

Mobius Income  
& Growth VCT plc  
**A Venture Capital Trust**

Unaudited Half-Year Report  
for the six months ended 30 June 2022



**Mobeus Income & Growth VCT plc** (“the Company”) is a Venture Capital Trust (“VCT”) listed on the London Stock Exchange. Its investment portfolio is advised by Gresham House Asset Management Limited (“Gresham House”).

## Company Objective

The Objective of the Company is to provide investors with a regular income stream, by way of tax-free dividends generated from income and capital returns, while continuing at all times to qualify as a VCT.

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### YOUR PRIVACY

We are committed to protecting and respecting your privacy. To understand how we collect, use and otherwise process personal data relating to you, or that you provide to us, please read our privacy notice, which can be found at [www.migvct.co.uk](http://www.migvct.co.uk).

# Financial Highlights

Results for the six months ended 30 June 2022

As at 30 June 2022:

Net assets: **£103.56 million**

Net asset value ("NAV") per share: **75.55 pence**

- There was a negative Net asset value ("NAV") total return<sup>1</sup> per share of (11.9)%.
- The Board declared an interim dividend in respect of the current year of 4.00 pence per share, which was paid to Shareholders on 15 July 2022 whilst decreasing NAV per share by a corresponding amount. Payment of this dividend increased cumulative dividends paid<sup>1</sup> since inception in 2004 to 152.80 pence per share.
- A second interim dividend of 4.00 pence per share has been declared for payment on 7 November 2022.
- The Company made two new investments totalling £1.31 million and four follow-on investments totalling £1.06 million.
- £14.34 million of unrealised losses in the period.
- The Company realised investments totalling £5.33 million, a gain of £1.04 million.

<sup>1</sup> Definitions of key terms and alternative performance measures ("APMs") / Key performance indicators ("KPIs") shown above and throughout this Report are shown in the Glossary of terms on page 30 ("APM"). See Glossary of terms on page 30.

## Performance Summary

The table below shows the recent key data and cumulative performance since inception as at 30 June 2022 and for the previous year.

Reporting date	Net assets	NAV per Share	Share price <sup>1</sup>	Cumulative dividends paid per share	Cumulative total return per share to Shareholders <sup>2</sup>		Dividends paid and proposed in respect of each period/year (p)
					(NAV basis)	(Share price basis)	
As at	(£m)	(p)	(p)	(p)	(p)	(p)	(p)
30 June 2022	103.56	75.55	78.50 <sup>4</sup>	148.80	224.35	227.30 <sup>1</sup>	4.00 <sup>4</sup>
31 December 2021	112.96	90.31	80.00 <sup>3</sup>	144.80	235.11	224.80	9.00
30 June 2021	107.41	85.56	76.50	139.80	225.36	216.30	5.00

<sup>1</sup> Source: Panmure Gordon (mid-price). Note that the Share price and cumulative total return (share price basis) at 30 June 2022 is by reference to the last announced NAV per share at 31 March 2022 of 82.18 pence and does not yet reflect the fall in NAV per share at 30 June 2022.

<sup>2</sup> Cumulative total return per share comprises either the NAV per share (NAV basis) or the mid-market price per share (share price basis), plus cumulative dividends paid since launch in 2004.

<sup>3</sup> The share price at 31 December 2021 has been adjusted for a 4.00 pence dividend paid after the year-end on 7 January 2022 which was ex-dividend at 31 December 2021.

<sup>4</sup> The Board declared an interim dividend of 4.00 pence per share in respect of the year ending 31 December 2022. The dividend was paid to Shareholders on 15 July 2022. The share price at 30 June 2022 has been adjusted to add back this dividend as the listed share price was quoted ex this dividend at the period-end.

### Dividends paid post period-end in respect of year ending 31 December 2022

An interim capital dividend of 4.00 pence per share was paid on 15 July 2022 to Shareholders on the Register on 10 June 2022.

Detailed performance data, including a table of dividends paid to date for all share classes and fundraising rounds, is shown in the Performance Data appendix on pages 28 and 29 of the Half Year Report. The tables, which give information by allotment date on NAVs and dividends paid per share, are also available on the Company's website at [www.migvct.co.uk](http://www.migvct.co.uk) where they can be accessed by clicking on "table" under "Reviewing the performance of your investment" on the home page.

# Chairman's Statement

## Overview

The first six months of the Company's financial year have been notable for significant economic disruption both domestically and internationally. December was a high watermark in many technology and growth markets, and since then we have experienced a number of significant global events such as the Russian invasion of Ukraine, the return of inflation to 40-year highs and political turmoil in the UK and across Europe. All of this has led to marked volatility across markets and a general de-rating of growth stocks.

## Performance

As a consequence of the factors described above, the Company has experienced a negative NAV total return of (11.9)% over the six months to 30 June 2022 (2021: 27.6%).

The decline in NAV has been largely driven by market multiples rather than underlying trading performance at this stage, as markets have factored in the likely impact of inflation and higher interest rates on consumer spending and business investment.

The negative NAV total return for the period was principally comprised of unrealised falls in the value of investments still held, tempered somewhat by the successful exit from Media Business Insight ("MBI"), and deferred proceeds received from the realisation of Red Paddle in December 2021.

At the period-end, the Company was ranked 3rd out of 40 Generalist VCTs over five years and 2nd out of 31 over ten years, in the Association of Investment Companies' analysis of NAV Cumulative Total Return. Shareholders should note that, due to the lag in the disclosed performance figures available each quarter, the AIC ranking figures do not fully reflect the final NAV movement to 30 June disclosed by this Report, or those of our peers.

## Portfolio

In the face of the current testing environment the portfolio has, thus far, remained relatively resilient in terms of underlying trading. Nevertheless, the investment adviser has started to see indicators of customer retrenchment as consumer confidence declines. There was a fall of £13.30 million in the overall value of the portfolio across the six months to 30 June (2021: increase of

£23.84 million), or a fall of (16.7)% on a like-for-like basis compared to the opening value of the portfolio at 1 January 2022. A significant proportion of this asset movement reflected a value decline in the AIM-listed Virgin Wines investment which, in spite of positive news flows and the relative outperformance of its peers, has suffered from the de-rating of its sector.

The Company completed one successful exit during the period, generating proceeds of £4.67 million from the sale of Media Business Insight. Returns received over the life of this investment amounted to a 2.2x multiple of cost and an IRR of 13.7%. Further proceeds from loan repayments and deferred consideration amounted to £0.66 million.

Global supply shortages remain a significant factor and are expected to continue to cause disruption going forward. The economic backdrop falls largely outside of the experience of this generation of management teams and advisers. As such, the experience of seasoned investment managers will be increasingly important in the coming months.

Investment activity during the period has been strong, with two new and four follow-on investments completed, totalling £2.37 million. History suggests that, although the economic backdrop is challenging, investing throughout the cycle is a fruitful strategy, with investments made in previous downturns in many cases subsequently yielding very strong returns.

During the six months under review, the Company invested a total of £1.31 million into two new investments: a retail software provider (Proximity Insight) and a marketing technology business (Bidnamic).

In addition, four follow-on investments totalling £1.06 million were made into a provider of UK leisure and experience breaks (Caledonian), a dairy and allergen-free ice cream brand (Northern Bloc), a provider of premium EV chargers (Andersen EV) and a workforce management software business (RotaGeek). We expect follow-on investments to continue to be a feature of the growth capital investments as they seek to achieve scale and move towards profitability.

Since the period-end, the Company has also made follow-on investments of £0.78 million into an AI and Urban Traffic

Control business (Vivacity) and £0.43 million into a hair colourants brand (Bleach London).

During such turbulent times, doing everything in our power to support the portfolio is an imperative. The Investment Adviser is making full use of its Talent Management teams in helping to support management teams across the portfolio. Such specialist skills are a key benefit of the move to Gresham House.

Details of this investment activity and the performance of the portfolio are contained in the Investment Adviser's Review on pages 5 to 8 and the Investment Portfolio Summary on pages 9 to 11.

## Revenue Account

The results for the period are set out in the Unaudited Condensed Income Statement on pages 14 to 15 and show a revenue return (after tax) of 0.21 pence per share (2021: 0.12 pence per share). The revenue return for the period of £0.27 million has increased from last year's figure of £0.16 million. This is primarily the result of a significant loan interest receipt upon the sale of Media Business Insight.

## Dividends

The Board continues to be committed to providing an attractive dividend stream to Shareholders and was pleased to declare an Interim dividend of 4.00 pence per share for the year ending 31 December 2022.

This dividend was paid on 15 July 2022, to Shareholders on the Register on 10 June 2022, and brought cumulative dividends paid per share since inception in 2004 to 152.80 pence.

A second interim dividend in respect of the year ending 31 December 2022 of 4.00 pence per share has been declared for payment on 7 November 2022 for those shareholders on the Register of Members at 16 September 2022.

The Company's ongoing target of paying a dividend of at least 4.00 pence per share in respect of each financial year has been achieved and often exceeded in all 12 years since it was established. Whilst the Board still believes this dividend target is attainable, it should be noted that the continued movement of the portfolio to a larger share of younger growth capital investments could lead to

increased volatility, which may affect the return in any given year.

To the extent that dividends are paid other than out of income or from gains on investments, for instance out of special distributable reserves, Shareholders should note this may result in a reduction in NAV over the period.

### Fundraising

As announced recently, the Board intends to launch offers for subscription for new ordinary shares in the 2022/23 tax year. The Board expects to convene a general meeting of Shareholders to seek the necessary authority to allot shares and disapply pre-emption rights in connection with the fundraising. Shareholders will receive a circular in September confirming the amount to be raised and the purposes for which the funds will be used in advance of that meeting for consideration. We urge all Shareholders to submit their proxy votes online in respect of the resolutions proposed via <https://www-uk.computershare.com/investor/>.

The Board expects to be in a position to launch the offer for subscription in late September, full details of which will be contained in the prospectus and on the Company's website: [www.migvct.co.uk](http://www.migvct.co.uk).

### Liquidity

The Board continues to monitor credit risk in respect of its cash and near cash resources and to prioritise the security and protection of the Company's capital. Cash and liquidity fund balances as at 30 June 2022 amounted to £40.11 million representing 38.7% of net assets. After the period-end, following the payment of

a 4.00 pence per share dividend, the pro-forma level of liquidity will be £34.62 million (35.3% of net assets)

### Share buy-backs

During the six months to 30 June 2022, the Company bought back and cancelled 230,000 of its own shares, representing 0.2% (2020: 0.6%) of the shares in issue at the beginning of the period, at a total cost of £0.18 million (2020: £0.57 million), inclusive of expenses.

It is the Company's policy to cancel all shares bought back in this way. The Board regularly reviews its buyback policy, where its priority is to act prudently and in the interest of remaining Shareholders, whilst considering other factors, such as levels of liquidity and reserves, market conditions and applicable law and regulations. Under this policy, the Company seeks to maintain the discount at which the Company's shares trade at approximately 5% below the latest published NAV.

### Shareholder Communications

May I remind you that the Company has its own website which is available at: [www.migvct.co.uk](http://www.migvct.co.uk)

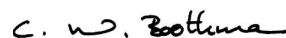
The Investment Adviser last held its Shareholder Event virtually on behalf of all four Mobeus VCTs in early 2022. The event was well received and the Investment Adviser plans to hold another event in 2023. Further details will be circulated to Shareholders and shown on the Company's website in due course.

