



Unaudited half-yearly report for the six months ended 30 April 2019

Company number: 06397765

For UK investors only

Contents

About Octopus Titan VCT plc	1
Financial Summary	2
Chairman's Statement	3
Investment Portfolio	10
Directors' Responsibilities Statement	13
Income Statement	14
Balance Sheet	15
Statement of Changes in Equity	16
Cash Flow Statement	19
Condensed Notes to the Half-Yearly Report	20
Shareholder Information and Contact Details	23
Directors and Advisers	27

Financial Headlines

- 92.4p** Net asset value per share ('NAV') as at 30 April 2019
- 74.0p** Cumulative dividends paid per share since launch
- 166.4p** NAV plus cumulative dividends paid per share since launch ('Total Value') as at 30 April 2019
- 2.0p*** Interim dividend declared for the half-year to 30 April 2019

*This will be paid on 15 November 2019 to shareholders on the register as at 25 October 2019.

About Octopus Titan VCT plc

Octopus Titan VCT plc ('Titan' or 'the Company') is a venture capital trust ('VCT') which aims to provide shareholders with attractive tax-free dividends and long-term capital growth by investing in a diverse portfolio of predominantly unquoted companies. The Company is managed by Octopus Investments Limited ('Octopus' or 'Portfolio Manager') and Octopus AIF Management Limited (the 'Manager').

Titan was originally incorporated on 12 October 2007. Including the original and subsequent offers for subscription a total of £914 million has been raised across the five Titan funds that merged to form Titan, and in Titan since the 2014 merger. Included within this total is £238 million (£230 million net of expenses) raised in the six month period to 30 April 2019, which includes shares allotted through the dividend reinvestment scheme (DRIS). 74.0p per share of cumulative dividends (amounting to £125 million including DRIS) have been paid to shareholders since inception, including 3.0p which was paid to shareholders in the six month period to 30 April 2019 and which amounted to £27 million including DRIS.

Financial Summary

	Six months to 30 April 2019	Six months to 30 April 2018	Year to 31 October 2018
Net assets (£'000s)	828,061	617,759	609,402
Profit after tax (£'000s)	22,016	6,603	11,231
NAV	92.4p	94.3p	93.1p
Cumulative dividends paid since launch	74.0p	69.0p	71.0p
Total Value	166.4p	163.3p	164.1p
Total Return*	2.3p	0.9p	1.7p
Total Return %**	2.5%	0.9%	1.8%
Dividends paid in the period	3.0p	3.0p	5.0p
Dividends declared in respect of the period	2.0p	2.0p	5.0p

*Calculated as the change in NAV in the period plus dividends paid in the period.

**Calculated as total return/opening NAV.

Chairman's Statement

I am pleased to present the unaudited half-yearly report for Octopus Titan VCT for the six months ended 30 April 2019.

We were delighted to have raised over £231 million before expenses in our fund raising which closed to new applications on 30 April 2019. Following this, we raised a further £7 million from the shares allotted through the dividend reinvestment scheme associated with the dividend paid at the end of April. With Titan's net assets now totalling some £828 million, we remain committed to investing in early stage high growth businesses which embody the overall objectives of the VCT scheme. We would like to take this opportunity to welcome all new shareholders and to thank all existing shareholders for their continued support.

As is to be expected following such a large fundraising, we now have un-invested cash, totalling over £312 million as at 30 April 2019 (compared to £176 million as at October 2018, excluding shareholders' funds awaiting allotment). This gives us confidence in our ability to continue to make new investments and support our existing portfolio of 75 high-growth businesses for the immediate future, many of which need further funding to achieve their ambitious plans. In the six-month period to 30 April 2019, we have deployed a total of £94 million comprising £51 million in new and follow-on investments, £27 million in dividends (including the dividend re-investment scheme (DRIS) shares allotted), £7 million in share buybacks and £9 million in running costs. Together, this therefore accounted for the deployment of 53% of the cash or cash equivalents we had available as at October 2018.

The increase in NAV in the period was 2.3p per share and the Total Value (NAV plus cumulative dividends paid per share since launch) at the end of the period is 166.4p, following the payment of a dividend in April of 3.0p per share. This return brings the tax-free annual compound return to original shareholders to 5.2% since Titan's launch in 2007.

