



**CF Techinvest Technology
Fund**

Annual Report and Financial Statements
30 April 2009

AUTHORISED CORPORATE DIRECTOR ('ACD')
Capita Financial Managers Limited
Head Office:
Ibex House
42 – 47 Minories
London EC3N 1DX
Telephone: 0870 607 2555 Fax: 0870 607 2550
Email: enquiries@capitafinancial.com
(Authorised and regulated by the Financial Services Authority)

DIRECTORS OF THE ACD
C. Addenbrooke
L. Everitt
C. Hayes
K.J. Midl
J. Millan

INVESTMENT MANAGER
Techinvest Limited
Merchants House
27/30 Merchants Quay
Dublin 8
Republic of Ireland
(Authorised and regulated by the Irish Financial Regulatory Authority)

DEPOSITARY
BNY Mellon Trust & Depositary (UK) Limited
The Bank of New York Mellon Centre
160 Queen Victoria Street
London EC4V 4LA
(Authorised and regulated by the Financial Services Authority)

REGISTRARS
Capita Financial Administrators Limited
Customer Service Centre:
2 The Boulevard
City West One Office Park
Gelderd Road
Leeds LS12 6NT
Telephone: 0845 922 0044 Fax: 0113 224 6001
(Authorised and regulated by the Financial Services Authority)

AUDITORS
Ernst & Young LLP
1 More London Place
London SE1 2AF

CONTENTS

Investment Manager's Report	2
Comparative Tables	5
Authorised Status	6
Statement of ACD's Responsibilities	7
Statement of Depositary's Responsibilities	7
Report of the Depositary	8
Certification of Accounts by Directors of the ACD	8
Independent Auditors' Report to the Members of CF Techinvest Technology Fund	9
FINANCIAL STATEMENTS	
Statement of Total Return	11
Statement of Change in Shareholders' Net Assets	11
Portfolio Statement	12
Balance Sheet	17
Summary of Material Portfolio Changes	18
Notes to the Financial Statements	20
General Information	30

INVESTMENT MANAGER'S REPORT FOR THE YEAR ENDED 30 APRIL 2009

INVESTMENT OBJECTIVE AND POLICY

The investment objective of CF Techninvest Technology Fund (the 'Fund') is to provide capital growth from capital appreciation and the accumulation of income through a globally invested portfolio of equities and bonds. Emphasis will be placed on technology-based businesses worldwide. It is envisaged that up to 75% of the total Fund value will normally be in securities quoted on the London Stock Exchange, with the balance invested elsewhere, primarily North America.

The technology sector includes, but is not necessarily limited to, companies providing products and services in electronic and electrical equipment, healthcare, information technology hardware, electronic games, media services, support services and telecommunication services.

The FTSE techMARK All-Share Index is the benchmark comparison against which the performance of the Fund is measured.

INVESTMENT REVIEW

Conditions on world stockmarkets over the past year have been extremely volatile and very difficult, certainly the worst since 1973/74 and arguably even further back than that to 1929/32. All stockmarket sectors have suffered, with small cap stocks on AIM faring worst of all, as investors sought sanctuary, albeit with limited success, in larger companies thought to be better able to absorb the many shocks to the world's financial systems.

Against this background, it is pleasing to report that shares in the Fund ended the year to 30 April 2009 at 109.55p, a fall of 15.30% over the twelve months. This is in line with the decline of 13.52% by the techMARK All-Share index over the same period, but is substantially better than the falls recorded by the FTSE 100 (30.29%), the Nasdaq Composite (28.83%) and the FTSE SmallCap (29.87%), while the AIM All-Share index collapsed by as much as 50.94%. It is worth keeping in mind that most of the London holdings in the Fund are both small cap and on AIM.

In our half year Investment Review to shareholders, dated 22 November 2008, we wrote "The market action on Wall Street on November 20/21 was strongly suggestive of a very important market low, if not the ultimate low of this bear market". While this turned out to be true for most of the North American stocks in our portfolio, many of which have since turned in stunning performances, it wasn't quite true of markets overall which went on to make new lows in early March.

Nonetheless, we are pleased to report that the second half of the year to 30 April saw an increase of 11.69% in the value of shares in the Fund, with the North American holdings very much to the fore. This gain contrasts with a fall of 3.05% by the FTSE 100, while the Nasdaq itself was down 0.21%. The AIM All-Share was ahead by 7.86%.

Since its inception almost six years ago now, the Fund's total gain over the period is 9.55%. This is ahead of the 7.67% increase by the FTSE 100 and far ahead of the 20.90% decline in the AIM All-Share. It is however behind both the techMARK All-Share (+53.38%) and the FTSE Small Cap (+12.38%), while the advance in the Nasdaq is 15.04%.

At the time of the half year report, we observed that the period was one of relatively limited activity by the Fund Manager. "With falls in very many stocks bearing little or no apparent relationship to newsflow, there seemed little point jumping out of one to buy another, only to find that it in turn eventually fell too", we wrote.

This policy continued until towards the middle of March when, particularly in the case of North American tech stocks, we sensed the beginnings of a return to reality. Accordingly, the pace of our dealing activity has picked up since. In London especially, it is noticeable that some semblance of a two-way market has finally re-appeared in many smaller stocks.

We ended the year with a cash content of only 4.4%, down from 10.2% in mid-February. North American content amounted to 37.5%, down a tad from the record 37.9% of a couple of days earlier.

The ten largest London holdings, in alphabetical order, at 30 April were: Alphameric, Alterian, Autonomy, Avanti Communications, IDOX (the largest at 3.2%), KBC Advanced Technologies, Microgen, SQS Software Quality Systems, System C Healthcare and Vialogy.