### Fraud Warning

We are aware of a number of cases where Shareholders are being fraudulently contacted or are being subjected to attempts of identity fraud. Shareholders should remain vigilant of all potential financial scams or requests for them to disclose personal data. The Board strongly recommends Shareholders take time to read the Company's Fraud warning section, including details of who to contact, contained within the Information for Shareholders section on pages 26 and 27.

### Outlook

The economic backdrop for the next twelve months is likely to be challenging although this can also provide a good opportunity to make high quality investments and build strategic stakes in businesses with great potential for the future. The exit environment is likely to dampen somewhat, although this is not foreseen to be a significant issue given that the VCT fund is not time-limited. On the whole, your Board is confident that, with continued and targeted support, the portfolio remains on track to overcome these challenges and achieve its growth ambitions.



**Clive Boothman**

Chairman

5 September 2022

# Investment Policy

The investment policy is designed to meet the Company's objective.

## Investments

The Company invests primarily in a diverse portfolio of UK unquoted companies. Investments are made selectively across a number of sectors, principally in established companies. Investments are usually structured as part loan stock and part equity in order to produce a regular income stream and to generate capital gains from realisations.

There are a number of conditions within the VCT legislation which need to be met by the Company and which may change from time to time. The Company will seek to make investments in

accordance with the requirements of prevailing VCT legislation.

Asset allocation and risk diversification policies, including the size and type of investments the Company makes, are determined in part by the requirements of prevailing VCT legislation. No single investment may represent more than 15% (by VCT tax value) of the Company's total investments at the date of investment.

## Liquidity

The Company's cash and liquid funds are held in a portfolio of readily realisable interest-bearing investments,

deposit and current accounts, of varying maturities, subject to the overriding criterion that the risk of loss of capital be minimised.

## Borrowing

The Company's Articles of Association permit borrowing of up to 10% of the adjusted capital and reserves (as defined therein). However, the Company has never borrowed and the Board would only consider doing so in exceptional circumstances.

## Summary of VCT regulation

To assist Shareholders, the following table contains a summary of the most important rules that determine VCT approval.

To maintain its status as a VCT, the Company must meet a number of conditions, the most important of which are that:

- the Company must hold at least 80%, by VCT tax value<sup>1</sup>, of its total investments (shares, securities and liquidity) in VCT qualifying holdings, within approximately three years of a fundraising;
- all qualifying investments made by VCTs after 5 April 2018, together with qualifying investments made by funds raised after 5 April 2011, are in aggregate required to comprise at least 70% by VCT tax value in "eligible shares", which carry no preferential rights (save as may be permitted under VCT rules);
- no investment in a single company or group of companies may represent more than 15% (by VCT tax value) of the Company's total investments at the date of investment;
- the Company must pay sufficient levels of income dividend from its revenue available for distribution so as not to retain more than 15% of its income from shares and securities in a year;
- the Company's shares must be listed on the LSE or a regulated European stock market;
- non-qualifying investments cannot be made, except for certain exemptions in managing the Company's short-term liquidity;
- VCTs are required to invest 30% of funds raised in an accounting period beginning on or after 6 April 2018 in qualifying holdings within 12 months of the end of that accounting period, and
- the period for reinvestment of proceeds on disposal of qualifying investments is 12 months.

To be a VCT qualifying holding, new investments must be in companies:

- which carry on a qualifying trade;
- which have no more than £15 million of gross assets at the time of investment and no more than £16 million immediately following investment from VCTs;
- whose maximum age is generally up to seven years (ten years for knowledge intensive businesses);
- that receive no more than an annual limit of £5 million and a lifetime limit of £12 million (for knowledge intensive companies the lifetime limit is £20 million, and the annual limit is £10 million), from VCTs and similar sources of State Aid funding;
- that use the funds received from VCTs for growth and development purposes.

In addition, VCTs may not:

- offer secured loans to investee companies, and any returns on loan capital above 10% must represent no more than a commercial return on the principal; and
- make investments that do not meet the 'risk to capital' condition (which requires a company, at the time of investment, to be an entrepreneurial company with the objective to grow and develop, and where there is a genuine risk of loss of capital).

<sup>1</sup> VCT tax value means as valued in accordance with prevailing VCT legislation. The calculation of VCT tax value is arrived at using tax values, based on the cost of the most recent purchase of an investment instrument in a particular company, which may differ from the actual cost of each investment shown in the Investment Portfolio Summary on pages 9 to 11.

# Investment Adviser's Review

## Portfolio Review

Demand for growth capital investment remains strong and there continues to be a healthy pipeline of investment opportunities. The current economic climate, whilst challenging for businesses across the portfolio, also presents opportunities for further investment in new and existing portfolio companies.

The portfolio movements in the period are summarised as follows:

	2022 £m	2021 £m
Opening portfolio value	79.81	51.14
New and follow-on investments	2.37	4.47
Disposal proceeds	(5.33)	(6.61)
Net realised gains	1.04	1.50
Unrealised Valuation movements	(14.34)	22.35
<b>Portfolio value at 30 June</b>	<b>63.55</b>	<b>72.85</b>

The six month period to 30 June 2022 has seen volatility translate to a decline in market ratings. The portfolio value has reduced as a result of this, in spite of largely resilient underlying trading performances. The Company made two new growth capital investments during the period: £0.73 million into Proximity Insight and £0.58 million into Bidnamic. Both these companies are retail technology businesses.

The Company also achieved a satisfying exit from MBI during the period, receiving a total of £4.67 million in proceeds, contributing to total receipts of £5.33 million during the period.

The investment and divestment activity during the period has further increased the proportion of the portfolio comprised of investments made since the 2015 VCT rule change to 74.3% by value at the period-end (31 December 2021: 63.6%).

After the period-end, the Company invested a further £0.78 million into Vivacity and £0.43 million into Bleach, both of which are existing portfolio companies. Vivacity is a developer of

artificial intelligence and Urban Traffic Control systems. Following its initial series A funding in 2021, the business has doubled the size of its team and partnered with leading firms in the automotive and environmental measurement industries. Bleach manufactures a range of haircare and colouring products. The funds will be used to consolidate the brand's position in the UK market as well as drive further expansion and strategic penetration of the North American market.

The portfolio valuation changes in the period are summarised as follows:

Investment portfolio capital movement	2022 £m	2021 £m
Increase in the value of unrealised investments	0.51	22.76
Decrease in the value of unrealised investments	(14.85)	(0.41)
<b>Net (decrease)/ increase in the value of unrealised investments</b>	<b>(14.34)</b>	<b>22.35</b>
Realised gains	1.04	1.57
Realised losses	-	(0.07)
<b>Net realised gains in the period</b>	<b>1.04</b>	<b>1.50</b>
<b>Net investment portfolio movement in the period</b>	<b>(13.30)</b>	<b>23.85</b>

## Valuation changes of portfolio investments still held

From the total value increases of £0.51 million within the portfolio, the principal movement was in Tharstern: £0.45 million. Improved trading through new business wins and cost controls have enhanced its valuation.

The main reductions within total valuation decreases of (£14.85) million, were in Virgin Wines (£7.60) million; MyTutor (£1.77) million and MPB (£1.59) million. Virgin Wines has consistently delivered robust trading performance relative to its peers and continued to release positive

news flow. Nevertheless, the value of the AIM-listed stock has been impacted by the general de-rating of its sector. MyTutor has generated strong revenues in the year to date, up significantly year on year. However, a significant reduction in comparator multiples has reduced the value of this investment. Finally, MPB has seen a reduction in benchmark multiples and accelerated its cash spend for growth, but is yet to see this translate into revenues for valuation purposes.

## Realised gains and deferred consideration receipts

The Company realised its investment in MBI during the period under review, generating gains in the period of £0.49 million. These contributed to a multiple of cost of 2.2x over the life of the investment. The Company also received deferred proceeds totalling £0.55 million from the realisations of Red Paddle and Vectair in previous periods.

## Investment portfolio yield

In the period under review, the Company received the following amounts in loan interest and dividend income:

Investment Portfolio Yield	2022 £m	2021 £m
Interest received in the period	0.78	0.54
Dividends received in the period	0.09	0.08
Total portfolio income in the period <sup>1</sup>	0.87	0.62
Portfolio Value at 30 June	63.55	72.85
<b>Portfolio Income Yield (Income as a % of Portfolio value at 30 June)</b>	<b>1.4%</b>	<b>0.9%</b>


<sup>1</sup> Total portfolio income in the period is generated solely from investee companies within the portfolio. See Note 4 of the Financial Statements for all income receivable by the Company.

In addition to realisation proceeds and deferred consideration receipts outlined earlier, the Company also received loan stock repayments of £0.12 million from MBI earlier in the period.

# Investment Adviser's Review

## New investments during the period

The Company made two new investments totalling £1.31 million, as detailed below:

	Company	Business	Date of investment	Amount of new investment (£m)
	Proximity Insight	Retail software	February 2022	0.73

Proximity Insight ([proximityinsight.com](https://proximityinsight.com)) is a retail technology business that offers a 'Super-App' that is used by the customer-facing teams of brands and retailers to engage, inspire and transact with customers. Headquartered in London with offices in New York and Sydney, Proximity Insight has a global client base that includes over 20 brands, boutiques and department stores in fashion, beauty, jewellery, electronics and homewares. These clients use Proximity Insight's platform to blur the lines between physical and digital retail, enhancing the customer experience and improving the lifetime value of their customers by upwards of 35%. The business grew annual recurring revenue by 117% to £2.2 million in 2021, and the investment will support Proximity Insight's continued product development and international growth. The investment was made across all six VCTs advised and managed by Gresham House, including the two Baronsmead VCTs.

	Bidnamic	Marketing technology business	May 2022	0.58
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Lads Store Limited, trading as "Bidnamic" ([www.bidnamic.com](https://www.bidnamic.com)) is a marketing technology business that offers a SaaS platform for online retailers to optimise their search engine marketing spend. The technology was all developed internally and uses bespoke machine learning algorithms to automate the management and optimisation of online retailers' Google shopping spend. The ARR of the business has grown substantially over the last two years and this is projected to continue. The investment round will be used to further enhance the product's capabilities and drive continued ARR growth through expanding the sales & marketing team and building a presence in North America. The investment was made across all six VCTs advised and managed by Gresham House, including the two Baronsmead VCTs.

## Further investments during the period


The Company made four further investments into existing portfolio companies, totalling £1.06 million, as detailed below:

	Company	Business	Date of investment	Amount of further investment (£m)
	Caledonian Leisure	UK Leisure and experience breaks	January / February 2022	0.27

Caledonian Leisure works with accommodation providers, coach businesses and other experienced providers (such as entertainment destinations and theme parks) to deliver UK-based leisure and experience breaks to its customers. It comprises two brands, Caledonian Travel ([caledoniantravel.com](https://caledoniantravel.com)) and UK Breakaways ([ukbreakaways.com](https://ukbreakaways.com)). The domestic leisure and experience travel market has been devastated by the COVID-19 pandemic, but the company was well-placed to expand as lockdown and travel restrictions eased. A series of planned investment tranches has helped the company prepare for and capitalise on the strong demand for UK staycation holidays.