The transactions within the portfolio are summarised in the Investment Portfolio Review section of my Statement and detailed further in Investment Portfolio on page 8, but I would particularly like to highlight the acquisition of Graze.com by Unilever N.V in February. Launched in 2007, the business delivers healthy snacks through the post. Having first invested in 2009 and disposing parts of this in 2012 and 2013, Titan realised its remaining holding in Graze.com (held via Zenith Holding Company) in February 2019 following Unilever's acquisition of its holding company. In total, the investment into Graze.com has yielded proceeds of £17.6 million over its lifetime for Titan (vs a cost of £2.4 million), including a small amount expected to be paid later this year. Graze is a great example of a business Titan only gained access to due to Octopus's propriety deal flow channels – the founding team included a founder of LOVEFiLM.com, another investee company the Octopus investment team had invested in. We are pleased to be able to add this success to our history of profitable realisations.

Results

The Net Asset Value at 30 April 2019 was 92.4p, a net increase of 2.3p per share from 31 October 2018 after accounting for the dividend of 3.0p per share which was paid in April.

Investment Portfolio Review

I am pleased to report a net uplift in the value of the portfolio of £35.9 million during the period, excluding additions and disposals, representing an 8.3% return on the value of the portfolio at the start of the period.

We set out below the cost and valuation of the top ten holdings which account for over 43% of the value of the portfolio. In total the portfolio now consists of 75 companies, of which three have been added since 30 April representing a further investment of £10.3 million.

Investments	Investment cost at 30 April 2019* (£'000)	Valuation at 30 April 2019 (£'000)
Amplience Limited	13,499	44,880
Secret Escapes Limited	4,256	37,615
Zenith Holding Company Limited**	8,963	36,882
Wave Optics Limited	13,576	23,645
DePop Limited	6,000	16,418
Conversocial Limited	6,064	16,232
Big Health Limited	8,269	13,647
Chiaro Technology Limited (trading as Elvie)	6,417	12,916
Bought By Many Limited	9,978	12,304
PLU&M limited (trades as Plum Guide)	7,500	10,883
Total	84,522	225,422

*Investment cost reflects the amount invested into each investee company from Titan's 1 – 5 before the 2014 merger and from Titan after the merger. This is different to the book cost which includes the holding gains and losses on assets which transferred from Titans 1, 3, 4 & 5 to Titan 2 (now Titan) during the merger, as Titan received these assets at fair value.

**Zenith Holding Company holds shares in Calastone and Secret Escapes acquired from Titans 1,2 & 3.

During the six months to 30 April 2019, the uplift in valuation has been driven by the strength of performance of a number of companies in the portfolio in aggregate. In particular, Ampliance Limited, Conversocial Limited, Depop Limited, Elvie (Chiaro Limited) and Permutive Inc have all achieved increases in value. Collectively, 36 investee companies drove an uplift of £60.4 million. Conversely, as is to be expected, 19 companies saw a collective decrease in valuation of £24.5 million; this includes Swoon (Sourceable Limited), Property Partner (LHE Holdings Ltd) and Uniplaces Limited where performance has been more challenging, and the current valuations have been adjusted accordingly in line with the valuation policy. Our Manager believes that a number of these businesses may have the potential to overcome the issues they face and return to their ambitious growth plans; they are, therefore, continuing to work with them to achieve this. Where appropriate, this includes providing further funding to ensure the business has sufficient capital to execute on its strategy. This can be seen in the cases of both Swoon (Sourceable Limited) and Uniplaces Limited, where Titan invested further during the period despite Titan's holdings in the companies being valued at less than cost as at period end.

In the same period, Titan has benefitted from the acquisition of Graze.com as previously detailed.

In contrast, unfortunately MIRACL was placed into Liquidation in January, having failed to secure terms for further funding or an acceptable offer for acquisition despite considerable efforts as reported in the annual report and accounts. The valuation of Titan's holding in MIRACL had been adjusted to zero as at October 2018, which was also prior to any allotments under the recent Share Offer.

Turning to investments made during the period, £13 million was invested into five new companies (listed below) and £38 million was invested into 24 follow-on investments as listed on page 8. As anticipated by Octopus, given the volume and quality of investment opportunities available in the UK and Europe, this continued high investment rate is encouraging to see.