The ten largest North American holdings, also in alphabetical order, were: 3Com, Arcsight (the only software IPO on Nasdaq in 2008, now up some 260% from its low last November), Art Technology, Bridgewater Systems (we have since added again, following exceptional results on 1 May), Ceva, Local.com, March Networks, Openwave Systems, Sandvine and Sycamore Networks. Eight of these have doubled or more from their 2009 lows. In each case the gain is even greater from the late-2008 low. Unbelievably, as subscribers to the *Techninvest* newsletter already know, three of the above were selling at less than their net cash and equivalents on 1 January, while a fourth was going for 81% of its cash value.

Nine of the ten were on attractive PSRs (price-sales ratios) and PRRs (price-research ratios) too. As we said in our half year report, "while these factors were not considered back in Ben Graham's time, we've no doubt that if he were still around today, he would find much of compelling fundamental appeal in many of today's small-cap tech stocks."

We continue to unearth enticing undervalued small caps, particularly in North American markets. Just one week before the year-end for the Fund, we acquired an initial position in Westell Technologies at an average of 39.9 cents a share, well below the net cash of 73 cents per share shown on its 31 December balance sheet.

As we've known the company – and that's going back several decades – it has operated out of Aurora, Illinois as a manufacturer of telecommunications access equipment for use at the interface between telephone exchanges and subscribers. Through the years it has passed through a myriad of corporate hands, eventually returning to the stockmarket (again!) in 1995. Since then, it has struggled to stay consistently profitable. Right now, it is going through one of its loss-making phases. Nonetheless, at 40 cents the PSR is a mere 0.13 and the PRR 1.54. On top of that, a new experienced CEO came aboard near the end of February and a new CFO joined in the middle of April.

Interesting shareholders include top US microcap specialist Royce and Associates, with a 6.3% stake per a 30 January filing, while on 13 February Renaissance Technologies (controlled by James Simons, reputedly the world's 55th richest individual) revealed a 7.5% stake.

Why such a level of interest in a tiny company (market cap: \$30m)? Presumably because, in addition to its turnaround potential, Westell is a likely beneficiary of the \$7billion part of the Obama stimulus package intended for rural broadband applications.

INVESTMENT REVIEW (continued)

Another glaring example of how out-of-kilter small cap US valuations had become is data networking solutions specialist 3Com, which has also been around for a long time in one form or another. The Fund bought the shares last July at \$2.02. During the subsequent autumn panic, the price sank as low as \$1.43, despite no visible change in its prospects.

At that level, based on annual sales of as much as \$1.4 billion, the PSR was 0.41 and the PRR 3.0, while net cash per share was 87 cents or 60% of the share price. The prospective P/E for the current year to May 2009 was only 3.8. Yet this is a company which derives a large and rising portion of its telecoms sales from China, has an intrusion prevention software subsidiary growing at over 40% per annum and in its last two reported quarters had total operating cash flows of \$157m (40 cents a share).

Since then, some semblance of reality has returned with a 190% rise in the shares. The Fund sold 30% of its holding before 30 April, releasing cash to increase its position in Sandvine and to acquire its stake in Westell.

In the most recent issue of the *Techinvest* newsletter posted to subscribers on 1 May, we quoted data underlying the growing recognition in the US of the relative attractions of the technology sector compared to other sectors of the stockmarket. In particular, we noted the debt-free nature of most balance sheets in the sector and the relatively low valuations of most stocks compared to the market at large. We also drew parallels with the years after the end of the protracted 1973/74 bear market, up to then the worst since the 1930s, when tech stocks far outperformed the general market indices for a period of over eight years.

Based on all this, we went on to write: "And with the rapidly rising importance of the Mobile Internet likely to fuel the next tech boom, the tech sector could outperform for some considerable time to come." A copy of the May newsletter can be downloaded from our website (www.techinvest.ie). Click on the newsletter banner on the home page and then download the sample newsletter.

Our focus here at *Techinvest* remains as ever on the longer term. Our many years of experience have taught us to remain largely indifferent to short term stockmarket movements, be they up or down. Typically, we hold stocks for two to three years, often considerably longer.

That doesn't mean we don't top slice a holding where the price has raced ahead of the underlying fundamentals; or, alternatively, add to an existing holding whose value has fallen to what seems to us an unduly depressed level.

We believe the Fund is the only UK authorised one of its type available to the general public that offers significant dual exposure to both the London and North American small cap tech sectors. At 30 April, over 95% was invested in these, with 37% in stocks primarily traded on North American exchanges.

The Fund is valued once a week at 10.00am each Wednesday. The latest price is normally posted by 5:30pm that day on the *Techinvest* website home-page at www.techinvest.ie

TECHINVEST LIMITED
Investment Manager
6 May 2009

COMPARATIVE TABLES

PRICE AND INCOME HISTORY

Accumulation shares

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2004	165.35	124.94	–
2005	152.63	128.33	–
2006	168.11	139.97	–
2007	179.95	139.05	–
2008	143.12	87.91	–
2009*	107.21	87.65	–

* To 30 April 2009.

NET ASSET VALUE

Date	Net Asset Value £	Shares in Issue	Net Asset Value pence per share
30.04.07	16,375,776	9,483,837	172.67
30.04.08	10,738,712	8,496,702	126.39
30.04.09	8,642,995	8,090,092	106.83

RISK WARNING

An investment in an open-ended investment company should be regarded as a medium to long term investment. Investors should be aware that the price of shares and the income from them can fall as well as rise and investors may not receive back the full amount invested. Past performance is not a guide to future performance. Investments denominated in currencies other than the base currency are subject to fluctuation in exchange rates, which can be favourable or unfavourable.