	Northern Bloc	Dairy and allergen-free ice cream producer	April 2022	0.17
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Northern Bloc Ice Cream ([northern-bloc.com](https://northern-bloc.com)) is an established food brand in the emerging and rapidly growing vegan market. By focusing on chef quality and natural ingredients, Northern Bloc has carved out an early mover position in the dairy and allergen-free ice cream sector. The company's focus on plant-based alternatives has strong environmental credentials as well as it being the first ice cream brand to move wholly into sustainable packaging. Following the initial investment in December 2020, Northern Bloc has grown rapidly and strengthened its prospects. This further investment provides additional working capital and funds a new production facility to increase its resilience, flexibility and margins in the future.

	Andersen EV	Premium EV chargers	May 2022	0.34
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Muller EV Limited (trading as Andersen EV) ([andersen-ev.com](https://andersen-ev.com)) is a design-led manufacturer of premium electric vehicle (EV) chargers. Incorporated in 2016, this business has secured high profile partnerships with household brands, establishing an attractive niche position in charging points for the high-end EV market. This follow-on funding is to further support its premium brand and product positioning whilst ensuring all new and existing products meet the most recent and highest safety and compliance standards. Andersen EV has continued its strong trading performance with revenue up over 300% year on year.




	Company	Business	Date of investment	Amount of further investment (£m)
	RotaGeek	Workforce management software	June 2022	0.28

RotaGeek ([rotageek.com](http://rotageek.com)) is a provider of cloud-based enterprise software to help larger retail, leisure and healthcare organisations to schedule staff effectively. RotaGeek has proven its ability to solve the scheduling issue for large retail clients effectively competing due to the strength of its technologically advanced proposition. The company has made significant commercial progress since the VCTs first investment nearly doubling ARR. This investment will help boost ARR further and enable the company to take advantage further large client opportunities.

### Portfolio Realisations during the period


The Company realised its investment in MBI, as detailed below:

	Company	Business	Period of investment	Total cash proceeds over the life of the investment / Multiple over cost
	MBI	Publishing and events business	January 2015 to June 2022	£7.32 million 2.2x cost

The Company realised its investment in MBI for £4.67 million (realised gain in the period: £0.49 million). Total proceeds received over the life of the investment were £7.32 million compared to an original investment cost of £3.28 million, representing a multiple on cost of 2.2x and an IRR of 13.7%.

### Further investments made after the period-end

The Company made two further investments into existing portfolio companies, totalling £1.21 million, as detailed below:

	Company	Business	Date of investment	Amount of further investment (£m)
	Vivacity	Artificial Intelligence and Urban Traffic Control (UTC) systems	June 2022	0.78

Vivacity ([vivacitylabs.com](http://vivacitylabs.com)) develops camera sensors with on-board video analytics software that enables real-time anonymised data gathering of road transport system usage. It offers city transport authorities the ability to manage their road infrastructure more effectively, enabling more efficient monitoring of congestion and pollution levels as well as planning for other issues, such as the changing nature of road usage (e.g. the increasing number of cyclists). The technology and software represent a significant leap forward for local planning authorities which have traditionally relied upon manual data collection methods. This new investment will help boost the company's revenues through development of new functionality to enhance its product suite which can also be installed into the existing asset base.

	Bleach	Hair Colourants Brand	August 2022	0.43
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Bleach London Holdings ("Bleach") is an established branded, fast-growing business which manufactures a range of haircare and colouring products. Bleach is regarded as a leading authority in the hair colourant market having opened one of the world's first salons focused on colouring and subsequently launched its first range of products in 2013. This further investment was part of a wider £5.5 million investment round alongside existing shareholders and a strategic partner. The funds will be used to consolidate the brands position in the UK market as well as drive further expansion and strategic penetration of the North American market.

# Investment Adviser's Review

## Environmental, Social, Governance considerations

The novation of the investment advisory agreement to Gresham House has enabled the Company to benefit from a dedicated team which is focused on sustainability tasked with implementing the highest industry standards in this area. Under the new enlarged investment team, each investment executive is responsible for their own individual ESG objectives in support of the wider overarching ESG goals of the Investment Adviser. For further details, Gresham House published its second Sustainable Investment Report in April 2022, which can be found on its website at: [www.greshamhouse.com](http://www.greshamhouse.com).

## Gresham House Asset Management Limited

Investment Adviser

5 September 2022

# Investment Portfolio Summary

as at 30 June 2022

Qualifying investments	Market sector	Date of investment	Total book cost £'000	Valuation £'000	Like for like valuation increase/ (decrease) over period <sup>1</sup>	% value of net assets
<b>Unquoted investments</b>						
<b>Preservica Limited</b> Seller of proprietary digital archiving software	Software & computer services	Dec-15	4,498	14,156	(3.3)%	13.7%
<b>MPB Group Limited</b> Online marketplace for used photographic and video equipment	Retailers	Jun-16	1,405	5,807	(21.5)%	5.6%
<b>EOTH Limited (trading as Equip Outdoor Technologies)</b> Branded outdoor equipment and clothing (including the RAB and Lowe Alpine brands)	Retailers	Oct-11	1,000	5,191	(16.6)%	5.0%
<b>Virgin Wines UK plc</b> Online wine retailer	Retailers	Nov-13	58	4,385	(63.4)%	4.2%
<b>My Tutorweb Limited (trading as Mytutor)</b> Digital marketplace connecting school pupils seeking one-to-one online tutoring	Industrial support services	May-17	2,892	4,119	(30.0)%	4.0%
<b>End Ordinary Group Limited (trading as Buster and Punch)</b> Industrial inspired lighting and interiors retailer	Retailers	Mar-17	1,885	3,762	(9.6)%	3.6%
<b>Master Removers Group 2019 Limited (trading as Anthony Ward Thomas, Bishopsgate and Aussie Man &amp; Van)</b> A specialist logistics, storage and removals business	Industrial support services	Dec-14	419	3,609	0.2%	3.5%
<b>Data Discovery Solutions Limited (trading as Active Navigation)</b> Provider of global market leading file analysis software for information governance, security and compliance	Software & computer services	Nov-19	1,809	3,215	(4.6)%	3.1%
<b>Arkk Consulting Limited (trading as Arkk Solutions)</b> Provider of services and software to enable organisations to remain compliant with regulatory reporting requirements	Software & computer services	May-19	2,069	2,215	1.9%	2.0%
<b>Tharstern Group Limited</b> Software based management information systems	Software & computer services	Jul-14	1,377	1,968	29.6%	1.9%
<b>Manufacturing Services Investment Limited (trading as Wetsuit Outlet)</b> Online retailer in the water sports market	Retailers	Jul-17	2,174	1,743	(15.6)%	1.7%
<b>RotaGeek Limited</b> Workforce management software	Software & computer services	Aug-18	1,428	1,297	1.0%	1.3%
<b>Connect Childcare Group Limited</b> Nursery management software provider	Software & computer services	Dec-20	1,168	1,295	(5.7)%	1.3%
<b>Vivacity Labs Limited</b> Provider of artificial intelligence & urban traffic control systems	Technology, hardware & equipment	Feb-21	1,158	1,158	-	1.1%
<b>IPV Limited</b> Provider of media asset software	Software & computer services	Nov-19	890	890	-	0.9%

<sup>1</sup> - This percentage change in 'like for like' valuations is a comparison of the 30 June 2022 valuations with the 31 December 2021 valuations (or where a new investment has been made in the year, the investment amount), having adjusted for partial disposals, loan stock repayments or new investments in the period.

**Blue** Investment made prior to 2015 VCT rule change

**Green** Investment made after 2015 VCT rule change

# Investment Portfolio Summary

as at 30 June 2022

	Market sector	Date of investment	Total book cost £'000	Valuation £'000	Like for like valuation increase/ (decrease) over period <sup>1</sup>	% value of net assets
<b>Qualifying investments</b>						
<b>Spanish Restaurant Group Limited (trading as Tapas Revolution)</b> Spanish restaurant chain	Travel & Leisure	Jan-17	1,453	876	(0.7)%	0.8%
<b>Caledonian Leisure Limited</b> Provider of UK leisure and experience breaks	Travel & leisure	Mar-21	681	825	(36.1)%	0.8%
<b>Legatics Limited</b> SaaS LegalTech software provider	Software & computer services	Jun-21	822	822	-	0.8%
<b>Bleach London Holdings Limited</b> Hair colourants brand	Retailers	Dec-19	816	795	(22.5)%	0.8%
<b>Northern Bloc Ice Cream Limited</b> Supplier of premium vegan ice cream	Food producers	Dec-20	588	768	(12.9)%	0.7%
<b>Pets' Kitchen Limited (trading as Vet's Klinik)</b> Veterinary clinics	Consumer services	Jun-21	763	763	-	0.7%
<b>Proximity Insight Holdings Limited</b> Super-App used by customer-facing teams of brands and retailers to engage, inspire and transact with customers	Software & computer services	Feb-22	730	730	New investment	0.7%
<b>Lads Store Limited (trading as Bidnamic)</b> SaaS platform for optimisation of search engine marketing spend	Software & computer services	May-22	582	582	New investment	0.6%
<b>CGI Creative Graphics International Limited</b> Vinyl graphics to global automotive, recreational vehicle and aerospace markets	General industrials	Jun-14	1,808	472	(4.6)%	0.5%
<b>Muller EV Limited (trading as Andersen EV)</b> Provider of premium electric vehicle (EV) chargers	Technology, hardware & equipment	Jun-20	809	455	(56.3)%	0.4%
<b>RDL Corporation Limited</b> Recruitment consultants for the pharmaceutical, business intelligence and IT industries	Industrial support services	Oct-10	1,558	312	(36.8)%	0.3%
<b>Parsley Box Group plc</b> Supplier of home delivered ambient ready meals targeting the over 60s	Retailers	May-19	807	284	(46.8)%	0.3%
<b>Kudos Innovations Limited</b> Online platform that provides and promotes academic research dissemination	Software & computer services	Nov-18	421	93	(11.4)%	0.1%
<b>Jablite Holdings Limited (in members' voluntary liquidation)</b> Manufacturer of expanded polystyrene products	Construction and materials	Apr-15	502	66	0.3%	0.1%
<b>Veritek Global Holdings Limited</b> Maintenance of imaging equipment	Industrial support services	Jul-13	2,045	-	-	0.0%
<b>Racoon International Group Limited</b> Supplier of hair extensions, hair care products and training	Personal goods	Dec-06	1,213	-	-	0.0%
<b>BookingTek Limited</b> Direct booking software for hotel groups	Software & computer services	Oct-16	687	-	-	0.0%
<b>Total qualifying investments</b>			<b>40,515</b>	<b>62,653</b>		<b>60.5%</b>

<sup>1</sup> - This percentage change in 'like for like' valuations is a comparison of the 30 June 2022 valuations with the 31 December 2021 valuations (or where a new investment has been made in the year, the investment amount), having adjusted for partial disposals, loan stock repayments or new investments in the period.