We have been pleased to welcome the following companies to the portfolio during the period:

- **Cazoo Limited:** an online platform which will allow consumers to purchase used cars and arrange any finance necessary. Cazoo is founded by Alex Chesterman, Founder and CEO of Zoopla Property Group and previously at LOVEFiLM. We are delighted to have the opportunity to back Alex for the third time;
- **By Miles Limited:** a pay-per-mile car insurance provider;
- **Thirdeye Labs Limited:** a software solution for retailers to leverage existing security cameras to understand what is happening in store in real time to help prevent theft, stock shortages and queues;

- Mosaic Smart Data Limited: a data analytics tool for professionals in the capital markets to help improve investment decisions; and
- Aire Labs Ltd: a technology platform that allows lenders to serve more customers by automating the data collection for those with lower credit scores, removing the traditional costly human interaction previously required to assess these individuals.

Furthermore, since 30 April 2019, three more new and eight follow-on investments have been made, amounting to £21.3 million. The new investments were into Glofox Limited, a studio management software platform designed for boutique gyms and fitness studios, vHive Limited, which has developed a software platform which enables businesses to deploy autonomous drones to acquire and manage field data, and Unmade Limited, a software-as-a-service platform which enables fashion and sports brands to offer customisable design to their consumers.

Dividends

As shareholders will know, our ambition is to pay an annual dividend of 5.0p per share, supplemented by special dividends when appropriate and in the case of particularly profitable realisations. Following careful consideration, I am pleased to confirm that your Board has now decided to declare an interim dividend of 2.0p (2018 2.0p) per share in respect of the current financial year, which will be paid on 15 November 2019 to shareholders on the register as at 25 October 2019.

We have been pleased to achieve our ambition in respect of dividends whilst maintaining our NAV above 90p. This has been achieved notwithstanding the expansion of the portfolio, which in itself is a challenge due to the likely incidence of losses during the early stages of holding investee companies. A number of shareholders have intimated that they prefer to hold Titan shares for capital appreciation rather than current yield. I would, however, point out that this is best achieved by reinvesting their dividends through the Dividend Reinvestment Scheme whereby shareholders receive new shares at NAV without any cost of acquisition together with 30% upfront tax relief, an opportunity currently taken up by 29% of shareholders. To underline this opportunity, an investment of £10,000 in December 2014, where all dividends were reinvested, would now be worth £14,966 (including tax relief) as compared to £14,035 had dividends been paid in cash.

Since individual circumstances may differ, shareholders should consult their financial advisers, but we believe this could be a compelling proposition for many shareholders. For further information, please contact Octopus on **0800 316 2295** or via email at **clientrelations@octopusinvestments.com**.

Investment Management Agreement and Accounting and Administration Agreement

As reported in the annual report to October 2018, new terms for the investment management (IMA) and administration agreements (AA) between Octopus and Titan came into force during the period following approval by shareholders at the General Meeting in December 2018.

These changes, which were fully set out in the annual report, are intended to further enhance alignment between Titan and Octopus and have led to a combined saving of some £500,000 for the six months to 30 April 2019.

Given this directly contributes to a reduction of Titan's running costs, we believe these changes are very positive, and hope they have been welcomed by shareholders.

VCT Qualifying Status

PricewaterhouseCoopers LLP (PwC) provides both the Board and Octopus with advice concerning ongoing compliance with HMRC rules and regulations concerning VCTs. The Board has been advised that Titan continues to be in compliance with the conditions laid down by HMRC for maintaining approval as a VCT.

As at 30 April 2019, over 97% of the portfolio (as measured by HMRC rules) was invested in VCT-qualifying investments as reviewed and confirmed by PwC, significantly above the 70% current VCT-qualifying threshold, which will increase to 80% from 1 November 2019.

Principal Risks and Uncertainties

The Board continues to regularly review the risk environment in which Titan operates. There have been no significant changes to the key risks which were fully described on pages 9 and 10 of the Annual Report for the year ended 31 October 2018 and the Board does not anticipate there will be significant changes to these risks for the remaining six months of the financial year.

Outlook

The last six months have, once again, been a busy period for Titan.

We are delighted by another very positive response to Titan's most recent fundraising efforts, and excited about the ability this gives us to continue to support both the most compelling opportunities within the portfolio, as well as the brightest new technology businesses and entrepreneurial teams emerging from the UK and Europe.

