting period.

In accordance with IAS 12, deferred tax is recognised in respect of all temporary differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay more, or a right to pay less tax, with the exception that deferred tax assets are recognised only to the extent that the Directors consider that it is more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing can be deducted. The directors have considerd the requirements of IAS 12 and do not believe that any provision should be made.

Financial instruments

The Company's principal financial assets are its investments and the policies in relation to those assets are set out above. Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the entity after deducting all of its financial liabilities. Where the contractual terms of share capital do not have any terms meeting the definition of a financial liability then this is classed as an equity instrument. Dividends and distributions relating to equity instruments are debited direct to equity.

Derivatives, comprising income swaps, are classified at fair value through profit or loss.

Provisions

A provision is recognised when the Company has a legal or constructive obligation as a result of a past event and it is probable that an outflow of economic benefits will be required to settle the obligation. If the effect is material, expected future cash flows are discounted using a current pre-tax rate that reflects, where appropriate, the risks specific to the liability.

Where the Company expects some or all of a provision to be reimbursed, for example under an insurance policy, the reimbursement is recognised as a separate asset but only when recovery is virtually certain.

The expense relating to any provision is presented in the income statement net of any reimbursement. Where discounting is used, the increase in the provision due to unwinding the discount is recognised as a finance cost.

Issued share capital

Ordinary shares are classified as equity because they do not contain an obligation to transfer cash or another financial asset. Issue costs associated with the allottment of shares have been deducted from the share premium account in accordance with IAS 32.

Cash

Cash represents cash available at less than 3 month's notice.

Other receivables

Other receivables are recognised at fair value on initial recognition and subsequently at amortised cost. An impairment loss is recognised whenever the carrying amount of an asset exceeds its recoverable amount.

Trade and other payables

Trade and other payables are recognised at fair value on initial recognition and subsequently at amortised cost.

3 SEASONALITY OF OPERATIONS

The company's operations are not seasonal.

4 SEGMENTAL REPORTING

The Company currently has only one class of business, investment activity, and its only geographical segment is the United Kingdom.

5 INVESTMENT INCOME

	Group		
	Rev. *£'000*	**Cap.** *£'000*	**Total** *£'000*
Interest receivable on bank balances and money market funds	129	-	129
Income from bond portfolio	1,253	-	1,253
Total	1,382	-	1,382

6 INVESTMENT MANAGEMENT FEES

Triple Point Investment Management LLP provides investment management and administration services to the Company under an Investment Management Agreement effective 5 April 2007 which runs for a period of 5 years and may be terminated at any time thereafter by not less than twelve months' notice given by either party and which provides for an administration and investment management fee of 1.75% per annum of net assets calculated and payable quarterly in arrears. Should such notice be given, the Investment Manager would perform its duties under the Investment Management Agreement and receive its management fee during the notice period.

7 LEGAL AND PROFESSIONAL FEES

Legal and professional fees include the following remuneration paid to the Group's auditor, Grant Thornton UK LLP.

	£'000
Fees payable to the Company's auditor for the audit of the Company and Group accounts	10
Other services supplied pursuant to such legislation	6
Other services related to taxation	2
	18

In addition remuneration of £2,000 was paid to Grant Thornton Cyprus for the audit of the subsidiary company, Starshell Limited.

8 DIRECTORS' REMUNERATION

	Group		
	Rev. *£'000*	**Cap.** *£'000*	**Total** *£'000*
M G Sherry (Chairman)	15	-	15
J C Murrin	17	-	17
I D Parsons	15	-	15
Company social security contributions	4	-	4
Total	51	-	51

9 TAXATION

	Group		
	Rev. *£'000*	**Cap.** *£'000*	**Total** *£'000*
Loss on ordinary activities before tax	(149)	(1,042)	(1,191)
UK corporation tax at 30%	(45)	(313)	(358)
Unused tax losses	45	313	358
Total current tax charge	-	-	-

Capital gains and losses are exempt from corporation tax due to the company's status as a Venture Capital Trust

Excess management charges of £1,546,000 have been carried forward at 31 March 2008 and are available for offset against future taxable income subject to agreement with the HM Revenue & Customs.

NOTES TO THE FINANCIAL STATEMENTS *(Continued)*

10 LOSS PER SHARE

The loss per share is based on a loss from ordinary activities after tax of £1,191,000, and on the weighted average number of shares in issue during the period of 30,810,429.