Blue Investment made prior to 2015 VCT rule change

Green Investment made after 2015 VCT rule change

	Market sector	Date of investment	Total book cost £'000	Valuation £'000	Like for like valuation increase/ (decrease) over period <sup>1</sup>	% value of net assets
<b>Non-qualifying investments</b>						
<b>Manufacturing Services Investment Limited (trading as Wetsuit Outlet)</b> Online retailer in the water sports market	Retailers	Jul-17	571	571	-	0.6%
<b>EOTH Limited (trading as Equip Outdoor Technologies)</b> Branded outdoor equipment and clothing (including the RAB and Lowe Alpine brands)	Retailers	Oct-11	298	324	(0.1)%	0.3%
<b>Total non-qualifying investments</b>			<b>869</b>	<b>895</b>		<b>0.9%</b>
<b>Total investment portfolio</b>			<b>41,384</b>	<b>63,548</b>		<b>61.4%</b>
Current asset investments and Cash at bank and in hand <sup>2</sup>			40,109	40,109		38.7%
<b>Total investments</b>			<b>81,493</b>	<b>103,657</b>		<b>100.1%</b>
Other assets				177		0.2%
Current liabilities				(275)		(0.3)%
<b>Net assets</b>				<b>103,559</b>		<b>100.0%</b>
<b>Portfolio split by type</b>						
<b>Investment made prior to 2015 VCT rule change</b>			<b>10,278</b>	<b>16,327</b>		<b>25.7%</b>
<b>Investment made after to 2015 VCT rule change</b>			<b>31,106</b>	<b>47,221</b>		<b>74.3%</b>
<b>Investment Adviser's Total</b>			<b>41,384</b>	<b>63,548</b>		<b>100.0%</b>

<sup>1</sup> - This percentage change in 'like for like' valuations is a comparison of the 30 June 2022 valuations with the 31 December 2021 valuations (or where a new investment has been made in the year, the investment amount), having adjusted for partial disposals, loan stock repayments or new investments in the period.

<sup>2</sup> - Disclosed as Current Asset Investments and Cash at bank and in hand within Current assets in the Balance Sheet on page 16.

**Blue** Investment made prior to 2015 VCT rule change

**Green** Investment made after 2015 VCT rule change

# Statement of the Directors' Responsibilities

## Responsibility statement

In accordance with Disclosure and Transparency Rule (DTR) 4.2.10, Clive Boothman (Chairman), Bridget Guérin (Chairman of the Nominations and Remuneration and Management Engagement Committees), and Lucy Armstrong (Chairman of the Audit Committee), being the Directors of the Company, confirm that, to the best of their knowledge:

- a) the condensed set of financial statements, which has been prepared in accordance with Financial Reporting Standard 104 "Interim Financial Reporting" gives a true and fair view of the assets, liabilities, financial position and profit of the Company, as required by DTR 4.2.10;
- b) the Half-Year Management Report which comprises the Chairman's Statement, Investment Policy, Investment Review and Investment Portfolio Summary includes a fair review of the information required by DTR 4.2.7, being an indication of the important events that have occurred during the first six months of the financial year and their impact on the condensed set of financial statements;
- c) a description of the principal risks and uncertainties facing the Company for the remaining six months is set out below, in accordance with DTR 4.2.7; and
- d) there were no related party transactions in the first six months of the current financial year that are required to be disclosed in accordance with DTR 4.2.8.

## Principal risks and uncertainties

In accordance with DTR 4.2.7, the Board confirms that the principal risks and uncertainties facing the Company have not changed materially since the publication of the Annual Report and Financial Statements for the year ended 31 December 2021 and no changes are anticipated for the remaining six months of the year. The Board acknowledges that there is regulatory risk and continues to manage the Company's affairs in such a manner as to comply with section 274 of the Income Tax Act 2007. The principal risks faced by the Company are:

- Economic;
- Loss of approval as a Venture Capital Trust;
- Investment and strategic;
- Regulatory;
- Financial and operating;
- Valuations and stock market;
- Asset liquidity;
- Market liquidity;
- Counterparty; and
- Key staff.

A detailed explanation of these risks can be found in the Strategic Report and in Note 15 on pages 68 to 74 of the Annual Report and Financial Statements for the year ended 31 December 2021, copies of which can be viewed or downloaded from the Company's website: [www.migvct.co.uk](http://www.migvct.co.uk)

## Going concern

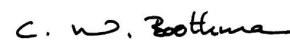
The Board has assessed the Company's operation as a going concern. The Company's business activities, together with the factors likely to affect its future development, performance and position are set out in the Half-Year Management Report. The Directors have satisfied themselves that the Company's cash position, bolstered by the fund raising that completed at the beginning of 2022 is adequate to enable the Company to continue as a going concern under any plausible stress scenario. The portfolio taken as a whole remains resilient and well-diversified although supply chain constraints and inflationary pressures are beginning to impact. The major cash outflows of the Company (namely investments, share buy-backs and dividends) are within the Company's control.

The Board's assessment of liquidity risk and details of the Company's policies for managing its capital and financial risks are shown in Notes 15 and 16 on pages 68 to 74 of the Annual Report and Financial Statements for the year ended 31 December 2021. Accordingly, the Directors continue to adopt the going concern basis of accounting in preparing the Half-Year report and annual financial statements.

## Cautionary statement

This report may contain forward looking statements with regards to the financial condition and results of the Company, which are made in the light of current economic and business circumstances. Nothing in this report should be construed as a profit forecast.

For and on behalf of the Board:



**Clive Boothman**  
Chairman

5 September 2022

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# Unaudited Condensed Income Statement

## for the six months ended 30 June 2022

	Notes	Six months ended 30 June 2022 (unaudited)		
		Revenue £	Capital £	Total £
Net investment portfolio (losses)/gains	9	-	(13,302,763)	(13,302,763)
Income	4	877,637	-	877,637
Investment Adviser's fees	5	(299,444)	(898,331)	(1,197,775)
Other expenses		(262,363)	-	(262,363)
<b>Profit/(loss) on ordinary activities before taxation</b>		<b>315,830</b>	<b>(14,201,094)</b>	<b>(13,885,264)</b>
Tax on profit/(loss) on ordinary activities	6	(43,077)	43,077	-
<b>Profit/(loss) and total comprehensive income</b>		<b>272,753</b>	<b>(14,158,017)</b>	<b>(13,885,264)</b>
<b>Basic and diluted earnings per share</b>	7	<b>0.21p</b>	<b>(10.68)p</b>	<b>(10.47)p</b>

The revenue column of the Income Statement includes all income and expenses. The capital column accounts for the net investment portfolio (losses)/gains (unrealised (losses)/gains and realised gains on investments) and the proportion of the Investment Adviser's fee charged to capital.

The total column is the Statement of Total Comprehensive Income of the Company prepared in accordance with Financial Reporting Standards ("FRS"). In order to better reflect the activities of a VCT and in accordance with the 2014 Statement of Recommended Practice ("SORP") updated in April 2021 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 revenue column of profit attributable to equity Shareholders is the measure the Directors believe appropriate in assessing the Company's compliance with certain requirements set out in Section 274 Income Tax Act 2007.

All the items in the above statement derive from continuing operations of the Company. No operations were acquired or discontinued in the period/year.

The notes to the unaudited financial statements on pages 20 to 25 form part of these Half-Year Financial Statements.



Six months ended 30 June 2021 (unaudited)			Year ended 31 December 2021 (audited)		
Revenue £	Capital £	Total £	Revenue £	Capital £	Total £
-	23,845,396	23,845,396	-	36,360,661	36,360,661
629,731	-	629,731	1,710,712	-	1,710,712
(241,546)	(724,638)	(966,184)	(525,873)	(1,577,618)	(2,103,491)
(215,240)	-	(215,240)	(455,452)	-	(455,452)
172,945	23,120,758	23,293,703	729,387	34,783,043	35,512,430
(16,823)	16,823	-	(53,768)	53,768	-
<b>156,122</b>	<b>23,137,581</b>	<b>23,293,703</b>	<b>675,619</b>	<b>34,836,811</b>	<b>35,512,430</b>
<b>0.12p</b>	<b>18.33p</b>	<b>18.45p</b>	<b>0.54p</b>	<b>27.67p</b>	<b>28.21p</b>

# Unaudited Condensed Balance Sheet

as at 30 June 2022

Company registration number: 05153931

	Notes	30 June 2022 (unaudited) £	30 June 2021 (unaudited) £	31 December 2021 (audited) £
<b>Fixed assets</b>				
Investments at fair value	9	63,547,549	72,855,045	79,807,671
<b>Current assets</b>				
Debtors and prepayments		176,951	179,615	433,761
Current asset investments	10	37,135,871	30,561,479	24,362,614
Cash at bank	10	2,973,413	4,353,638	8,604,505
		40,286,235	35,094,732	33,400,880
<b>Creditors: amounts falling due within one year</b>		(274,960)	(541,724)	(248,076)
<b>Net current assets</b>		40,011,275	34,553,008	33,152,804
<b>Net assets</b>		<b>103,558,824</b>	<b>107,408,053</b>	<b>112,960,475</b>
<b>Capital and reserves</b>				
Called up share capital		1,370,810	1,255,380	1,250,775
Capital redemption reserve		40,427	33,522	38,127
Share premium reserve		24,024,221	14,397,509	14,397,509
Revaluation reserve		23,812,751	33,226,958	39,729,600
Special distributable reserve		13,160,557	26,133,899	18,967,400
Realised capital reserve		38,670,899	30,044,190	36,056,813
Revenue reserve		2,479,159	2,316,595	2,520,251
<b>Equity shareholders' funds</b>		<b>103,558,824</b>	<b>107,408,053</b>	<b>112,960,475</b>
<b>Basic and diluted net asset value per share</b>	11	<b>75.55p</b>	<b>85.56p</b>	<b>90.31p</b>

The financial information for the six months ended 30 June 2022 and the six months ended 30 June 2021 has not been audited.

The notes to the unaudited financial statements on pages 20 to 25 form part of these Half-Year Financial Statements.