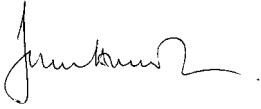
While the macro environment remains somewhat uncertain in the medium term, Octopus Ventures continues to work closely with the portfolio to help ensure the companies are as well prepared as possible to face the challenges which may arise as a result. Your Board and our Manager continue to believe that, while change can be testing, it can also bring great opportunity for entrepreneurial companies and we remain confident that many of Titan's investee companies have the ability to take advantage of such opportunities.

Bearing in mind this landscape, following your Board's review of the non-qualifying portfolio with Octopus in early 2018, we have made a number of further adjustments including consolidating all cash or cash equivalent assets, and disposing of Titan's holding in FP Octopus UK Micro Cap Growth Fund. We have done this with the aim of reducing the risk profile associated with this part of Titan's assets.

In 2018, Octopus increased its resource commitment to manage Titan by expanding the Octopus Ventures investment team by nearly 50% as well as adding further portfolio and operational support to ensure it continues to be able to make new investments and manage the expanding portfolio. Alongside this, to enhance its ability to attract the best entrepreneurs, the team has also refined its focus towards technology and tech-enabled businesses in the three key areas of industry, money and health, with the aim of backing the next generation of pioneering entrepreneurs. This has allowed the team to seek out the best in class opportunities in these three areas in the most efficient manner, as well as enhance their specialist skills and knowledge.

In the meantime, while there have been some challenges, your Board remains positive about the prospects of the existing portfolio and Octopus's work with them to optimise value for our shareholders. As a result, while the cash reserves of the fund are currently healthy, we have confidence in Octopus's ability to deploy this in the coming 12-18 months into both new companies and the current extensive portfolio. In view of the continuing expansion of both the number of companies in the portfolio and the underlying investee companies themselves, we currently expect to announce a further fundraising later this year.

I would like to conclude by thanking both the Board and our dedicated team from Octopus Ventures, on behalf of all shareholders, for their hard work, without which our investment strategy would not achieve the success we are seeing.



John Hustler
Chairman
19 June 2019

Investment Portfolio

Investments	Sector	Investment cost at 30 April 2019* (£'000)	Amount invested in the six months ending 30 April 2019 (£'000)
Wave Optics Limited	AI, Robotics & Hardware	13,576	-
Amplience Limited	Business Services	13,499	-
LHE Holdings Limited (trades as Property Partner)	Fintech and Insurance	12,600	243
Bought By Many Limited	Fintech and Insurance	9,978	3,954
Zenith Holding Company Limited **	Consumer and Social	8,963	-
UltraSoC Technologies Limited	AI, Robotics & Hardware	8,856	495
Sofar Sounds Limited	Consumer and Social	8,705	1,000
Appear Here Limited	Business Services	8,509	4,695
Uniplaces Limited	Consumer and Social	8,434	813
CurrencyFair Limited	Fintech and Insurance	8,381	830
Zynstra Limited	Business Services	8,317	-
Big Health Limited	Life Science, Health & Wellbeing	8,269	4,993
Sourceable Limited (trades as Swoon Editions)	Consumer and Social	8,148	1,191
Chronext AG	Consumer and Social	7,708	-
PLU&M limited (trades as Plum Guide)	Consumer and Social	7,500	4,000
Surrey NanoSystems Limited	AI, Robotics & Hardware	6,918	-
Katalyst Inc	Life Science, Health & Wellbeing	6,736	1,916
Chiaro Technology Limited (trading as Elvie)	Life Science, Health & Wellbeing	6,417	1,820
Iovox Limited	Communications and Infrastructure	6,263	991
Digital Shadows Inc.	Security	6,223	-
Token, Inc	Fintech and Insurance	6,221	1,384
Context-Based 4Casting (C-B4) Ltd	Business Services	6,096	-
Conversocial Limited	Communications and Infrastructure	6,064	1,898
DePop Limited	Consumer and Social	6,000	1,000
Antidote Technologies Ltd	Life Science, Health & Wellbeing	5,872	777
Smartkem Limited	AI, Robotics & Hardware	5,770	996
Origami Energy Limited	Communications and Infrastructure	5,533	-
Artesian Solutions Limited	Business Services	5,481	-
Streethub Limited (trading as Trouva)	Consumer and Social	5,476	-
Cazoo Limited	Consumer and Social	5,000	5,000
Allplants Limited	Consumer and Social	5,000	-
OpenSignal Inc	Communications and Infrastructure	4,862	-
Michelson Diagnostics Limited	Life Science, Health & Wellbeing	4,795	-
Impatients N.V. (trades as myTomorrows)	Life Science, Health & Wellbeing	4,705	954
Memrise Inc	Consumer and Social	4,375	-
Secret Escapes Limited	Consumer and Social	4,256	-
Picsoneye Segmentation Innovation Limited (trading as Pixoneye)	AI, Robotics & Hardware	4,200	-

