

**Interim Accounts
For the Six Months Ended**

31 December 2017

Eurovestech plc

EUROVESTECH PLC

INTERIM ACCOUNTS

FOR THE SIX MONTH PERIOD ENDED 31 DECEMBER 2017

Information

Company registration number

3913197

Registered office

17c Curzon Street

London

W1J 5HU

Executive Director

Richard Philip Bernstein (Chief Executive)

Non-Executive Directors

Richard Henry Grogan (Chairman)

Quentin-Colin Maxwell Solt

Secretary

Quentin-Colin Maxwell Solt

Contents

Chairman's statement	2
Income statement	4
Balance sheet	5
Cash flow statement	6
Notes to the interim accounts	7

I write to update you on developments within the portfolio. Our focus remains unchanged: to add operational and strategic value. And we continue with our long-standing policy: to make realisations and return capital to shareholders.

Over the period under review, Eurovestech lost £160,000. Net assets ended at £39.6 million, equivalent to 11.5p a share, as against 11.7p a share at the start of the period.

ITWP Acquisitions Limited (“Toluna”)

The value of Eurovestech's total portfolio continues to be dominated by our holding in Toluna. This is the result of the tremendous long-term success of this investment. You will recall that our £2 million investment in this start up on-line market research company was one of the founding investments of our business, some eighteen years ago. Since that time, Eurovestech has sold shares worth £40 million. Eurovestech continues to hold a near 15% interest in the company and the value of this holding stands at £27.7 million, equivalent to 70% of net assets.

Such a weighting requires considerable attention and focus. I am pleased to support that during the period under review, Toluna's performance matched this focus: despite heavy investment, cash generated from operations increased by 15% to £13.6 million and revenue rose by more than 8% to over £119 million.

Toluna now has a social voting community numbering more than 20 million. It is present in 19 countries. It has developed an impressive digital strategy which is delivering impressive growth.

We are acutely aware that although our cash returns are already equivalent to twenty times our cost of investment, our shareholders would like us to bank further gains sooner rather than later. You will of course appreciate that as a minority shareholder, we are unable to control the precise timing of future disposals. However, you can rest assured that as soon as the time is right and when an opportunity presents itself, we will continue to do the right thing for our shareholders. In the meantime, Toluna is an extremely valuable business and we believe in better shape than it has been in several years. This augurs well.

VizEat

'airbnb for dining' is the simplest description of VizEat. The business has already captured the imagination of Apple CEO Tim Cook, who described VizEat as precisely the sort of business that deserves to flourish as it uses new technology to connect people to meet, eat, drink and be merry. Subsequently, VizEat was awarded 'best of 2017' by the App Store.

The period under review was a busy and successful period for Vizeat. It signed a partnership with Chinese mobile phone giant Huawei, acquired London based Grub Club and in September acquired eatwith to become the world's largest community for authentic food experiences with locals in more than 130 countries.

During the period under review, Eurovestech invested €100,000. Following the period end, I am delighted to report that VizEat closed a €4 million funding round at more than four times the cost of our original seed investment back in 2014.

Other portfolio companies

I have already described the weighting of ITWP/Toluna on our net asset value. Let me briefly share developments at some other portfolio companies.

Audionamix has continued to deliver a substantial increase in software revenues. The focus must now be to see licensing transactions that capitalise on its technology. During the period, Audionamix agreed to convert its loans to Eurovestech into equity. As a result, Eurovestech now owns 99.9% of Audionamix's share capital, prior to the issue of any employee share options. We continue to monitor closely Audionamix's trading results, Whilst the scale of losses have diminished steadily, it continues to be the one portfolio company that still requires ongoing investment.

EUROVESTECH PLC

CHAIRMAN'S STATEMENT

FOR THE SIX MONTH PERIOD ENDED 31 DECEMBER 2017

Magenta continues to make solid progress and in the year to December 2017, delivered an increase in revenue of 32 per cent.