PRICE PER SHARE

Date	Price P	Yield %
06.05.09	114.00	–

TOTAL EXPENSE RATIO

Expense Type	30.04.09 %	30.04.08 %
ACD's periodic charge	1.60	1.60
Other expenses	0.41	0.22
Total expense ratio	2.01	1.82

The Total Expense Ratio represents the total expenses of the Fund, excluding transaction costs, interest payable and expenses of a capital nature, expressed as a percentage of the average net assets during the accounting period.

Other expenses include fees payable to the depositary and auditors, printing costs, registration fees and safe custody and other related bank charges.

FUND PERFORMANCE TO 30 APRIL 2009 (%)

	1 year	3 years	5 years
CF Techinvest Technology Fund	-15.48	-35.58	-27.58
FTSE techMARK All-Share Index	-13.52	-10.48	9.44

The performance of the Fund is based on the net asset value per share.

AUTHORISED STATUS

CF Techinvest Technology Fund is an investment company with variable capital incorporated in England and Wales under registered number IC219 and authorised by the Financial Services Authority with effect from 28 March 2003.

It is a UCITS scheme and the currency of the Fund is pounds sterling.

Shareholders are not liable for the debts of the Fund.

STATEMENT OF ACD'S RESPONSIBILITIES

The ACD is responsible for preparing the financial statements in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice.

The Financial Services Authority's Collective Investment Schemes Sourcebook (the 'COLL Sourcebook') requires the ACD to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Fund and of the net income/expense and of the net gains/losses on the property of the Fund for that year. In preparing those financial statements, the ACD is required to:

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

The ACD is responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Fund and to enable it to ensure that the financial statements comply with the COLL Sourcebook. The ACD is also responsible for safeguarding the assets of the Fund and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In so far as the ACD is aware:

- there is no relevant audit information of which the Fund's Auditors are unaware; and
- the ACD has taken all steps that it ought to have taken to make itself aware of any relevant audit information and to establish that the Auditors are aware of that information.

STATEMENT OF DEPOSITARY'S RESPONSIBILITIES

The Depositary is responsible for the safekeeping of all of the property of the Fund (other than tangible moveable property) which is entrusted to it.

It is the duty of the Depositary to take reasonable care to ensure that the Fund is managed in accordance with the COLL Sourcebook, the Open-Ended Investment Companies Regulations 2001 (SI 2001/1228) (the 'OEIC Regulations') and the Fund's Instrument of Incorporation, in relation to the pricing of, and dealings in, shares in the Fund; the application of income of the Fund; and the investment and borrowing powers of the Fund.

REPORT OF THE DEPOSITARY
FOR THE YEAR ENDED 30 APRIL 2009

In our opinion, during the period under review, we confirm that in all material respects the Fund has carried out the issue, sale, redemption and cancellation, and calculation of the price of the Fund's shares and the application of the Fund's income, in accordance with the rules in the COLL Sourcebook and, where applicable, the OEIC Regulations and the Instrument of Incorporation of the Fund, and has observed the investment and borrowing powers and restrictions applicable to the Fund.

BNY MELLON TRUST & DEPOSITARY (UK) LIMITED
Depositary of CF Techinvest Technology Fund
22 July 2009

CERTIFICATION OF ACCOUNTS BY DIRECTORS OF THE ACD

This report is signed in accordance with the requirements of the COLL Sourcebook.

K.J. MIDL

J. MILLAN

CAPITA FINANCIAL MANAGERS LIMITED
ACD of CF Techinvest Technology Fund
22 July 2009

**INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF
CF TECHINVEST TECHNOLOGY FUND**

We have audited the Company's financial statements for the year ended 30 April 2009 which comprise the Statement of Total Return, Statement of Change in Shareholders' Net Assets, Portfolio Statement, Balance Sheet, Summary of Material Portfolio Changes, related notes 1 to 13 and the Distribution Table. These financial statements have been prepared under the accounting policies set out therein.

This report is made solely to the Company's members, as a body, pursuant to Paragraph 4.5.12 of the rules of the Collective Investment Schemes Sourcebook of the Financial Services Authority. Our audit work has been undertaken so that we might state to the Company's members those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Company and the Company's members as a body, for our audit work, for this report, or for the opinions we have formed.

**RESPECTIVE RESPONSIBILITIES OF THE AUTHORISED CORPORATE DIRECTOR ('ACD'),
DEPOSITARY AND AUDITORS**

The ACD is responsible for the preparation of the Annual Report and the financial statements in accordance with the rules of the Collective Investment Schemes Sourcebook of the Financial Services Authority, the Instrument of Incorporation, and Accounting Standards (United Kingdom Generally Accepted Accounting Practice) as set out in the Statement of ACD's Responsibilities in relation to the financial statements. The Depositary is required to take reasonable care to ensure compliance by the ACD with all relevant requirements.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Statement of Recommended Practice relating to Authorised Funds, the rules of the Collective Investment Schemes Sourcebook of the Financial Services Authority, and the prospectus. We also report to you whether, in our opinion, the Report of the ACD is consistent with the financial statements, whether the ACD has not kept proper accounting records for the Fund or whether the financial statements are not in agreement with those records, and whether we have received all the information and explanations which, to the best of our knowledge and belief, we require for our audit.

We read other information contained in the Annual Report and consider whether it is consistent with the audited financial statements. This other information comprises only the Investment Manager's Report, Comparative Tables, Fund Performance, Authorised Status, Report of the Depositary, Certification of Accounts by Directors of the ACD and the General Information. We consider the implications for our report if we become aware of any apparent misstatements or material inconsistencies with the financial statements. Our responsibilities do not extend to any other information.