# Unaudited Condensed Statement of Changes in Equity

## for the six months ended 30 June 2022

	Non-distributable reserves				Distributable reserves			Total £	
	Notes	Called up share capital £	Capital redemption reserve £	Share premium reserve £	Revaluation reserve £	Special distributable reserve (Note a) £	Realised capital reserve (Note b) £		Revenue reserve (Note b) £
<b>At 1 January 2022</b>		1,250,775	38,127	14,397,509	39,729,600	18,967,400	36,056,813	2,520,251	112,960,475
<b>Comprehensive income for the period</b>									
(Loss)/profit for the period		-	-	-	(14,343,372)	-	185,355	272,753	(13,885,264)
<b>Total comprehensive income for the period</b>		-	-	-	<b>(14,343,372)</b>	-	<b>185,355</b>	<b>272,753</b>	<b>(13,885,264)</b>
<b>Contributions by and distributions to owners</b>									
Shares issued under Offer for Subscription (Note c)		122,335	-	9,877,665	-	-	-	-	10,000,000
Issue costs and facilitation fees (Note c)		-	-	(250,953)	-	(63,450)	-	-	(314,403)
Shares bought back (Note d)		(2,300)	2,300	-	-	(180,462)	-	-	(180,462)
Dividends paid	8	-	-	-	-	(4,707,677)	-	(313,845)	(5,021,522)
<b>Total contributions by and distributions to owners</b>		<b>120,035</b>	<b>2,300</b>	<b>9,626,712</b>	-	<b>(4,951,589)</b>	-	<b>(313,845)</b>	<b>4,483,613</b>
<b>Other movements</b>									
Realised losses transferred to special reserve (Note a)		-	-	-	-	(855,254)	855,254	-	-
Realisation of previously unrealised gains		-	-	-	(1,573,477)	-	1,573,477	-	-
<b>Total other movements</b>		-	-	-	<b>(1,573,477)</b>	<b>(855,254)</b>	<b>2,428,731</b>	-	-
<b>At 30 June 2022</b>		<b>1,370,810</b>	<b>40,427</b>	<b>24,024,221</b>	<b>23,812,751</b>	<b>13,160,557</b>	<b>38,670,899</b>	<b>2,479,159</b>	<b>103,558,824</b>

Note a: The purpose of this reserve is to fund market purchases of the Company's own shares, to write off existing and future losses and for any other corporate purpose. The transfer of £855,254 to the special reserve from the realised capital reserve above is the total of realised losses incurred by the Company in the period. As at 30 June 2022, the Company has a special reserve of £13,160,557, all of which is distributable under VCT rules. Reserves originating from share issues are not distributable under VCT rules if they arise from share issues that are within three years of the end of an accounting period in which shares were issued.

Note b: The Realised capital reserve and the Revenue reserve together comprise the Profit and Loss Account of the Company.

Note c: Under the Company's Offer for Subscription launched on 20 January 2022, 12,233,462 Ordinary shares were allotted on 9 March 2022, raising net funds of £9,685,597 for the Company. This figure is net of issue costs of £250,953 and facilitation fees of £63,450.

Note d: During the period, the Company repurchased 230,000 of its own shares at the prevailing market price for a total cost of £180,462, which were subsequently cancelled.

The notes on pages 20 to 25 form part of these unaudited Half-Year Financial Statements.

# Unaudited Condensed Statement of Changes in Equity

## for the six months ended 30 June 2021

	Non-distributable reserves				Distributable reserves			Total £
	Called up share capital £	Capital redemption reserve £	Share premium reserve £	Revaluation reserve £	Special distributable reserve £	Realised capital reserve £	Revenue reserve £	
<b>At 1 January 2021</b>	1,263,366	25,536	14,397,509	12,498,006	27,415,880	26,927,746	2,160,473	84,688,516
<b>Comprehensive income for the period</b>								
Profit for the period	-	-	-	22,351,169	-	786,412	156,122	23,293,703
<b>Total comprehensive income for the period</b>	-	-	-	<b>22,351,169</b>	-	<b>786,412</b>	<b>156,122</b>	<b>23,293,703</b>
<b>Contributions by and distributions to owners</b>								
Shares bought back	(7,986)	7,986	-	-	(574,166)	-	-	(574,166)
<b>Total contributions by and distributions to owners</b>	<b>(7,986)</b>	<b>7,986</b>	-	-	<b>(574,166)</b>	-	-	<b>(574,166)</b>
<b>Other movements</b>								
Realised losses transferred to special reserve	-	-	-	-	(707,815)	707,815	-	-
Realisation of previously unrealised gains	-	-	-	(1,622,217)	-	1,622,217	-	-
<b>Total other movements</b>	-	-	-	<b>(1,622,217)</b>	<b>(707,815)</b>	<b>2,330,032</b>	-	-
<b>At 30 June 2021</b>	<b>1,255,380</b>	<b>33,522</b>	<b>14,397,509</b>	<b>33,226,958</b>	<b>26,133,899</b>	<b>30,044,190</b>	<b>2,316,595</b>	<b>107,408,053</b>

The composition of each of these reserves is explained below:

**Called up share capital** - The nominal value of shares originally issued increased for subsequent share issues either via an Offer for Subscription or reduced due to shares bought back by the Company.

**Capital redemption reserve** - The nominal value of shares bought back and cancelled is held in this reserve, so that the Company's capital is maintained.

**Share premium reserve** - This reserve contains the excess of gross proceeds less issue costs over the nominal value of shares allotted under recent Offers for Subscription.

**Revaluation reserve** - Increases and decreases in the valuation of investments held at the period-end are accounted for in this reserve, except to the extent that the diminution is deemed permanent.

In accordance with stating all investments at fair value through profit and loss, all such movements through both revaluation and realised capital reserves are shown within the Income Statement for the period.

**Special distributable reserve** - This reserve is created from cancellations of the balances upon the Share premium reserve, which are transferred to this reserve from time to time. The cost of share buybacks and any realised losses on the sale or impairment of investments (excluding transaction costs) are charged to this reserve. 75% of the Investment Adviser fee expense, and the related tax effect, that are charged to the realised capital reserve are transferred to this reserve. This reserve will also be charged any facilitation fee payments to financial advisers, which arose as part of the Offer for Subscription.

**Realised capital reserve** - The following are accounted for in this reserve:

- Gains and losses on realisation of investments;
- Permanent diminution in value of investments;
- Transaction costs incurred in the acquisition and disposal of investments;
- 75% of the Investment Adviser fee expense and 100% of any performance incentive fee payable, together with the related tax effect to this reserve in accordance with the policies; and
- Capital dividends paid.

**Revenue reserve** - Income and expenses that are revenue in nature are accounted for in this reserve, as well as 25% of the Investment Adviser fee together with the related tax effect, as well as income dividends paid that are classified as revenue in nature.

The notes to the unaudited financial statements on pages 20 to 25 form part of these Half-Year Financial Statements.

# Unaudited Condensed Statement of Cash Flows

for the six months ended 30 June 2022

Notes	Six months ended 30 June 2022 (unaudited) £	Six months ended 30 June 2021 (unaudited) £	Year ended 31 December 2021 (audited) £
<b>Cash flows from operating activities</b>			
(Loss)/profit after tax for the financial period	(13,885,264)	23,293,703	35,512,430
<b>Adjustments for:</b>			
Net investment portfolio losses/(gains)	13,302,763	(23,845,396)	(36,360,661)
Decrease in debtors	256,810	337,663	83,516
Increase in creditors and accruals	26,884	44,594	18,678
<b>Net cash outflow from operations</b>	<b>(298,807)</b>	<b>(169,436)</b>	<b>(746,037)</b>
Corporation tax paid	-	-	(191,171)
<b>Net cash outflow from operating activities</b>	<b>(298,807)</b>	<b>(169,436)</b>	<b>(937,208)</b>
<b>Cash flows from investing activities</b>			
Purchases of investments	9 (2,374,854)	(4,472,581)	(7,541,213)
Disposals of investments	9 5,332,213	6,607,116	15,238,387
(Decrease)/increase in bank deposits with a maturity over three months	(739)	385	256
<b>Net cash inflow from investing activities</b>	<b>2,956,620</b>	<b>2,134,920</b>	<b>7,697,430</b>
<b>Cash flows from financing activities</b>			
Shares issued as part of Offer for subscription	10,000,000	-	-
Issue costs and facilitation fees as part of Offer for subscription	(314,403)	-	-
Equity dividends paid	8 (5,021,522)	-	(6,316,829)
Share capital bought back	(180,462)	(541,719)	(967,755)
<b>Net cash inflow/(outflow) from financing activities</b>	<b>4,483,613</b>	<b>(541,719)</b>	<b>(7,284,584)</b>
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>7,141,426</b>	<b>1,423,765</b>	<b>(524,362)</b>
Cash and cash equivalents at start of period	31,962,077	32,486,439	32,486,439
<b>Cash and cash equivalents at end of period</b>	<b>39,103,503</b>	<b>33,910,204</b>	<b>31,962,077</b>
<b>Cash and cash equivalents comprise:</b>			
Cash at bank and in hand	10 2,973,413	4,353,638	8,604,505
Cash equivalents	10 36,130,090	29,556,566	23,357,572

The notes to the unaudited financial statements on pages 20 to 25 form part of these Half-Year Financial Statements.

# Notes to the Unaudited Condensed Financial Statements

## for the six months ended 30 June 2022

### 1. Company information

Mobeus Income and Growth VCT plc is a public limited company incorporated in England, registration number 5153931. The registered office is 5 New Street Square, London, EC4A 3TW.

### 2. Basis of preparation of the Financial Statements

These Financial Statements are prepared in accordance with accounting policies consistent with Financial Reporting Standard 102 ("FRS 102"), Financial Reporting Standard 104 ("FRS 104") - Interim Financial Reporting, with the Companies Act 2006 and the 2014 Statement of Recommended Practice, 'Financial Statements of Investment Trust Companies and Venture Capital Trusts' ('the SORP') (updated in April 2021) issued by the Association of Investment Companies ("AIC").

The Half-Year Report has not been audited, nor has it been reviewed by the Auditor pursuant to the Financial Reporting Council's (FRC) guidance on Review of Interim Financial Information.

### 3. Principal accounting policies

The accounting policies have been applied consistently throughout the period. Full details of principal accounting policies will be disclosed in the Annual Report, while the policy in respect of investments is included within an outlined box at the top of Note 9 on investments.

### 4. Income

	Six months ended 30 June 2022 (unaudited) £	Six months ended 30 June 2021 (unaudited) £	Year ended 31 December 2021 (audited) £
Dividends	89,109	84,401	446,397
Money-market funds	80,460	1,033	2,664
Loan stock interest	704,235	541,228	1,256,891
Bank deposit interest	3,833	3,064	4,755
Other income	-	5	5
<b>Total Income</b>	<b>877,637</b>	<b>629,731</b>	<b>1,710,712</b>

### 5. Investment Adviser's fees

In accordance with the policy statement published under "Management and Administration" in the Company's prospectus dated 9 July 2004, the Directors have charged 75% of the Investment Adviser's fees to the capital reserve. This is in line with the Board's expectation of the long-term split of returns from the investment portfolio of the Company. For further details, see note 4a on page 58 of the 2021 Annual Report.

	Six months ended 30 June 2022 (unaudited) £	Six months ended 30 June 2021 (unaudited) £	Year ended 31 December 2021 (audited) £
Allocated to revenue return: Investment Adviser's fees	299,444	241,546	525,873
Allocated to capital return: Investment Adviser's fees	898,331	724,638	1,577,618
<b>Total</b>	<b>1,197,775</b>	<b>966,184</b>	<b>2,103,491</b>

## 6. Taxation

There is no tax charge for the period as the Company has deductible expenses in excess of taxable income.