Richard Grogan

Chairman

29th October 2018

EUROVESTECH PLC

UNAUDITED INCOME STATEMENT

FOR THE SIX MONTH PERIOD ENDED 31 DECEMBER 2017

	Notes	6 month period to 31 Dec 2017 (unaudited) £'000	6 month period to 31 Dec 2016 (unaudited) £'000	Year ended 30 June 2017 (audited) £'000
Turnover		10	10	20
Administration expenses		(478)	(348)	(924)
		(468)	(338)	(904)
Other operating income		(2,727)	194	102
Exceptional movements		3,048	-	(1,633)
Operating loss		(147)	(144)	(2,435)
Net interest	3	(13)	4	-
Loss on ordinary activities before taxation		(160)	(140)	(2,435)
Tax on loss on ordinary activities		-	-	-
Loss for the year		(160)	(140)	(2,435)

EUROVESTECH PLC

UNAUDITED BALANCE SHEET

AS AT 31 December 2017

	Notes	At 31 Dec 2016 (unaudited) £'000	At 31 Dec 2015 (unaudited) £'000	At 30 June 2016 (audited) £'000
Fixed assets				
Tangible assets		21	22	29
Investments	2	39,472	39,902	39,748
		39,493	39,924	39,777
Current assets				
Debtors		666	1,335	670
Investments		606	933	938
Cash at cash equivalents		572	61	20
		1,844	2,329	1,628
Creditors: amounts falling due within one year		(1,751)	(641)	(2,087)
Net current assets		93	1,688	(459)
Net Assets		39,586	41,612	39,318
Capital and reserves				
Called up share capital		3,468	3,375	3,376
Share premium account		635	299	299
Revaluation reserve		4,466	4,466	4,466
Other reserves		100	100	100
Profit and loss account		30,917	33,372	31,077
Shareholders' funds		39,586	41,612	39,318

EUROVESTECH PLC

UNAUDITED CASH FLOW STATEMENT

FOR THE SIX MONTH PERIOD ENDED 31 DECEMBER 2017

	Note	6 month period to 31 Dec 2016 (unaudited) £'000	6 month period to 31 Dec 2015 (unaudited) £'000	Year ended 30 June 2016 (audited) £'000
Net cash (outflow) from operating activities	4	(925)	(608)	(2,541)
Returns on investments and servicing of finance				
Net interest (paid)/ received		(13)	4	-
Dividends received/(paid)		-	-	-
Net cash inflow from returns on investments and servicing of finance		(938)	(604)	(2,541)
Taxation paid		-	-	-
Capital expenditure and financial investment				
Purchase of tangible fixed assets		-	(6)	(19)
Purchase of fixed asset investments		(91)	-	-
Receipts from sale of fixed asset investments		1,455	-	590
Net cash inflow/(outflow) from capital expenditure and financial investment		1,364	(6)	571
Net cash inflow/(outflow) before financing		426	(610)	(1,970)
Financing				
Share buy back		-	(33)	(33)
Share issue		400	-	-
Increase in loans		980	-	-
Amounts introduced by directors		(1,254)	214	1,533
Net cash inflow/(outflow) from financing		126	181	1,500
Increase/(decrease) in cash		552	(429)	(470)

1 LEGAL STATUS, ACTIVITIES AND BASIS OF PREPARATION

Eurovestech Plc and its associate companies make investments in technology businesses.

Eurovestech Plc is a public limited company and is incorporated and domiciled in the UK. The address of the registered office is 17c Curzon Street, London, W1J 5HU.

This interim report for the six-month period ended 31 December 2017 has been prepared in compliance with UK accounting standards under FRS 102 for Interim financial reporting. It does not include all the information required for full annual financial statements and should be read in conjunction with the financial statements of the company for the year ended 30 June 2017, which were prepared under FRS 102.

Eurovestech Plc no longer has any subsidiaries. It only has associate companies that it has invested in and hence there is no obligation to produce consolidated financial statements. The interim financial statements only show information for Eurovestech Plc.