BASIS OF AUDIT OPINION

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

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

OPINION

In our opinion;

- the financial statements give a true and fair view, in accordance with United Kingdom Generally Accepted Accounting Practice, of the financial position of the Company as at 30 April 2009 and of the net expense and the net gains and losses on the scheme property of the Company for the year then ended;
- the financial statements have been properly prepared in accordance with the Statement of Recommended Practice relating to Authorised Funds, the rules of the Collective Investment Schemes Sourcebook of the Financial Services Authority and the Instrument of Incorporation.
- the report of the ACD is consistent with the financial statements.
- there is nothing to indicate that proper accounting records have not been kept or that the financial statements are not in agreement with those records; and
- we have received all the information and explanations which, to the best of our knowledge and belief, we require for our audit.

ERNST & YOUNG LLP
Registered Auditor
London
22 July 2009

STATEMENT OF TOTAL RETURN
FOR THE YEAR ENDED 30 APRIL 2009

	Notes	£	30.04.09 £	£	30.04.08 £
Net losses on investments during the year	2		(1,563,128)		(4,013,890)
Currency gains/(losses)			28,441		(1,698)
Income	3	78,620		86,102	
Expenses	4	(184,355)		(253,791)	
Finance costs: Interest	6	–		(218)	
Net expense before taxation		(105,735)		(167,907)	
Taxation	5	(5,376)		(735)	
Net expense after taxation			(111,111)		(168,642)
Total return before distributions			(1,645,798)		(4,184,230)
Finance costs: Distributions	6		–		–
Change in net assets attributable to shareholders			(1,645,798)		(4,184,230)

STATEMENT OF CHANGE IN SHAREHOLDERS' NET ASSETS
FOR THE YEAR ENDED 30 APRIL 2009

	Note	£	30.04.09 £	£	30.04.08 £
Net assets at the start of the year			10,738,712		16,375,776
<i>Movement due to sale/repurchase of shares</i>					
Amounts receivable on issue of shares		78,740		78,851	
Less: Amounts payable on cancellation of shares		(527,974)		(1,530,240)	
			(449,234)		(1,451,389)
Stamp duty reserve tax	1(e)		(685)		(1,445)
Change in net assets attributable to shareholders (see Statement of Total Return above)			(1,645,798)		(4,184,230)
Net assets at the end of the year			8,642,995		10,738,712

PORTFOLIO STATEMENT

AS AT 30 APRIL 2009

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.04.09 %	30.04.08 %
	UNITED KINGDOM			
	OIL & GAS			
	<i>OIL EQUIPMENT, SERVICES & DISTRIBUTION</i>			
450,000	KBC Advanced Technologies	193,500	2.24	1.35
	INDUSTRIALS			
	<i>ELECTRONIC & ELECTRICAL EQUIPMENT</i>			
260,000	Minorplanet Systems	13,000	0.15	
57,857	Orpak Systems	72,321	0.84	
		85,321	0.99	1.35
	<i>INDUSTRIAL TRANSPORTATION</i>			
295,000	Cybit Holdings	75,225	0.87	1.29
	<i>SUPPORT SERVICES</i>			
1,700,000	Eckoh Technologies	106,250	1.23	
594,265	ThirdForce	50,513	0.58	
		156,763	1.81	1.33
	TOTAL INDUSTRIALS	317,309	3.67	3.97
	HEALTH CARE			
330,000	Clearstream Technologies Group	105,600	1.22	
515,400	Cyprotex	25,770	0.30	
75,000	Optos	34,125	0.39	
	TOTAL HEALTH CARE	165,495	1.91	0.79
	CONSUMER SERVICES			
	<i>MEDIA</i>			
80,000	Avanti Communications	143,200	1.66	
330,000	Infoserve	56,100	0.65	
1,450,000	Knowledge Technology Solutions	4,350	0.05	
		203,650	2.36	2.56

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.04.09 %	30.04.08 %
	<i>TRAVEL & LEISURE</i>			
200,000	Probability	84,000	0.97	–
	TOTAL CONSUMER SERVICES	287,650	3.33	2.56
	TELECOMMUNICATIONS			
	<i>FIXED LINE TELECOMMUNICATIONS</i>			
62,272	2Ergo Group	69,745	0.81	
588,000	Freedom4 Communications	13,230	0.15	
		82,975	0.96	1.54
	<i>MOBILE TELECOMMUNICATIONS</i>			
604,545	Monitise	21,159	0.25	
60,000	WIN	27,000	0.31	
		48,159	0.56	1.16
	TOTAL TELECOMMUNICATIONS	131,134	1.52	2.70
	TECHNOLOGY			
	<i>SOFTWARE</i>			
550,000	@UK	5,500	0.06	
452,879	Adamind	42,571	0.49	
661,000	Alphameric	165,250	1.91	
279,672	Alterian	268,485	3.11	
250,000	Amino Technologies	130,000	1.50	
170,000	ANT	42,500	0.49	
15,000	Autonomy Corporation	213,900	2.47	
185,000	Bango	61,050	0.71	
261,517	BATM Advanced Communications	87,608	1.01	
400,000	Bede	2,600	0.03	
697,500	Blinkx	118,575	1.37	
220,000	Bond International Software	88,000	1.02	
500,000	Camaxys Group	–	0.00	
450,000	Cantono	4,500	0.05	
700,000	Corero	15,750	0.18	
105,000	Enova Systems	52,500	0.61	
56,000	First Derivatives	134,400	1.56	
185,000	Focus Solutions Group	51,800	0.60	
2,500,000	IDOX	275,000	3.18	
1,500,000	Innovation Group	103,500	1.20	

Portfolio Statement (continued)