	Six months ended 30 June 2022 (unaudited)			Six months ended 30 June 2021 (unaudited)			Year ended 31 December 2021 (audited)		
	Revenue £	Capital £	Total £	Revenue £	Capital £	Total £	Revenue £	Capital £	Total £
<b>a) Analysis of tax charge:</b>									
UK Corporation tax on profit for the period	43,077	(43,077)	-	16,823	(16,823)	-	53,768	(53,768)	-
<b>Total current tax charge/(credit)</b>	<b>43,077</b>	<b>(43,077)</b>	<b>-</b>	<b>16,823</b>	<b>(16,823)</b>	<b>-</b>	<b>53,768</b>	<b>(53,768)</b>	<b>-</b>
Corporation tax is based on a rate of 19.0% (2021: 19.0%)									
<b>b) Profit/(loss) on ordinary activities before tax</b>	315,830	(14,201,094)	(13,885,264)	172,945	23,120,758	23,293,703	729,387	34,783,043	35,512,430
Profit/(loss) on ordinary activities multiplied by rate of corporation tax in the UK of 19.0% (2021: 19.0%)	60,007	(2,698,208)	(2,638,201)	32,859	4,392,944	4,425,803	138,584	6,608,778	6,747,362
<b>Effect of:</b>									
UK dividends	(16,930)	-	(16,930)	(16,036)	-	(16,036)	(84,816)	-	(84,816)
Net investment portfolio losses/(gains) not allowable/(taxable)	-	2,527,525	2,527,525	-	(4,530,625)	(4,530,625)	-	(6,908,526)	(6,908,526)
Losses not utilised	-	127,606	127,606	-	120,858	120,858	-	245,980	245,980
<b>Actual current tax charge</b>	<b>43,077</b>	<b>(43,077)</b>	<b>-</b>	<b>16,823</b>	<b>(16,823)</b>	<b>-</b>	<b>53,768</b>	<b>(53,768)</b>	<b>-</b>

## 7. Basic and diluted earnings per share

The basic and diluted earnings, revenue return and capital return per share shown below for each period are respectively based on numerators i)-iii), each divided by the weighted average number of shares in issue in the period - see iv) below.

	Six months ended 30 June 2022 (unaudited) £	Six months ended 30 June 2021 (unaudited) £	Year ended 31 December 2021 (audited) £
i) Total (losses)/earnings after taxation	(13,885,264)	23,293,703	35,512,430
<b>Basic and diluted earnings per share</b>	<b>(10.47)p</b>	<b>18.45p</b>	<b>28.21p</b>
ii) Revenue earnings from ordinary activities after taxation	272,753	156,122	675,619
<b>Basic and diluted revenue earnings per share</b>	<b>0.21p</b>	<b>0.12p</b>	<b>0.54p</b>
Net investment portfolio (losses)/gains	(13,302,763)	23,845,396	36,360,661
Capital Investment Adviser's fees less taxation	(855,254)	(707,815)	(1,523,850)
iii) Total capital (losses)/earnings	(14,158,017)	23,137,581	34,836,811
<b>Basic and diluted capital earnings per share</b>	<b>(10.68)p</b>	<b>18.33p</b>	<b>27.67p</b>
iv) Weighted average number of shares in issue in the period	132,670,472	126,244,156	125,868,010

Notes:

a) Basic earnings per share is total earnings after taxation divided by the weighted average number of shares in issue.

b) Basic revenue earnings per share is the revenue earnings after taxation divided by the weighted average number of shares in issue.

c) Basic capital earnings per share is the total capital earnings after taxation divided by the weighted average number of shares in issue.

# Notes to the Unaudited Condensed Financial Statements

## for the six months ended 30 June 2022

### 8. Dividends paid

Dividend	Type	For the year ended 31 December	Pence per share	Date paid	Six months ended 30 June 2022 (unaudited) £	Six months ended 30 June 2021 (unaudited) £	Year ended 31 December 2021 (audited) £
Interim	Income	2021	0.25p	12 July 2021	-	-	315,841
Interim	Capital	2021	4.75p*	12 July 2021	-	-	6,000,988
Interim	Income	2022	0.25p	7 January 2022	313,845	-	-
Interim	Capital	2022	3.75p*	7 January 2022	4,707,677	-	-
					<b>5,021,522</b>	<b>-</b>	<b>6,316,829</b>

\* This dividend was paid out of the Company's special distributable reserve.

The Board declared an interim dividend in respect of the year ending 31 December 2022 of 4.00 pence per share which was paid to Shareholders on 15 July 2022.



## 9. Summary of movement on investments during the period

The most critical estimates, assumptions and judgements relate to the determination of the carrying value of investments at "fair value through profit and loss" (FVTPL). All investments held by the Company are classified as FVTPL and measured in accordance with the International Private Equity and Venture Capital Valuation ("IPEV") guidelines, as updated in December 2018. This classification is followed as the Company's business is to invest in financial assets with a view to profiting from their total return in the form of capital growth and income.

Purchases and sales of unlisted investments are recognised when the contract for acquisition or sale becomes unconditional. For investments actively traded on organised financial markets, fair value is generally determined by reference to Stock Exchange market quoted bid prices at the close of business on the balance sheet date. Purchases and sales of quoted investments are recognised on the trade date where a contract of sale exists whose terms require delivery within a time frame determined by the relevant market. Where the terms of a disposal state that consideration may be received at some future date and, subject to the conditionality and materiality of the amount of deferred consideration, an estimate of the fair value discounted for the time value of money may be recognised through the Income Statement. In other cases, the proceeds will only be recognised once the right to receive payment is established and there is no reasonable doubt that payment will be received.

Unquoted investments are stated at fair value by the Directors at each measurement date in accordance with appropriate valuation techniques, which are consistent with the IPEV guidelines:-

- (i) Each investment is considered as a whole on a 'unit of account' basis, i.e. that the value of each portfolio company is considered as a whole, alongside consideration of:-

The price of new or follow on investments made, if deemed to be made as part of an orderly transaction, are considered to be at fair value at the date of the transaction. The inputs that derived the investment price are calibrated within individual valuation models and at subsequent quarterly measurement dates are reconsidered for any changes in light of more recent events or changes in the market performance of the investee company. The valuation bases used are the following:

- a) a multiple basis. The enterprise value of the investment may be determined by applying a suitable price-earnings ratio, revenue or gross profit multiple to that company's historic, current or forecast post-tax earnings before interest and amortisation, or revenue, or gross profit (the ratio used being based on a comparable sector but the resulting value being adjusted to reflect points of difference identified by the Investment Adviser compared to the sector including, inter alia, scale and liquidity).

or:-

- b) where a company's underperformance against plan indicates a diminution in the value of the investment, provision against the price of a new investment is made, as appropriate.
- (ii) Premiums, to the extent that they are considered capital in nature, and that they will be received upon repayment of loan stock investments are accrued at fair value when the Company receives the right to the premium and when considered recoverable.
  - (iii) Where a multiple or the price of recent investment less impairment basis is not appropriate and overriding factors apply, a discounted cash flow, net asset valuation, realisation proceeds or a weighted average of these bases may be applied.

Capital gains and losses on investments, whether realised or unrealised, are dealt with in the profit and loss and revaluation reserves and movements in the period are shown in the Income Statement. All figures are shown net of any applicable transaction costs incurred by the Company.

All investments are initially recognised and subsequently measured at fair value. Changes in fair value are recognised in the Income Statement.

A key judgement made in applying the above accounting policy relates to investments that are permanently impaired. Where the value of an investment has fallen permanently below the price of recent investment, the loss is treated as a permanent impairment and as a realised loss, even though the investment is still held. The Board assesses the portfolio for such investments and, after agreement with the Investment Adviser, will agree the values that represent the extent to which an investment loss has become realised. This is based upon an assessment of objective evidence of that investment's future prospects, to determine whether there is potential for the investment to recover in value.

Accounting standards classify methods of fair value measurement as Levels 1, 2 and 3. This hierarchy is based upon the reliability of information used to determine the valuation. All of the unquoted investments are Level 3, i.e. fair value is measured using techniques using inputs that are not based on observable market data.

# Notes to the Unaudited Condensed Financial Statements

## for the six months ended 30 June 2022

	Traded on AIM	Unquoted equity shares	Unquoted preference shares	Unquoted loan stock	Total
	Level 1	Level 3	Level 3	Level 3	
	£	£	£	£	£
Valuation at 1 January 2022	12,518,431	54,832,186	2,112,663	10,344,391	79,807,671
Purchases at cost	-	511,565	1,305,289	558,000	2,374,854
Sales - proceeds	-	(3,926,991)	-	(1,405,222)	(5,332,213)
Net realised gains (Note)	-	1,040,609	-	-	1,040,609
Net unrealised (losses)/gains on investments (Note)	(7,850,241)	(6,377,198)	74,451	(190,384)	(14,343,372)
<b>Valuation at 30 June 2022</b>	<b>4,668,190</b>	<b>46,080,171</b>	<b>3,492,403</b>	<b>9,306,785</b>	<b>63,547,549</b>
Book cost at 30 June 2022	864,604	24,704,307	3,239,979	12,574,686	41,383,576
Permanent impairment in value of investments	-	(1,648,476)	(302)	-	(1,648,778)
Unrealised gains/(losses) at 30 June 2022	3,803,586	23,024,340	252,726	(3,267,901)	23,812,751
<b>Valuation at 30 June 2022</b>	<b>4,668,190</b>	<b>46,080,171</b>	<b>3,492,403</b>	<b>9,306,785</b>	<b>63,547,549</b>
<b>Gains on investments</b>					
Net realised gains based on historical cost	-	2,614,086	-	-	2,614,086
Less amounts recognised as unrealised gains in previous years	-	(1,573,477)	-	-	(1,573,477)
<b>Net realised gains based on carrying value at 31 December 2021</b>	<b>-</b>	<b>1,040,609</b>	<b>-</b>	<b>-</b>	<b>1,040,609</b>
Net movement in unrealised (losses)/gains in the period	(7,850,241)	(6,377,198)	74,451	(190,384)	(14,343,372)
<b>Net investment portfolio (losses)/gains for the period ended 30 June 2022</b>	<b>(7,850,241)</b>	<b>(5,336,589)</b>	<b>74,451</b>	<b>(190,384)</b>	<b>(13,302,763)</b>

Note) Net realised gains on investments of £1,040,609 together with net unrealised losses of £14,343,372 equal net investment portfolio losses of £13,302,763 as disclosed in the Income Statement.

Level 3 unquoted equity and loan investments are valued in accordance with IPEV guidelines as follows:

	As at 30 June 2022 (unaudited) £	As at 30 June 2021 (unaudited) £	As at 31 December 2021 (audited) £
Multiple of earnings, revenue, or gross margin, as appropriate	57,046,213	53,960,080	66,953,246
Net asset value	-	368,852	-
Recent investment price	1,311,667	1,994,040	-
Estimated realisation proceeds	66,194	66,194	66,194
Recent investment price (reviewed for impairment)	455,285	67,450	269,800
<b>Total</b>	<b>58,879,359</b>	<b>56,456,616</b>	<b>67,289,240</b>

## 10. Current asset investments and cash at bank

	As at 30 June 2022 (unaudited) £	As at 30 June 2021 (unaudited) £	As at 31 December 2021 (audited) £
OEIC Money market funds	36,130,090	29,556,566	23,357,572
Cash equivalents per Statement of Cash Flows	36,130,090	29,556,566	23,357,572
Bank deposits that mature after three months	1,005,781	1,004,913	1,005,042
<b>Current asset investments</b>	<b>37,135,871</b>	<b>30,561,479</b>	<b>24,362,614</b>
<b>Cash at bank</b>	<b>2,973,413</b>	<b>4,353,638</b>	<b>8,604,505</b>

## 11. Basic and diluted net asset value per ordinary share

	As at 30 June 2022 (unaudited)	As at 30 June 2021 (unaudited)	As at 31 December 2021 (audited)
Net assets	£103,558,824	£107,408,053	£112,960,475
Number of shares in issue	137,080,943	125,538,048	125,077,481
<b>Basic and diluted net asset value per share (pence)</b>	<b>75.55p</b>	<b>85.56p</b>	<b>90.31p</b>

## 12. Post balance sheet events

On 5 July 2022, the Company made a further investment of £0.78 million into Vivacity Labs Limited, an Artificial Intelligence and Urban Traffic Control ("UTC") system.