11 FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT AND LOSS ACCOUNT

		Parent company		
	Group Quoted *£'000*	**Quoted** *£'000*	**Unquoted** *£'000*	**Total** *£'000*
Purchase at cost	30,058	25,593	4,481	30,074
Unrealised gain/ (loss) on revaluation	370	432	(78)	354
Valuation as at 31 March 2008	30,428	26,025	4,403	30,428
Cost as at 31 March 2008	30,058	25,593	4,481	30,074
Unrealised gain/ (loss) at 31 March 2008	370	432	(78)	354

Included in the above are financial assets with a valuation of £26,025,000 pledged as security for the derivative transaction disclosed in note 19 of the financial statements.

12 OTHER RECEIVABLES

	Group *£'000*	**Parent company** *£'000*
Accrued income	576	576
Prepaid expenses	2	2
Other debtors	-	-
	578	578

13 CASH AND CASH EQUIVALENTS

Cash and cash equivalents comprise deposits with HSBC Bank plc.

14 TRADE AND OTHER PAYABLES

	Group *£'000*	**Parent company** *£'000*
Trade payables	120	120
Taxation and social security	-	-
Other payables	62	53
	182	173

15 SHARE CAPITAL

	Authorised	**Issued & Fully Paid**
Ordinary Shares of 1p		
Number of shares	50,000,000	32,037,546
Par Value £'000	500	320

During the period the Company issued 32,037,544 ordinary shares of 1p each at a price of £1 each and 2 ordinary shares at par.

IFRS7, 'Financial instruments: Disclosures' and the complementary amendment to IAS1, 'Presentation of financial statements – Capital disclosures', introduces new disclosures relating to financial instruments. This does not have any impact on the classification and valuation of the group financial instruments, or the disclosures relating to taxation and trade and other payables.

16 RESERVES

	Group			Parent company		
	Share Premium	Capital Reserve £'000	Revenue Reserve £'000	Share Premium	Capital Reserve £'000	Revenue Reserve £'000
Ordinary Shares:						
Premium on allotment during the period	37,717	-	-	37,717	-	-
Share issue costs	(1,121)	-	-	(1,121)	-	-
Issue of shares	30,596	-	-	30,596	-	-
Loss for the period	-	(1,042)	(149)	-	(1,059)	(134)
Balance carried forward	30,596	(1,042)	(149)	30,596	(1,059)	(134)

17 NET ASSET VALUE PER SHARE

The calculation of Group net asset value per share is based on Group net assets of £29,725,000 divided by the 32,037,546 shares in issue.

The calculation of Parent Company net asset value per share is based on Parent Company net assets of £29,723,000 divided by the 32,037,546 shares in issue.

18 SUBSIDIARY

At 31 March 2008 the Company had the following subsidiary company:

	Class of share capital	Country of Incorporation	Fair value of investment £	Proportion of shares and voting rights held by the parent company %
Starshell Limited	Ordinary	Cyprus	4,402,985	100

19 DERIVATIVE TRANSACTION

Under the terms of the derivative transaction, the return on the company's portfolio of bonds, managed by Barclays Capital, has been swapped for that on an equivalent investment in GAM Diversity Inc. The element of the swap that relates to revenue is included in the revenue column of the income statement and the element that relates to capital is included in the capital column. The liability under the derivative transaction, net of interest received on the bond portfolio and paid over to Barclays Capital, is included in current liabilities.

20 MANAGEMENT OF RISK

As a Venture Capital Trust, the Company's objective is to provide shareholders with an attractive income and capital return by investing in accordance with the Group's investment strategy.

Investment risk

The Group is at risk of making investments in poor quality assets which reduce the capital and income returns to shareholders and negatively impacts upon the Group's reputation. To reduce this risk, the Board places reliance upon the skills and expertise of the Manager, who operates a formal and structured investment process. Investments are actively and regularly monitored by the Manager and the Board receives regular reports on the performance of the investments.

NOTES TO THE FINANCIAL STATEMENTS *(Continued)*

The Company is currently exposed on 100% of its non VCT qualifying holdings to the performance of GAM Diversity Inc. The exposure will be reduced as non qualifying holdings are disposed of and the proceeds invested in VCT qualifying holdings.

Market price risk

The Group's investment portfolio is exposed to market price fluctuations which are monitored by the Investment Manager in pursuance of the investment objective. Further information on the investment portfolio is set out in the Investment Manager's review.

Liquidity risk

The Group had no borrowings at 31 March 2008 and had cash balances of £74,000. The main cash outflows are for investments which are within the control of the Group. In view of this, the Group is subject to low liquidity risk.