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.04.09 %	30.04.08 %
	<i>SOFTWARE (continued)</i>			
550,000	Invu	12,375	0.14	
70,000	Maxima Holdings	49,000	0.57	
332,700	Microgen	179,658	2.08	
40,000	NCC Group	130,000	1.50	
250,000	Netcall	35,000	0.41	
150,000	Norkom Group	90,000	1.04	
2,500,000	OneClickHR	131,250	1.52	
350,000	Patsystems	81,375	0.94	
200,000	Pilat Media Global	49,000	0.57	
1,600,000	Portrait Software	112,000	1.30	
100,000	Redstone	11,500	0.13	
1,050,000	ServicePower Technologies	52,500	0.61	
1,650,000	smartFOCUS Group	78,375	0.91	
255,205	Software Radio Technology	5,742	0.07	
750,000	Sopheon	67,500	0.78	
111,200	SQS Software Quality Systems	261,320	3.02	
250,000	Strategic Thought Group	85,000	0.98	
450,000	System C Healthcare	166,500	1.93	
4,000,000	Vialogy	170,000	1.97	
		<u>3,631,584</u>	<u>42.02</u>	<u>54.09</u>
	<i>HARDWARE</i>			
400,000	ARC International	36,000	0.42	
850,000	Belgraviun Technologies	38,250	0.44	
16,000	CSR	41,840	0.49	
245,000	MTI Wireless Edge	28,175	0.32	
250,000	Multipower	125	0.00	
520,000	Newport Networks Group	156	0.00	
400,000	Nipson Digital Printing System	1,800	0.02	
130,000	Sepura	48,100	0.56	
1,687,500	Synchronica	54,844	0.63	
2,375,000	Vianet Group	-	0.00	
		<u>249,290</u>	<u>2.88</u>	<u>4.05</u>
	TOTAL TECHNOLOGY	<u>3,880,874</u>	<u>44.90</u>	<u>58.14</u>
	TOTAL UNITED KINGDOM	<u>4,975,962</u>	<u>57.57</u>	<u>69.51</u>

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.04.09 %	30.04.08 %
	<i>NORTH AMERICA</i>			
45,000	3Com Corporation	123,437	1.43	
60,000	Actividentity Corporation	87,371	1.01	
20,000	Actuate Corporation	50,120	0.58	
25,000	Alvarion	52,829	0.61	
16,000	ArcSight	162,767	1.88	
90,000	Art Technology	191,403	2.21	
25,000	Bookham	15,070	0.17	
50,000	Bridgewater Systems Corporation	119,697	1.39	
18,000	Bruker Corporation	80,219	0.93	
29,300	Callidus Software	61,122	0.71	
20,000	Ceva	111,212	1.29	
32,700	ClickSoftware Technologies	77,516	0.90	
20,000	Concurrent Computer Corporation	64,072	0.74	
45,250	DragonWave	66,780	0.77	
20,000	DSP Group	85,203	0.99	
40,000	Exfo Electro Optical Engineering	101,841	1.18	
42,000	Globalscape	26,171	0.30	
60,000	iPass	46,327	0.54	
40,000	Jacada	66,104	0.76	
170,000	Kana Software	77,144	0.89	
200,000	LiveWire Mobile	18,964	0.22	
60,000	Local.com Corporation	134,917	1.56	
71,000	March Networks Corporation	145,174	1.68	
20,000	Miranda Technologies	66,354	0.77	
400,000	Mitec Telecom	14,645	0.17	
55,000	Move	76,365	0.88	
17,000	Network Equipment Technologies	45,020	0.52	
30,000	Occam Networks	53,845	0.62	
15,000	Ocean Power Technologies	57,750	0.67	
180,000	Openwave Systems	143,857	1.66	
12,000	Opnet Technologies	69,897	0.81	
115,000	Orca Interactive	-	0.00	
10,000	PC-Tel	32,984	0.38	
70,000	Proxim Wireless Corporation	4,551	0.05	
16,000	RADVision	74,665	0.86	
13,000	Radware	56,615	0.66	
49,602	Rainmaker Systems	33,259	0.38	
150,000	Sandvine Corporation	110,684	1.28	
160,000	Selectica	46,598	0.54	
35,300	SumTotal Systems	92,048	1.07	
55,000	Sycamore Networks	109,891	1.27	
55,000	Towerstream Corporation	28,683	0.33	
45,000	Trintech Group ADRs	37,183	0.43	
70,000	TTI Team Telecom International	34,373	0.40	

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.04.09 %	30.04.08 %
	NORTH AMERICA (continued)			
4,486	Veraz Networks	2,431	0.03	
220,000	Westell Technologies	55,132	0.64	
125,000	Zarlink Semiconductor	24,643	0.29	
	TOTAL NORTH AMERICA	3,236,933	37.45	25.27
	CONTINENTAL EUROPE			
412,500	Zamano	51,562	0.60	1.56
	Portfolio of investments	8,264,457	95.62	96.34
	Net other assets	378,538	4.38	3.66
	Net assets	8,642,995	100.00	100.00

The investments have been valued in accordance with note 1(g) and are ordinary shares unless stated otherwise.

BALANCE SHEET
AS AT 30 APRIL 2009

Notes	£	30.04.09	30.04.08
		£	£
ASSETS			
		8,264,457	10,345,766
Portfolio of investments			
Other assets			
			16,696
7	86,673		
	425,239	421,740	
		511,912	438,436
Total other assets			
		8,776,369	10,784,202
Total assets			
LIABILITIES			
Other liabilities			
			(45,490)
8	(42,366)		
	(91,008)		-
		(133,374)	(45,490)
Total other liabilities			
		(133,374)	(45,490)
Total liabilities			
Net assets attributable to shareholders			
		8,642,995	10,738,712