On 23 August 2022, the Company made a further investment of £0.43 million into Bleach (London) Holdings Limited, a hair colourants brand.

## 13. Financial statements for the period ended 30 June 2022

The information for the six months ended 30 June 2022 does not comprise statutory accounts within the meaning of Section 434 of the Companies Act 2006. The Financial Statements for the year ended 31 December 2021 have been filed with the Registrar of Companies. The auditor has reported on these Financial Statements and that report was unqualified and did not contain a statement under section 498(2) or (3) of the Companies Act 2006.

## 14. Half-Year Report

Copies of this Report are being sent to all Shareholders who elected to receive a paper copy otherwise Shareholders are being notified that a copy is available on the Company's website. Further copies are available free of charge from the Company's registered office, 5 New Street Square, London, EC4A 3TW, or can be downloaded via the Company's website at [www.miqvct.co.uk](http://www.miqvct.co.uk).

# Shareholder Information

## Communication with Shareholders

We aim to communicate regularly with our Shareholders. The May annual general meeting provides a useful platform for the Board to meet Shareholders and exchange views. Your Board welcomes your attendance at general meetings, if practicable and circumstances allow, to give you the opportunity to meet your Directors and representatives of the Investment Adviser. The Company releases Interim Management Statements in respect of those quarters where it does not publish half or full year accounts.

The Investment Adviser holds an annual shareholder event. The last event was held as a virtual event on 25 February 2022 and a recording of it is available on the Company's website via the home page at [www.migvct.co.uk](http://www.migvct.co.uk).

Shareholders wishing to follow the Company's progress can visit its website at [www.migvct.co.uk](http://www.migvct.co.uk). The website includes dedicated pages on the Company providing up-to-date details on fund performance and dividends as well as publicly available information on the Company's portfolio of investments and copies of company reports. There is also a link to the London Stock Exchange's website at: [www.londonstockexchange.com](http://www.londonstockexchange.com) where Shareholders can obtain up to the minute details of the share price and the latest NAV announcements, etc.

## Shareholder enquiries:

For any changes to your personal information, the Registrar can be contacted via their website [www.investorcentre.co.uk](http://www.investorcentre.co.uk), by post or by phone at: Computershare Investor Services PLC, The Pavilions, Bridgwater Road, Bristol BS99 6ZZ, tel: 0370 707 1155.

To contact the Chairman or any member of Board, please contact the Company Secretary, Gresham House Asset Management Limited, in the first instance on 020 7024 7600 or by e-mail to [mobeusvcts@greshamhouse.com](mailto:mobeusvcts@greshamhouse.com).

## Financial calendar

September 2022	Announcement of the Company's Half-Year results and circulation of the Half-Year Report for the six months ended 30 June 2022 to Shareholders.
31 December 2022	Year-end.
March 2023	Announcement of the Company's annual results and circulation of Annual Report and Financial Statements for the year ended 31 December 2022 to Shareholders.
May 2023	Annual General Meeting.

## Selling your shares

The Company's Shares are listed on the London Stock Exchange and as such they can be sold in the same way as any other quoted company through a stockbroker. Shareholders are also advised to discuss their individual tax position with their financial advisor before deciding to sell their shares.

The Company is unable to buy back shares direct from Shareholders, so you will need to use a stockbroker to sell your shares. If you are considering selling your shares or trading in the secondary market, please contact the Company's Corporate Broker, Panmure Gordon (UK) Limited ("Panmure"). Panmure 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.

Panmure can be contacted as follows:

Chris Lloyd 0207 886 2716  
[chris.lloyd@panmure.com](mailto:chris.lloyd@panmure.com)

Paul Nolan 0207 886 2717  
[paul.nolan@panmure.com](mailto:paul.nolan@panmure.com)

## Dividends

Shareholders who wish to have dividends paid directly into their bank account rather than sent by cheque to their registered address can complete a mandate for this purpose. Mandates can be updated online by visiting [www.investorcentre.co.uk](http://www.investorcentre.co.uk) or, alternatively, they can be obtained by contacting the Company's Registrar, Computershare Investor Services PLC at the address given in the Corporate Information at the end of the report.

**Shareholders are encouraged to ensure that the Registrar has the correct and up-to-date details for their accounts and to check whether they have received all dividends payments. This is particularly important if a Shareholder has recently changed address or changed their bank. We are aware that a number of dividends remain unclaimed by Shareholders and whilst we will endeavour to contact them if this is the case, we cannot guarantee that we will be able to do so if the Registrars do not have an up-to-date postal or email address. You can update your contact details and view any unclaimed dividend payments on the Computershare Investor Centre at [www.investorcentre.co.uk](http://www.investorcentre.co.uk).**

## Common Reporting Standard and Foreign Account Tax Compliance Act (“FATCA”)

Tax legislation was introduced with effect from 1 January 2016 under the Organisation for Economic Co-operation and Development Common Reporting Standard for Automatic Exchange of Financial Account Information. The legislation requires investment trust companies to provide personal and financial account information to HMRC on certain investors who purchase their shares including details of their shareholding and income from the shares. As an affected entity, the Company has to provide information annually to HMRC relating to a number of non-UK based certificated Shareholders who are deemed to be resident for tax purposes in any of the 90 plus countries who have joined CRS. All new Shareholders, excluding those shares are held in CREST, who are entered onto the share register from 1 January 2016 will be asked to provide the relevant information. Additionally, HMRC changed its policy position on FATCA in June 2016. We understand that this means, as a result of the restricted secondary market in VCT shares, the Company’s shares will not be considered to be “regularly traded”. This means the Company is also an affected entity for the purposes of this legislation and as such will have to provide information annually to HMRC relating to Shareholders who are resident for tax purposes in the United States.

For further information, please see HMRC’s Quick Guide: Automatic Exchange of Information – information for account holders: <https://www.gov.uk/government/publications/exchange-of-information-account-holders>.

## Fraud Warning

### Boiler Room fraud and unsolicited communications to Shareholders

We have been made aware of an increase in the number of Shareholders being contacted in connection with sophisticated but fraudulent financial scams which purport to come from the Company or to be authorised by it. This is often by a phone call or an email usually originating from outside of the UK, often claiming or appearing to be from a corporate finance firm offering to buy your VCT shares at an inflated price.

Further information on boiler room scams and fraud advice plus who to contact, can be found first in the answer to a question “What should I do if I receive an unsolicited offer for my shares?” within the VCT Investor area of the Investment Adviser’s website in the A Guide to VCTs section: [www.mobeusvcts.co.uk](http://www.mobeusvcts.co.uk) and secondly, in a link to the FCA’s ScamSmart site: [www.fca.org.uk/scamsmart](http://www.fca.org.uk/scamsmart)

We strongly recommend that you seek financial advice before taking any action if you remain in any doubt. You can also contact the Investment Adviser on 0207 024 7600, or email [info@greshamhouse.com](mailto:info@greshamhouse.com) to check whether any claims made by a caller are genuine.

Shareholders are also encouraged to ensure their personal data is always held securely and that data held by the Registrar of the Company is up to date, to avoid cases of identity fraud.

# Performance Data at 30 June 2022

The following table shows, for all investors in Mobeus Income & Growth VCT plc and the former Matrix Income & Growth 3 VCT plc, how their investment has performed since they were originally allotted shares in each fundraising.

Total return data, which includes cumulative dividends paid to date, is shown on both a share price and a NAV basis as at 30 June 2022. The NAV basis enables shareholders to evaluate more clearly the performance of the Investment Adviser, as it reflects the underlying value of the portfolio at the reporting date. This is the most widely used measure of performance in the VCT sector.

## MIG VCT Fundraisings

Share price as at 30 June 2022 **78.50p<sup>1</sup>**

NAV per share as at 30 June 2022 **75.55p**

Allotment date(s)	Allotment price (p)	Net allotment price <sup>2</sup> (p)	Cumulative dividends paid per share <sup>3</sup> (p)	Total return per share to Shareholders since allotment (Share price basis) <sup>1</sup> (p)	(NAV basis) (p)
<b>Funds raised 2004/05</b>					
Between 5 October 2004 and 29 June 2005	100.00	60.00	148.80	227.30	224.35
<b>Funds raised 2011 (Linked offer)</b>					
21 January 2011	98.00	68.60	127.50	206.00	203.05
28 February 2011	102.30	71.61	127.50	206.00	203.05
22 March 2011	102.30	71.61	127.50	206.00	203.05
01 April 2011	102.30	71.61	127.50	206.00	203.05
05 April 2011	102.30	71.61	127.50	206.00	203.05
10 May 2011	100.60	70.42	127.50	206.00	203.05
06 July 2011	95.30	66.71	122.50	201.00	198.05
<b>Funds raised 2012 (Linked offer)</b>					
08 March 2012	101.20	70.84	122.00	200.50	197.55
04 April 2012	101.20	70.84	122.00	200.50	197.55
05 April 2012	101.20	70.84	122.00	200.50	197.55
10 May 2012	101.20	70.84	122.00	200.50	197.55
10 July 2012	95.50	66.85	115.75	194.25	191.30
<b>Funds raised 2013 (Linked offer)</b>					
14 January 2013	94.60	66.22	110.75	189.25	186.30
28 March 2013	97.40	68.18	110.75	189.25	186.30
04 April 2013	97.40	68.18	110.75	189.25	186.30
05 April 2013	97.40	68.18	110.75	189.25	186.30
10 April 2013 pre RDR <sup>4</sup>	99.80	69.86	110.75	189.25	186.30
10 April 2013 post RDR <sup>4</sup>	97.40	68.18	110.75	189.25	186.30
07 May 2013	95.40	66.78	108.75	187.25	184.30
<b>Funds raised 2014 (Linked offer)</b>					
09 January 14	100.01 <sup>5</sup>	70.01	104.75	183.25	180.30
11 February 14	100.28 <sup>5</sup>	70.20	104.75	183.25	180.30
31 March 14	106.71 <sup>5</sup>	74.70	104.75	183.25	180.30
03 April 14	107.19 <sup>5</sup>	75.03	104.75	183.25	180.30
04 April 14	106.54 <sup>5</sup>	74.58	104.75	183.25	180.30
06 June 14	108.50 <sup>5</sup>	75.95	101.50	180.00	177.05
<b>Funds raised 2015 (Joint offer)</b>					
14 January 2015	96.90 <sup>5</sup>	67.83	84.50	163.00	160.05
17 February 2015	98.37 <sup>5</sup>	68.86	84.50	163.00	160.05
10 March 2015	99.40 <sup>5</sup>	69.58	84.50	163.00	160.05
<b>Funds raised 2017 (Joint offer)</b>					
28 September 2017	74.70 <sup>5</sup>	52.29	44.00	122.50	119.55
20 October 2017	74.89 <sup>5</sup>	52.42	44.00	122.50	119.55
09 November 2017	75.82 <sup>5</sup>	53.07	44.00	122.50	119.55
20 November 2017	76.98 <sup>5</sup>	53.89	44.00	122.50	119.55
21 November 2017	76.90 <sup>5</sup>	53.83	44.00	122.50	119.55
24 January 2018	72.68 <sup>5</sup>	50.88	40.00	118.50	115.55
13 March 2018	72.64 <sup>5</sup>	50.85	40.00	118.50	115.55
<b>Funds raised 2020 (Joint offer)</b>					
08 January 2020	65.20 <sup>5</sup>	45.64	21.00	99.50	96.55
02 April 2020	61.25 <sup>5</sup>	42.88	21.00	99.50	96.55
<b>Funds raised 2021/22 (Joint offer)</b>					
09 March 2022	79.17 <sup>5</sup>	55.42	-	78.50	75.55

<sup>1</sup> - Source: Panmure Gordon & Co (mid-price basis), when the latest announced NAV per share at 31 March 2022 was 82.18 pence. The share price of 78.50 pence has been adjusted for a 4.00 pence dividend paid after the period-end on 15 July 2022, which was ex-div at 30 June 2022. Shareholders should note that the share price and total return (share price basis) at 30 June 2022 does not yet reflect the fall in NAV per share at 30 June 2022.