Foreign currency risk

There is at present a minimal exposure to foreign currency risk as the Group's exposure to GAM Diversity is sterling dominated and GAM hedge any exposure within the fund back into sterling.

Venture Capital Trust status risk
The Company is required at all times to observe the conditions laid down in the Income Tax Act 2007 for the maintenance of approved VCT status. The loss of such approval could lead to the Company losing its exemption from corporation tax on capital gains, to investors being liable to pay income tax on dividends received from the company and, in certain circumstances, to investors being required to repay the initial income tax relief on their investment. The Investment Manager keeps the Company's VCT qualifying status under continual review and reports to the board on a quarterly basis. The Board has also retained PriceWaterhouseCoopers LLP to undertake an independent VCT status monitoring role.

Internal controls risk

The Board regularly reviews the system of internal controls, both financial and non-financial, operated by the Group and the Investment Manager. These include controls designed to ensure that the Group's assets are safeguarded and that proper accounting records are maintained.

Credit risk of derivative transaction and risks in subsidiary

The Company is currently exposed on 100% of its non VCT qualifying holdings to the performance of GAM Diversity Inc., and this exposure incurs counterparty risk.

14% of this exposure is held through the Company's subsidiary and while this incurs subsidiary and jurisdiction risk, the Board believes that this is more than compensated for by the potential benefits to the shareholders.

The balance of the exposure comprises the derivative transaction, further details of which are included on page 9 and in note 19, which in common with other derivative transactions generally, involves counterparty and market risk. The exposure will be reduced as non qualifying holdings are disposed of and the proceeds invested in VCT qualifying holdings.

21 COMMITMENTS AND CONTINGENCIES

The company has no outstanding commitments or contingent liabilities.

22 RELATED PARTY TRANSACTIONS

Michael Sherry, Chairman of the Company, is an equity Member of Triple Point LLP (TPLLP). TPLLP in turn has a controlling interest in Triple Point Investment Management LLP (TPIMLLP). During the period, TPIMLLP received £562,000 for providing management and administrative services to the Company. At 31 March 2008 £138,000 was due to TPIMLLP.

23 POST BALANCE SHEET EVENTS

There have been no significant post balance sheet events.

24 EFFECTS OF NEW ACCOUNTING PRONOUNCEMENTS

Accounting standards applied for the first time in 2008

In January 2006, the IFRIC issued IFRIC 8 (Scope of IFRS 2). The issue addressed in the Interpretation is whether IFRS 2 applies to transactions in which the entity cannot identify specifically some or all of the goods or services received. The application of this interpretation has not had a material impact on the Group's financial position, results of operations or cash flows.

In March 2006, the IFRIC issued IFRIC 9 (Reassessment of embedded derivatives). This Interpretation addresses the requirements of IAS 39 (Financial Instruments: Recognition and Measurement) and considers whether the assessment of whether a contract has embedded derivatives should be reassessed throughout the life of the contract. The IFRIC concluded that subsequent reassessment is prohibited unless there is a change in the terms of the contract that significantly modifies the cash flows that otherwise would be required under the contract, in which case reassessment is required. The application of this interpretation has not had a material impact on the Group's financial position, results of operations or cash flows.

In July 2006, the IFRIC issued IFRIC 10 (Interim Financial Reporting and Impairment). This interpretation addresses the interaction between the requirements of IAS 34 (Interim Financial Reporting) and the recognition of impairment losses on goodwill under IAS 36 (Impairment of Assets) and investments in equity instruments as well as financial assets carried at cost under IAS 39 (Financial Instruments: Recognition and Measurement). The IFRIC concluded that an entity, which has recognised an impairment loss in an interim period in respect of goodwill or an investment in either an equity instrument or a financial asset carried at cost, that impairment must not be reversed in subsequent interim financial statements or in annual financial statements. IFRIC 10 has to be applied for annual periods beginning on or after 1 November 2006. The application of this interpretation has not had a material impact on the Group's financial position, results of operations or cash flows.

Newly issued accounting standards

A number of new standards, amendments to standards and interpretations are not yet effective for the period ended 31 March 2008, and have not yet been applied in preparing these financial statements.

In August 2005, the IASB issued the standard IFRS 7 (Financial Instruments: Disclosures), which is applicable for accounting periods starting on or after 1 January 2007. This standard specifies the information on financial instruments that is to be provided in the notes to the financial statements. IFRS 7 provides for financial instruments to be grouped into certain categories and specific disclosures to be made for each category, including the significance of the instruments and the nature and extent of the risks associated with them. The new standard will affect the nature and modality of financial instrument disclosures in the financial statements of the Group, but not the recognition or measurement of the instruments. In particular, the consolidated financial statements will feature:

- an explanation of the Group's market risk exposure in regards to its financial instruments, and
- a maturity analysis that shows the remaining contractual maturities of financial liabilities, and
- an analysis of trade receivables showing those past due or considered to be impaired.