SUMMARY OF MATERIAL PORTFOLIO CHANGES
FOR THE YEAR ENDED 30 APRIL 2009

Total purchases for the year (note 13) £2,462,851

Major purchases	Cost £
Openwave Systems	126,869
March Networks Corporation	126,448
Probability	105,891
Local.com Corporation	95,085
SumTotal Systems	92,192
ActivIdentity Corporation	84,964
Microgen	82,973
Chordiant Software	75,930
Miranda Technologies	75,735
Flormerics Group	75,425
DSP Group	72,811
ArcSight	72,075
iPass	67,539
3Com Corporation	65,217
KBC Advanced Technologies	65,155
Occam Networks	64,369
RADvision	60,748
IDOX	60,421
Westell Technologies	60,034
Bruker Corporation	58,735

Total sales for the year (note 13) £2,981,084

Major sales	Proceeds £
Flormerics Group	365,267
Iona Technologies ADRs	314,160
NetStore	288,000
Financial Objects	240,000
S1 Corporation	180,634
nCipher	180,000
Civica	148,500
BATM Advanced Communications	131,984
Radyne Corporation	116,515
Callidus Software	106,231
Autonomy Corporation	102,083
Extreme Networks	76,844
Iomai Corporation	74,582
Mediasurface	68,222
Geong International	62,873
Chordiant Software	59,105
Opnet Technologies	55,599
Iona Technologies	55,415
3Com Corporation	49,771
Psion	48,963

The portfolio changes represent the 20 largest purchases and sales during the year.

NOTES TO THE FINANCIAL STATEMENTS

AS AT 30 APRIL 2009

1. ACCOUNTING POLICIES

The principal accounting policies, which have been applied in both the current and prior year, are set out below:

(a) Basis of accounting

The financial statements have been prepared under the historical cost basis, as modified by the revaluation of investments and in accordance with the Statement of Recommended Practice ('SORP') for Financial Statements of Authorised Funds issued by the Investment Management Association in December 2005.

(b) Recognition of income

Dividends on quoted equities and preference shares are recognised when the securities are quoted ex-dividend.

Income from unquoted equity investments is recognised when the dividend is declared.

Underwriting commission is wholly recognised as income when the issue takes place, except where the Fund is required to take up all or some of the shares underwritten, in which case an appropriate proportion of the commission received is deducted from the cost of those shares.

Interest on bank and other cash deposits is recognised on an accruals basis.

All income is recognised as a gross amount that includes any withholding taxes but excludes any other taxes such as attributable tax credits.

(c) Treatment of stock and special dividends

The ordinary element of stock received in lieu of cash dividends is credited to capital in the first instance followed by a transfer to income of the cash equivalent being offered and this forms part of the distributable income.

Special dividends are reviewed on a case by case basis in determining whether the dividend is to be treated as income or capital. Amounts recognised as income will form part of the distributable income. The tax accounting treatment follows the treatment of the principal amount.

(d) Treatment of expenses

All expenses, except for those relating to the purchase and sale of investments and stamp duty reserve tax, are charged against income.

(e) Taxation

Corporation tax is provided at 20% on income, other than UK franked dividends, after deduction of expenses.

Where overseas tax has been deducted from overseas income that tax can, in some instances, be set off against the corporation tax payable, by way of double tax relief.

Deferred tax is provided using the liability method on all timing differences arising on the treatment of certain items for taxation and accounting purposes, calculated at the rate at which it is anticipated the timing differences will reverse. Deferred tax assets are recognised only when, on the basis of available evidence, it is more likely than not that there will be taxable profits in the future against which the deferred tax asset can be offset.

Stamp duty reserve tax suffered on surrender of shares is deducted from capital.

1. ACCOUNTING POLICIES (continued)

(f) Distribution policy

Surplus income, as disclosed in the financial statements, after adjustment for items of a capital nature, is distributable to shareholders. Any income deficit is deducted from capital.

Interim distributions may be made at the ACD's discretion. Final distributions are made in accordance with the Regulations.

(g) Basis of valuation of investments

Listed investments are valued at closing bid prices on the last business day of the accounting period.

Unlisted or suspended investments are valued by the Investment Manager taking into account, where appropriate, latest dealing prices, valuations from reliable sources, financial performance and other relevant factors.

(h) Exchange rates

Transactions in foreign currencies are recorded in sterling at the rate ruling at the date of the transactions. Assets and liabilities expressed in foreign currencies at the end of the accounting period are translated into sterling at the closing exchange rates ruling on that date.

(i) Dilution levy

The ACD may require a dilution levy on the sale and redemption of shares if, in its opinion, the existing shareholders (for sales) or remaining shareholders (for redemptions) might otherwise be adversely affected. In particular, the dilution levy may be charged in the following circumstances: where the scheme property is in continual decline; where the Fund is experiencing large levels of net sales relative to its size; on 'large deals'; in any case where the ACD is of the opinion that the interests of remaining shareholders require the imposition of a dilution levy.

	30.04.09 £	30.04.08 £
2. NET LOSSES ON INVESTMENTS		
Non-derivative securities	(1,563,128)	(4,013,890)
3. INCOME		
UK dividends	41,325	62,032
Overseas dividends	27,579	4,266
Bank interest	9,716	19,804
Total income	<u>78,620</u>	<u>86,102</u>

	30.04.09 £	30.04.08 £
4. EXPENSES		
Payable to the ACD, associates of the ACD and agents of either of them:		
ACD's periodic charge	145,418	222,849
Printing costs	6,230	6,030
Registration fees	10,657	7,324
	162,305	236,203
Payable to the Depositary, associates of the Depositary and agents of either of them:		
Depositary's fees	5,802	6,734
Transaction charges	1,879	2,373
Safe custody and other bank charges	2,053	2,641
	9,734	11,748
Other expenses:		
FSA fee	34	233
Fees paid to auditors – audit	6,900	4,935
– tax services	4,755	–
Legal and professional fees	627	672
	12,316	5,840
Total expenses	184,355	253,791
5. TAXATION		
a) Analysis of charge for the year		
Corporation tax at 20%	–	–
Overseas tax	5,376	683
Adjustments in respect of prior periods	–	52
Current tax charge (note 5b)	5,376	735
Deferred tax – origination and reversal of timing differences (note 5c)	–	–
Total taxation	5,376	735

5. TAXATION (continued)

b) Factors affecting current tax charge for the year

The tax assessed for the year differs from the standard rate of corporation tax in the UK for an authorised fund (20%) (30.04.08 : 20%) for the reasons explained below.