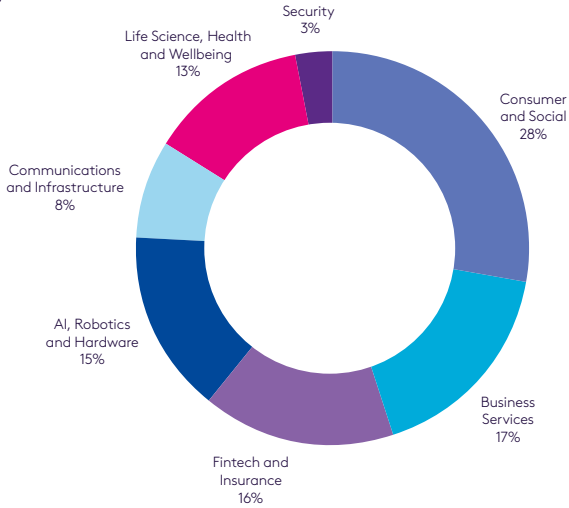
BridgeU Inc.	Business Services	4,195	-
Eve Sleep Plc	Consumer and Social	4,151	1,758
The Faction Collective SA (trading as Faction)	Consumer and Social	4,034	1,066
Semafone Limited	Communications and Infrastructure	3,594	-
Seatfrog UK Holdings Limited	Consumer and Social	3,500	-
Olio Exchange Limited	Consumer and Social	3,500	-
Behaviometrics AB	Security	3,336	-
Dogtooth Technology Limited	AI, Robotics & Hardware	3,278	-
Casual Speakers Limited (trading as Jolt)	Consumer and Social	3,166	-
Medisafe Project Limited	Life Science, Health & Wellbeing	2,886	-
By Miles Limited	Fintech and Insurance	2,872	2,872
Ecrebo Limited	Business Services	2,857	-
Mosaic Smart Data Limited	Fintech and Insurance	2,780	2,780
Metrasens Limited	AI, Robotics & Hardware	2,688	-
e-Therapeutics plc	Life Science, Health & Wellbeing	2,415	-
Bowman Power Limited	AI, Robotics & Hardware	2,305	-
Fluidly Limited	Business Services	2,299	899
Trafi Limited	Communications and Infrastructure	2,288	-
Patch Gardens Limited	Consumer and Social	2,100	-
Streetbees.com Limited	Business Services	2,086	259
Elliptic Enterprise Limited	Fintech and Insurance	2,084	-
Permutive Inc.	Business Services	1,863	-
Phoelex Ltd	AI, Robotics & Hardware	1,525	-
Dead Happy Limited	Fintech and Insurance	1,500	-
Mush Limited	Consumer and Social	1,500	-
Thirdeye Labs Limited	Security	1,500	1,500
Pop Global Limited (trading as We Got Pop)	Business Services	1,500	-
Segura Systems Limited	Business Services	1,470	-
Aire Labs Limited	Fintech and Insurance	1,332	1,332
Rook Wealth Limited (trades as Multiply)	Fintech and Insurance	1,000	-
GTN Ltd	Life Science, Health & Wellbeing	800	-
Slamcore Limited	AI, Robotics & Hardware	750	-
Intrepid Owls Limited (trading as Rest-Less)	Consumer and Social	550	-
Excession Technologies Limited	Security	298	-
Phasor Inc.	AI, Robotics & Hardware	250	-
Total		341,958	51,416

*Investment cost reflects the amount invested into each investee company from Titan's 1 – 5 before the 2014 merger and from Titan after the merger. This is different to the book cost which includes the holding gains and losses on assets which transferred from Titan's 1, 3, 4 & 5 to Titan 2 (now Titan) during the merger, as Titan purchased these assets at fair value.