To date the Group has been cash positive from its initial fundraising but, in future, will arrange borrowings, realisation of non qualifying holdings or a mixture of both to provide cash for working capital and fund the acquisition of qualifying holdings.

NOTES TO THE FINANCIAL STATEMENTS *(Continued)*

IFRS 8 Operating Segments is mandatory for annual periods beginning on or after 1 January 2009 and supersedes the current standard, IAS 14 Segment Reporting. Early application of IFRS 8 has not been adopted.

In November 2006, the IFRIC issued IFRIC 11 (IFRS 2 Group and Treasury Share Transactions). The interpretation addresses how to apply IFRS 2 (Share-based Payment) to accounting for share-based payment arrangements involving an entity's own equity instruments. It also provides guidance on whether share-based payment arrangements, in which suppliers of goods or services of an entity are provided with equity instruments of the entity's parent should be accounted for as cash-settled or equity-settled in the entity's financial statements. IFRIC 11 has to be applied for annual periods beginning on or after 1 March 2007. The Group does not believe that the application of this interpretation will have a material impact on the Group's financial position, results of operations or cash flows.

In November 2006, the IFRIC issued IFRIC 12 (Service Concession Arrangements). Service concessions are arrangements whereby a government or other public-sector entity grants contracts for the supply of public services – such as roads, airports, prisons and energy and water supply and distribution facilities – to private-sector operators. IFRIC 12 has to be applied for annual periods beginning on or after January 1 2008. The Group does not believe that the application of this interpretation will have a material impact on the Group's financial position, results of operations or cash flows.

In June 2007, the IFRIC issued IFRIC 13 (Customer Loyalty Programmes). Customer loyalty programmes are used by entities to provide customers with incentives to buy their goods or services. If a customer buys goods or services, the entity grants the customer award credits (often described as 'points'). The customer can redeem the award credits for awards such as free or discounted goods or services. IFRIC 13 has to be applied for annual periods beginning on or after 1 July 2008. Earlier application is permitted. The Group does not believe that the application of this interpretation will have a material impact on the Group's financial position, results of operations or cash flows.

IFRIC 14, IAS19 – The limit on a defined benefit asset, minimum funding requirements and their interaction, is effective from January 2008. The group will apply IFRIC 14 from January 2008, but it is not expected to have any impact on the group or company's accounts.

IFRS 3 'Business Combinations' has been revised. The revised standard has to be applied to accounting periods beginning on or after 1 July 2009. Early application is permitted provided that IAS 27 as amended in 2008 (see below) is applied at the same time. The Group does not believe that the application of this interpretation will have a material impact on the Group's financial position, results of operations or cash flows.

IAS 1 'Presentation of Financial Statements' has been revised to clarify the classification of balance sheet items between current and non-current, and an entity's compliance with IFRS. The revised standard has to be applied to accounting periods beginning on or after 1 January 2009. Earlier application is permitted. The Group does not believe that the application of this interpretation will have a material impact on the Group's financial position, results of operations or cash flows.

IAS 23 'Borrowing costs' has been revised so that guidance on effective interest rates is consistent with IAS 39 'Financial Instruments: Recognition and Measurement'. The revised standard has to be applied to accounting periods beginning on or after 1 January 2009. Earlier application is permitted. The Group does not believe that the application of this interpretation will have a material impact on the Group's financial position, results of operations or cash flows.

IAS 27 'Consolidated and Separate Financial Statements has been revised to extend the application of IAS 39 'Financial Instruments: Recognition and Measurement' to investments in subsidiaries which are classified as held for sale in the parent's separate financial statements. The revised standard has to be applied to accounting periods beginning on or after 1 July 2009. The Group does not believe that the application of this interpretation will have a material impact on the Group's financial position, results of operations or cash flows.

IAS 32 'Financial Instruments: Presentation' has been amended to provide details of the disclosure required when investments in associates and jointly controlled entities are accounted for at fair value through profit or loss. The amended standard has to be applied to accounting periods beginning on or after 1 January 2009. The Group does not believe that the application of this interpretation will have a material impact on the Group's financial position, results of operations or cash flows.