	30.04.09 £	30.04.08 £
Net expense before taxation	(105,735)	(167,907)
Corporation tax at 20%	(21,147)	(33,582)
Effects of:		
UK dividends	(8,265)	(12,406)
Movement in income accruals	341	(680)
Expenses not deductible for tax purposes	376	475
Unrelieved excess management expenses	28,695	46,193
Corporation tax charge	–	–
Higher tax rates on overseas earnings	5,376	683
Adjustments in respect of prior periods	–	52
Current tax charge (note 5a)	5,376	735

c) Deferred tax

At the year end there are potential deferred tax assets of £290,363 (30.04.08 : £261,668) in relation to surplus management expenses and £4,797 (30.04.08 : £405) in relation to excess unutilised foreign tax available for double tax relief. It is unlikely that the Fund will generate sufficient taxable profits in the future to utilise these amounts and, therefore, no deferred tax asset has been recognised in the current or the prior period.

	30.04.09 £	30.04.08 £
6. FINANCE COSTS		
Distributions	–	–
Interest	–	218
Total finance costs	–	218

	30.04.09 £	30.04.08 £
6. FINANCE COSTS (continued)		
Distributions represented by:		
Net expense after taxation	(111,111)	(168,642)
Allocations to Capital:		
Transaction charges	1,879	2,373
Income deficit	109,232	166,269
	111,111	168,642
Net distributions for the year	–	–
7. DEBTORS		
Sales awaiting settlement	77,224	–
Accrued income:		
UK dividends	6,887	12,315
Overseas dividends	2,562	4,267
Bank interest	–	114
	9,449	16,696
Total debtors	86,673	16,696
8. CREDITORS		
Amounts payable on cancellation of shares	14,310	6,437
Purchases awaiting settlement	–	13,350
Accrued expenses:		
Amounts payable to the ACD, associates of the ACD and agents of either of them:		
ACD's periodic charge	10,550	14,156
Printing costs	5,650	3,520
Registration fees	844	916
	17,044	18,592
Amounts payable to the Depositary, associates of the Depositary and agents of either of them:		
Depositary's fees	473	482
Transaction charges	176	389
Safe custody and other bank charges	148	469
	797	1,340

	30.04.09 £	30.04.08 £
8. CREDITORS (continued)		
Other expenses	9,778	4,946
Taxation payable:		
Overseas tax	384	640
Stamp duty reserve tax	53	185
	437	825
Total creditors	42,366	45,490

9. RELATED PARTY TRANSACTIONS

Management fees payable to Capita Financial Managers Limited (the ACD), registration fees payable to Capita Financial Administrators Limited and printing costs payable to Capita Business Services Limited (both companies are associates of the ACD) are disclosed in note 4 and amounts due at the year end are disclosed in notes 7 and 8.

The aggregate monies received by the ACD through the issue of shares and paid on cancellation of shares are disclosed in the Statement of Change in Shareholders' Net Assets. The amounts outstanding at the year end in respect of these monies are shown in notes 7 and 8.

Capita Financial Managers Limited and its associates (including other authorised investment funds managed by Capita Financial Managers) had the following shareholdings in the Fund:

	Held at 30.04.09	Change in year	Held at 30.04.08
Accumulation shares	1,603,654	(746,414)	2,350,068

BNY Mellon Trust & Depositary (UK) Limited and its associates had in their nominee accounts the following shareholdings in the Fund:

	Held at 30.04.09	Change in year	Held at 30.04.08
Accumulation shares	307,899	–	307,899

Techinvest Limited and its associates had the following shareholdings in the Fund:

	Held at 30.04.09	Change in year	Held at 30.04.08
Accumulation shares	268,362	–	268,362

10. SHAREHOLDER FUNDS

The Fund has one share class: Income. The annual management charge on those shares is 1.6%.

The net asset value, the net asset value per share and the number of shares in issue are given in the Comparative Tables.

11. CONTINGENT LIABILITIES AND COMMITMENTS

There are no contingent liabilities or outstanding commitments (30.04.08 : none).

12. DERIVATIVES AND OTHER FINANCIAL INSTRUMENTS

In pursuing the investment objective a number of financial instruments are held which may comprise securities and other investments, cash balances and debtors and creditors that arise directly from operations. Derivatives, such as futures or forward currency contracts, may be utilised for hedging purposes.

The main risks from the Fund's holding of financial instruments, together with the ACD's policy for managing these risks, are set out below:

i. Credit risk

The Fund may find that companies in which it invests fail to settle their debts on a timely basis. The value of securities issued by such companies may fall as a result of the perceived increase in credit risk. Adhering to investment guidelines and avoiding excessive exposure to one particular issuer can limit credit risk.

ii. Interest rate risk

Interest rate risk is the risk that the value of the Fund's investments will fluctuate as a result of interest rate changes. The value of fixed interest securities may be affected by changes in the interest rate environment, either globally or locally. Changes in the rate of return in one asset class may influence the valuation basis of other classes. The amount of income receivable from floating rate investments and bank balances or payable on bank overdrafts will be affected by fluctuations in interest rates.