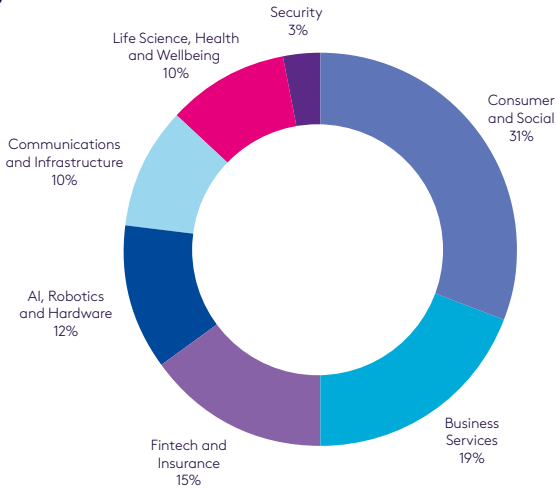
**Owns stakes in Secret Escapes Limited and Calastone Limited.

Sector analysis – as at 30 April 2019

Investment by cost



Investments by value



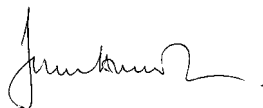
Note: for the purpose of the doughnut pie charts Zenith Holding Company has been split into its constituent portfolio companies – Secret Escapes and Calastone.

Directors' Responsibilities Statement

The Directors confirm that to the best of their knowledge:

- the half-yearly financial statements have been prepared in accordance with 'Financial Reporting Standard 104: Interim Financial Reporting' issued by the Financial Reporting Council;
- the half-yearly financial statements give a true and fair view of the assets, liabilities, financial position and profit or loss of the Company;
- the half-yearly report includes a fair review of the information required by the Financial Services Authority Disclosure and Transparency Rules, 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;
 - a description of the principal risks and uncertainties for the remaining six months of the year; and
 - a description of related party transactions that have taken place in the first six months of the current financial year, that may have materially affected the financial position or performance of the Company during that period and any changes in the related party transactions described in the last Annual Report that could do so.

On behalf of the Board



John Hustler
Chairman
19 June 2019

Income Statement

	Unaudited Six months to 30 April 2019			Unaudited Six months to 30 April 2018			Audited Year to 31 October 2018		
	Revenue £'000	Capital £'000	Total £'000	Revenue £'000	Capital £'000	Total £'000	Revenue £'000	Capital £'000	Total £'000
Gains on disposal of fixed asset investments	-	66	66	-	2,945	2,945	-	2,985	2,985
(Loss)/gains on disposal of current asset investments	-	(368)	(368)	-	3,739	3,739	-	3,155	3,155
Gain on valuation of fixed asset investments	-	35,937	35,937	-	14,300	14,300	-	29,749	29,749
Loss on valuation of current asset investments	-	-	-	-	(6,058)	(6,058)	-	(7,161)	(7,161)
Investment income*	(129)	-	(129)	190	-	190	595	-	595
Investment management fees**	(303)	(5,745)	(6,048)	(1,201)	(3,604)	(4,805)	(2,734)	(8,202)	(10,936)
Performance fee	-	(5,182)	(5,182)	-	(1,592)	(1,592)	-	(2,805)	(2,805)
Other expenses	(2,211)	-	(2,211)	(1,850)	-	(1,850)	(4,256)	-	(4,256)
FX translation	-	(49)	(49)	-	(266)	(266)	-	(95)	(95)
Profit/(loss) before tax	(2,643)	24,659	22,016	(2,861)	9,464	6,603	(6,395)	17,626	11,231
Tax	-	-	-	-	-	-	-	-	-
Profit/(loss) after tax	(2,643)	24,659	22,016	(2,861)	9,464	6,603	(6,395)	17,626	11,231
Earnings per share – basic and diluted	(0.4)p	3.5p	3.1p	(0.5)p	1.7p	1.2p	(1.1)p	2.9p	1.8p

*Due to write-offs of interest on loan investments, the net loan interest income figure is a negative amount.

**The split of management fees between revenue and capital has been updated in the current period, see Note 7.

- The 'Total' column of this statement is the profit and loss account of the Company; the supplementary revenue return and capital return columns have been prepared under guidance published by the Association of Investment Companies.
- All revenue and capital items in the above statement derive from continuing operations.
- The Company has only one class of business and derives its income from investments made in shares and securities and from bank and money market funds.