NOTICE OF ANNUAL GENERAL MEETING

NOTICE is hereby given that the first Annual General Meeting of TP70 VCT plc will be held at 10-11 Gray's Inn Square, Gray's Inn, London WC1R 5JD at 11.00 a.m. on Thursday, 22 May 2008 for the following purposes:

Ordinary Business

1. To receive, consider and adopt the Report of the Directors and Accounts for the period ended 31 March 2008.

2. To approve the Directors' remuneration report for the period ended 31 March 2008.

3. To re-elect Mr Michael Gabriel Sherry as a director.

4. To re-elect Mr Robin Morrison as a director.

5. To re-elect Mr James Chadwick Murrin as a director

6. To re-appoint Grant Thornton UK LLP as auditors and authorise the Directors to agree their remuneration

7. To authorise the Directors to allot shares under section 80

8. To disapply Section 89(1) of the Companies Act 1985 and allot shares on a non rights issue basis (Special Resolution)

9. To authorise the Directors to make market purchases of the Company's own shares (Special Resolution)

10. To authorise the provision of information to shareholders by electronic means

By Order of the Board Michael Sherry Director Registered Office: 10-11 Gray's Inn Square Gray's Inn London WC1R 5JD	29 April 2008

Notes:
(i) A member entitled to vote at the Meeting is entitled to appoint one or more proxies to attend and, on a poll, vote on his or her behalf. A proxy need not be a member of the Company.
(ii) A form of proxy is enclosed. To be effective, the instrument appointing a proxy (together with the power of attorney or other authority, if any, under which it is signed, or a certified copy of such power or authority) must be deposited at or posted to the office of the registrars of the Company, Neville Registrars Limited, Neville House, 18 Laurel Lane, Halesowen, West Midlands B63 3DA, so as to be received not less than 48 hours before the time fixed for the Meeting. Completion and return of the form of proxy will not preclude a member from attending or voting at the Meeting in person if or she so wishes.
(iii) Members who hold their shares in uncertificated form must be entered in the Company's register of Members 48 hours before the Meeting to be entitled to attend or vote at the Meeting. Such shareholders may only cast votes in respect of Ordinary Shares held by them at such time.
(iv) Copies of the service contracts of each of the Directors, and the register of Directors' interests in shares of the Company under section 325 of the Companies Act 1985, will be available for inspection at the registered offer of the Company during usual business hours on any week day (Saturdays and public holidays excepted) from the date of this notice until the date of the Annual General Meeting and at the place of the Annual General Meeting from at least 15 minutes prior to and until the conclusion of the Annual General Meeting.

FORM OF PROXY

Relating to the 2007 Annual General meeting of TP70 VCT plc

I/We……

BLOCK CAPITALS PLEASE – Name in which shares registered

of……

or failing him/her the Chairman of the meeting to be my/our proxy and vote for me/us on my/our behalf at the annual general meeting of the company to be held on 22 May 2008, notice of which was sent to shareholders with the Directors' report and the accounts for the period ended 31 March 2008, and at any adjournment thereof. The proxy will vote as indicated below in respect of the resolutions set out in the notice of meeting:

Resolution number	**For**	**Against**	**Withheld**
1. To receive, consider and adopt the financial statements for the period from 27 November 2006 to 31 March 2008			
2. To approve the Directors' remuneration report			
3. To re-elect Mr Michael Gabriel Sherry as a director			
4. To re-elect Mr Robin Morrison as a director			
5. To re-elect Mr James Chadwick Murrin as a director			
6. To re-appoint Grant Thornton UK LLP as auditors and authorise the Directors to agree their remuneration			
7. To authorise the Directors to allot shares under section 80			
8. To disapply Section 89(1) of the Companies Act 1985 and allot shares on a non rights issue basis (Special Resolution)			
9. To authorise the Directors to make market purchases of the Company's own shares (Special Resolution)			
10. To authorise the provision of information to shareholders by electronic means			

Signed: ……..... Dated: ……..... 2008

Notes:

1. A member wishing to appoint a person other than the Chairman of the meeting as proxy should insert the name and address of such person in the space provided.
2. Use of the proxy form does not preclude a member from attending and voting in person.
3. Where this form of proxy is executed by a corporation it must be either under its seal or under the hand of an officer or attorney duly authorised.
4. If the proxy form is signed and returned without any indication as to how the proxy shall vote, the proxy will exercise his/her discretion as to whether and how he/she votes.
5. To be valid, the proxy form must be received by the Registrars at Neville House, 18 Laurel Lane, Halesowen, West Midlands B63 3DA no later than 48 hours before the commencement of the meeting.

TriplePoint

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