The table below shows the interest rate risk profile:

	30.04.09 £	30.04.08 £
Floating rate assets:		
Canadian dollars	54,117	48,092
US dollars	72,449	38,399
Pounds sterling	298,673	335,249
	425,239	421,740
Floating rate liabilities:		
Pounds sterling	(91,008)	–

12. DERIVATIVES AND OTHER FINANCIAL INSTRUMENTS (continued)

	30.04.09 £	30.04.08 £
ii. Interest rate risk (continued)		
Assets on which interest is not paid:		
Canadian dollars	649,819	308,282
Euros	–	43,235
US dollars	2,609,150	2,339,166
Pounds sterling	5,092,161	7,671,779
	8,351,130	10,362,462
Liabilities on which interest is not paid:		
US dollars	(384)	(640)
Pounds sterling	(41,982)	(44,850)
	(42,366)	(45,490)
Net assets	8,642,995	10,738,712

The floating rate financial assets and liabilities comprise bank balances and bank overdraft positions which earn or pay interest at rates linked to UK LIBOR or its international equivalents.

There are no material amounts of non-interest bearing financial assets and liabilities, other than equities, which do not have maturity dates.

iii. Foreign currency risk

Foreign currency risk is the risk that the sterling value of investments will fluctuate as a result of exchange rate movements. Changes in the sterling exchange rate can affect the profitability of some UK companies, and thus their market prices, as sterling's relative strength or weakness can affect export prospects, the value of overseas earnings in sterling terms and the prices of imports sold in the UK. Investment in overseas securities will provide direct exposure to currency risk as a consequence of the movement in foreign exchange rates.

The table below shows the foreign currency risk profile:

	30.04.09 £	30.04.08 £
Currency:		
Canadian dollars	703,936	356,374
Euros	–	43,235
US dollars	2,681,215	2,376,925
	3,385,151	2,776,534
Pounds sterling	5,257,844	7,962,178
Net assets	8,642,995	10,738,712

12. DERIVATIVES AND OTHER FINANCIAL INSTRUMENTS (continued)

30.04.09

£

iv. *Liquidity risk*

The main liability of the Fund is the cancellation of any shares that investors want to sell. Investments may have to be sold to fund such cancellations should insufficient cash be held at the bank to meet this obligation.

To reduce liquidity risk the Investment Manager will ensure that a substantial portion of the Fund's assets consist of readily realisable securities.

v. *Market price risk*

Market price risk is the risk that the value of the Fund's financial instruments will fluctuate as a result of changes in market prices caused by factors other than interest rates or foreign currency movement. Market price risk arises primarily from uncertainty about the future prices of financial instruments that the Fund holds.

Market price risk represents the potential loss the Fund may suffer through holding market positions in the face of price movements. The Fund's investment portfolio is exposed to price fluctuations, which are monitored by the ACD in pursuance of the investment objective and policy. For an equity portfolio the risk is generally regarded as consisting of two elements – stock specific risk and market risk. Adhering to investment guidelines and avoiding excessive exposure to one particular issuer can limit stock specific risk. Subject to compliance with the investment objective, spreading exposure across a broad range of global stocks can mitigate market risk.

vi. *Counterparty risk*

Transactions in securities entered into by the Fund give rise to exposure to the risk that counterparties may not be able to fulfil their responsibility by completing their side of the transaction. The Investment Manager minimises this risk by conducting trades through only the most reputable counterparties.

vii. *Fair value of financial assets and financial liabilities*

There is no material difference between the value of the financial assets and liabilities, as shown in the balance sheet, and their fair value.

viii. *Sensitivity analysis*

The Fund held no derivatives during the current or the prior year.

13. PORTFOLIO TRANSACTION COSTS

Analysis of total purchase costs

Purchases in period before transaction costs	2,453,090
--	-----------

Transaction costs:

Commissions	5,236
-------------	-------

Stamp duty and other charges	4,525
------------------------------	-------

	9,761
--	-------

Gross purchases total	<u>2,462,851</u>
-----------------------	------------------

Analysis of total sale costs

Gross sales before transaction costs	2,983,964
--------------------------------------	-----------

Transaction costs:

Commissions	(2,868)
-------------	---------

Other charges	(12)
---------------	------

	(2,880)
--	---------

Total sales net of transaction costs	<u>2,981,084</u>
--------------------------------------	------------------

GENERAL INFORMATION

VALUATION POINT

The valuation point of the Fund is 10.00am on each business Wednesday. Valuations may be made at other times under the terms contained within the Prospectus.

BUYING AND SELLING SHARES

The ACD will accept orders to deal in the shares on normal business days between 9.00am and 5.30pm. Instructions to buy or sell shares may be either in writing to: 2 The Boulevard, City West One Office Park, Gelderd Road, Leeds LS12 6NT or by telephone on 0845 922 0044. A contract note will be issued by close of business on the next business day after the dealing date to confirm the transaction.

PRICES

The most recent prices of shares are available on the website of the Investment Management Association at www.investmentuk.org under the heading Capita Financial Managers or by calling 0845 922 0044 during the ACD's normal business hours. The price is also available at www.techinvest.ie.

OTHER INFORMATION

The Instrument of Incorporation, Prospectus, Simplified Prospectus and the most recent interim and annual reports may be inspected at the office of the ACD which is also the Head Office of the Fund and copies may be obtained upon application.

Shareholders who have any complaints about the operation of the Fund should contact the ACD or the Depositary in the first instance. In the event that a shareholder finds the response unsatisfactory they may make their complaint direct to the Financial Ombudsman Service at South Quay Plaza, 183 Marsh Wall, London E14 9SR.

DATA PROTECTION

Shareholders' names will be added to a mailing list which may be used by the ACD, its associates or third parties to inform investors of other products by sending details of such products.

Shareholders who do not want to receive such details should write to the ACD requesting their removal from any such mailing list.