The interim financial statements have been prepared on a basis that is consistent with the accounting policies adopted by Eurovestech Plc for the last financial statements for the year ended 30 June 2017 and in compliance with FRS 102.

The financial information presented does not constitute statutory accounts as defined by section 434 of the Companies Act 2006. Statutory accounts for Eurovestech Plc in respect of the year ended 30 June 2017 have been filed with the Registrar of Companies. The auditors, PricewaterhouseCoopers LLP, reported on these accounts and their report was unqualified and did not contain a statement under section 498 of the Companies Act 2006.

Comparative figures for the company are given for the six months ended 31 December 2016 and the year ended 30 June 2017.

2 INVESTMENT IN ASSOCIATES

Eurovestech's investments in associated companies at 31 December 2017 were as follows:

Name of associate	Percentage holding of voting rights %	Fair value at 31 December 2017 £'000
Magenta Corporation Limited	49.60	3,759
Audionamix SA	99.90	1,921
VizEat Limited	26.10	4,263
Lognet Information Systems Limited	21.60	1,400
ITWP Acquisitions Limited	14.82	27,676
Board Intelligence Limited	3.00	350
PierianDx	2.00	51
Polyhedra Group Limited	0.20	-
Supponor Limited	-	52
		39,472

All investments are held at market value in accordance with FRS 102 and in accordance with Eurovestech Plc's normal policy on valuation.

The movement on non-current investments is as follows:

	Equity investments £'000
At 1 July 2017	39,748
Additions	3,586
Disposals	(1,412)
Revaluations	(2,450)
At 31 December 2016	<u>39,472</u>

3 NET INTEREST

	6 month period to 31 Dec 2017 (unaudited) £'000	6 month period to 31 Dec 2016 (unaudited) £'000	Year ended 30 June 2017 (audited) £'000
Other interest receivable and similar income	-	4	1
Interest payable	(13)	-	(1)
	<u>(13)</u>	<u>4</u>	<u>-</u>

4 NET CASH INFLOW/(OUTFLOW) FROM OPERATING ACTIVITIES

	6 month period to 31 Dec 2017 (unaudited) £'000	6 month period to 31 Dec 2016 (unaudited) £'000	Year ended 30 June 2017 (audited) £'000
Operating profit/(loss)	(147)	(144)	(2,435)
Movement on Investee company balances	(452)	-	(5)
Movement on current asset investments	331	419	414
Revaluations and impairments	(641)	-	(175)
Depreciation of tangible assets	8	5	12
Decrease/(increase) in debtors	37	(849)	(440)
(Decrease)/increase in creditors	(61)	(39)	88
Net cash (outflow)/inflow from operating activities	<u>(925)</u>	<u>(608)</u>	<u>(2,541)</u>

5 CASH AND CASH EQUIVALENTS

	6 month period to 31 Dec 2017 (unaudited) £'000	6 month period to 31 Dec 2016 (unaudited) £'000	Year ended 30 June 2017 (audited) £'000
Cash and Cash Equivalents	572	61	20
	<u>572</u>	<u>61</u>	<u>20</u>

6 DIVIDENDS

No dividends are proposed for the six months ended 31 December 2017.

7 FORWARD LOOKING STATEMENTS

Certain statements in these interim results are forward-looking. Although Eurovestech Plc believes that the expectations reflected in these forward-looking statements are reasonable, we can give no assurance that these expectations will prove to have been correct. Because these statements involve risks and uncertainties, actual results may differ materially from those expressed or implied by those forward-looking statements.

We undertake no obligation to update any forward-looking statements whether as a result of new information, future events or otherwise.

8 COPIES OF THE INTERIM FINANCIAL STATEMENTS

Copies of the interim financial statements are available on request from Eurovestech Plc's registered office at 17c Curzon Street, London W1J 5HU.

Visit our investor relations website www.eurovestech.com for full up-to-date investor relations information including recent annual and interim reports, results, presentations and financial news.