<sup>2</sup> - Net allotment price is the allotment price less applicable income tax relief. Income tax relief was 40% from 6 April 2004 to 5 April 2006, and 30% thereafter.

<sup>3</sup> - For derivation, see table on page 29.

<sup>4</sup> - RDR means the date of implementation of the Retail Distribution Review on 31 December 2012, which affected the level of charges in the allotment price for applications received before and after that date.

<sup>5</sup> - Average effective offer price. Shares were allotted pursuant to the 2013/14, 2014/15, 2017/18, 2019/20 and 2021/22 Offers at individual prices for each investor in accordance with the allotment formula as set out in each Offer's Securities Note.

## MIG 3 VCT Fundraising

Share price as at 30 June 2022 **83.64p<sup>1</sup>**

NAV per share as at 30 June 2022 **80.50p**

Shareholders in the former Matrix Income & Growth 3 VCT plc received approximately 1.0655 shares in the Company for each MIG 3 VCT share that they held on 20 May 2010, when the two VCTs merged. Both the share price and the NAV per share shown above have been adjusted using this merger ratio.

Allotment date(s)	Allotment price (p)	Net allotment price <sup>2</sup> (p)	Cumulative dividends paid per share <sup>3</sup> (p)	Total return per share to Shareholders since allotment (Share price basis) (p)	(NAV basis) (p)
<b>Funds raised 2006</b>					
Between 24 January 2006 and 5 April 2006	100.00	<b>60.00</b>	146.47	<b>230.11</b>	<b>226.97</b>

<sup>1</sup> - Source: Panmure Gordon & Co (mid-price basis), as adjusted for the merger ratio.

<sup>2</sup> - Net allotment price is the allotment price less applicable income tax relief. Income tax relief was 40% from 6 April 2004 to 5 April 2006, and 30% thereafter.

<sup>3</sup> - For derivation, see table below.

## Cumulative dividends paid

Payment date	2004 (MIG VCT) (p)	2006 (MIG 3 VCT) (p)	2011 (Linked offer) (p)	2012 (Linked offer) (p)	2013 (Linked offer) (p)	2014 (Linked offer) (p)	2015 (Joint offer) (p)	2017 (Joint offer) (p)	2020 (Joint offer) (p)	2022 (Joint offer) (p)
27 September 2005	0.30									
16 May 2006	0.70									
14 September 2006	0.80									
18 May 2007	1.40	1.25								
20 September 2007	1.00	1.00								
21 May 2008	7.80	1.50								
11 September 2008	3.30	1.00								
15 May 2009	1.00	0.80								
21 April 2010	5.00	4.00								
<b>20 May 2010 Merger of MIG VCT and MIG 3 VCT</b>										
27 May 2011	5.00	5.33 <sup>1</sup>	5.00							
15 September 2011	0.50	0.53 <sup>1</sup>	0.50							
22 May 2012	6.25	6.66 <sup>1</sup>	6.25	6.25						
20 September 2012	5.00	5.33 <sup>1</sup>	5.00	5.00						
15 May 2013	2.00	2.13 <sup>1</sup>	2.00	2.00	2.00					
18 September 2013	4.00	4.26 <sup>1</sup>	4.00	4.00	4.00					
14 May 2014	3.25	3.46 <sup>1</sup>	3.25	3.25	3.25	3.25				
17 September 2014	17.00	18.11 <sup>1</sup>	17.00	17.00	17.00	17.00				
30 April 2015	7.00	7.46 <sup>1</sup>	7.00	7.00	7.00	7.00	7.00			
17 September 2015	3.00	3.20 <sup>1</sup>	3.00	3.00	3.00	3.00	3.00			
31 May 2016	7.00	7.46 <sup>1</sup>	7.00	7.00	7.00	7.00	7.00			
20 September 2016	8.50	9.06 <sup>1</sup>	8.50	8.50	8.50	8.50	8.50			
31 March 2017	6.00	6.39 <sup>1</sup>	6.00	6.00	6.00	6.00	6.00			
13 September 2017	9.00	9.59 <sup>1</sup>	9.00	9.00	9.00	9.00	9.00			
08 December 2017	4.00	4.26 <sup>1</sup>	4.00	4.00	4.00	4.00	4.00	4.00		
17 May 2018	3.00	3.20 <sup>1</sup>	3.00	3.00	3.00	3.00	3.00	3.00		
21 September 2018	2.00	2.13 <sup>1</sup>	2.00	2.00	2.00	2.00	2.00	2.00		
17 May 2019	5.00	5.33 <sup>1</sup>	5.00	5.00	5.00	5.00	5.00	5.00		
20 September 2019	4.00	4.26 <sup>1</sup>	4.00	4.00	4.00	4.00	4.00	4.00		
06 December 2019	2.00	2.13 <sup>1</sup>	2.00	2.00	2.00	2.00	2.00	2.00		
08 January 2020	4.00	4.26 <sup>1</sup>	4.00	4.00	4.00	4.00	4.00	4.00		
07 May 2020	6.00	6.39 <sup>1</sup>	6.00	6.00	6.00	6.00	6.00	6.00	6.00	
17 December 2020	5.00	5.33 <sup>1</sup>	5.00	5.00	5.00	5.00	5.00	5.00	5.00	
12 July 2021	5.00	5.33 <sup>1</sup>	5.00	5.00	5.00	5.00	5.00	5.00	5.00	
15 January 2022	4.00	5.33 <sup>1</sup>	4.00	4.00	4.00	4.00	4.00	4.00	4.00	
<b>Total dividends paid<sup>2</sup></b>	<b>148.80</b>	<b>146.47</b>	<b>127.50</b>	<b>122.00</b>	<b>110.75</b>	<b>104.75</b>	<b>84.50</b>	<b>44.00</b>	<b>20.00</b>	<b>0.00</b>

<sup>1</sup> - The dividends paid after the merger, on MIG VCT shareholdings arising from former MIG 3 VCT shareholdings, have been restated for the merger conversion ratio.

<sup>2</sup> - The above data relates to an investor in the first allotment of each fundraising. The precise amount of dividends paid to Shareholders by date of allotment is shown on page 28 and above.

# Glossary of terms

## Alternative performance measure (“APM”)

A financial measure of historical or future financial performance, financial position, or cash flows, other than a financial measure defined or specified in the Company’s financial reporting framework. These APMs tend to be industry specific terms which help Shareholders to understand and assess the Company’s progress. A number of terms contained within this Glossary have been identified as APMs.

## Cumulative dividends paid (APM)

The total amount of dividend distributions by the Company over the time period specified. A list of all dividends paid since launch of the Company is shown as part of the Performance data appendix on pages 28 and 29. Dividends paid in the period/year and dividends paid in respect of a year are shown in Note 8.

## Cumulative total return (APM)

Cumulative total return per share comprises the NAV per share (NAV basis) or the mid-market price per share (Share price basis) both at the end date of a period under review, plus cumulative dividends paid up to that end date since launch in October 2004.

## EBITDA

Earnings before interest, tax, depreciation and amortisation. It can be seen as a proxy for the level of cash flow generated by a business.

## Gross Profit

The profit a company makes after deducting the costs associated with making and selling its products, or the costs associated with providing its services.

## Internal Rate of Return (“IRR”) (APM)

The internal rate of return is the annual discount rate that equates the original investment cost with the value of subsequent cash flows (such as receipts/dividends or further investment) and the latest valuation/exit proceeds. Generally speaking, the higher an investment’s IRR, the more successful it is.

## Net asset value or NAV

The value of the Company’s total assets less its total liabilities. It is equal to the total equity Shareholders’ funds.

## Net asset value per share or NAV per share

The net asset value per share is calculated as total equity Shareholders’ funds divided by the number of Ordinary shares in issue at the year-end.

## NAV Total Return (APM)

This measure combines two types of returns received by Shareholders. Firstly, as income in the form of dividends and secondly, as capital movements (net asset value) of the value of the Company.

It is a performance measure that adjusts for dividends that have been paid in a period or year. This allows Shareholders to assess the returns they have received both in terms of the performance of the Company but also including dividends they have received from the Company which no longer form part of the Company’s assets.

It is calculated as the percentage return achieved after taking the closing NAV per share and adding dividends paid in the year and dividing the total by the opening NAV per share. The Directors believe that this is the most meaningful method for Shareholders to assess the investment performance of the Company.

To aid comparison with the wider Investment Trust market, the Annual Report also contains a Total Return performance measure which assumes dividends are reinvested. This assumes that dividends paid are reinvested at the date of payment at a price equivalent to the latest announced NAV at the ex-div date. Where this is referred to it will be specified in the Notes.

## Ongoing charges ratio (APM)

This figure, calculated using the AIC recommended methodology, shows Shareholders the annual percentage reduction in shareholder returns as a result of recurring operational expenses, assuming markets remain static and the portfolio is not traded. Although the Ongoing Charges figure primarily is based upon historic information, it provides Shareholders with an indication of the likely level of costs that will be incurred in managing the Company in the future.

## Realised gain/(losses) in the period/year

This is the profit or loss that arises following the full or partial disposal of a holding in a portfolio company. It is calculated by deducting the value of the holding as at the previous year-end from the proceeds received in respect of such disposal.



**Revenue**

The total amount of income generated by the sale of goods or services related to a company's primary operations.

**Share price Total Return (APM)**

As NAV Total Return, but the Company's mid-market share price (source: Panmure Gordon & Co) is used in place of NAV. This measure more reflects the actual return a Shareholder will have earned, were they to sell their shares at the year/period's end date. It includes the impact of any discounts or premiums at which the share price trades compared to the underlying net asset value of the Company. If the shares trade at a discount, the returns could be less than the NAV Total Return, but if trading at a premium, returns could be higher than the NAV Total Return.

# Corporate Information

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Clive Boothman  
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