Titan has no other comprehensive income for the period.

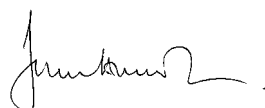
The accompanying notes form an integral part of the half-yearly report.

Balance Sheet

	Unaudited As at 30 April 2019		Unaudited As at 30 April 2018		Audited As at 31 October 2018	
	£'000	£'000	£'000	£'000	£'000	£'000
Fixed asset investments		522,249		364,442		434,897
Current assets:						
Investments		–		76,269		61,581
Cash at bank		29,306		93,202		42,210
Applications cash*		108		300		57,679
Debtors		3,810		16,122		2,850
Money market funds		283,034		72,466		72,679
		316,258		258,359		236,999
Current liabilities		(10,446)		(5,042)		(62,494)
Net current assets		305,812		253,317		174,505
Net assets		828,061		617,759		609,402
Share capital		89,618		65,479		65,467
Share premium		504,763		295,277		299,804
Capital redemption reserve		2,809		1,495		2,056
Special distributable reserve		136,417		186,106		169,637
Capital reserve realised		(2,327)		9,405		11,245
Capital reserve unrealised		117,708		74,869		79,428
Revenue reserve		(20,927)		(14,872)		(18,235)
Total equity shareholders' funds		828,061		617,759		609,402
Net asset value per share		92.4p		94.3p		93.1p

*Cash held but not yet allotted.

The statements were approved by the Directors and authorised for issue on 19 June 2019 and are signed on their behalf by:



John Hustler
Chairman

Statement of Changes in Equity

	Share capital £'000	Share premium £'000	Capital redemption reserve £'000	Special distributable reserve* £'000	Capital reserve realised* £'000	Capital reserve unrealised £'000	Revenue reserve* £'000	Total £'000
As at 1 November 2018	65,467	299,804	2,056	169,637	11,245	79,428	(18,235)	609,402
Share issue (includes DRIS)**	24,904	204,959	-	-	-	-	-	229,863
Repurchase of own shares	(753)	-	753	(6,611)	-	-	-	(6,611)
Revenue loss after tax	-	-	-	-	-	-	(2,643)	(2,643)
Management fees allocated as capital expenditure	-	-	-	-	(5,745)	-	-	(5,745)
Current year gains on disposal of fixed asset investments	-	-	-	-	66	-	-	66
Current year gains on disposal of current asset investments	-	-	-	-	(368)	-	-	(368)
Prior year current assets gains now realised	-	-	-	-	(2,343)	2,343	-	-
Gains on fair value of fixed asset investments	-	-	-	-	-	35,937	-	35,937
Dividends paid (includes DRIS)	-	-	-	(26,609)	-	-	-	(26,609)
Performance fee	-	-	-	-	(5,182)	-	-	(5,182)
FX translation	-	-	-	-	-	-	(49)	(49)
Balance as at 30 April 2019	89,618	504,763	2,809	136,417	(2,327)	117,708	(20,927)	828,061

*Reserve is available for distribution.

**This is net of allotment fees of £6.6m.

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

	Share capital £'000	Share premium £'000	Capital redemption reserve £'000	Special distributable reserve* £'000	Capital reserve realised* £'000	Capital reserve unrealised £'000	Revenue reserve* £'000	Total £'000
As at 1 November 2017	44,899	114,404	1,071	211,122	2,284	70,668	(11,745)	432,703
Share issue (includes DRIS)**	21,004	180,873	-	-	-	-	-	201,877
Repurchase of own shares	(424)	-	424	(3,905)	-	-	-	(3,905)
Revenue loss after tax	-	-	-	-	-	-	(2,861)	(2,861)
Management fees allocated as capital expenditure	-	-	-	-	(3,604)	-	-	(3,604)
Current year gains on disposal of fixed asset	-	-	-	-	2,945	-	-	2,945
Current year gains on disposal of current assets	-	-	-	-	3,739	-	-	3,739
Prior year fixed asset losses now realised	-	-	-	-	(1,382)	1,382	-	-
Prior year current assets gains now realised	-	-	-	-	5,423	(5,423)	-	-
Gains on fair value of fixed asset investments	-	-	-	-	-	14,300	-	14,300
Gains on fair value of current asset investments	-	-	-	-	-	(6,058)	-	(6,058)
Dividends paid (includes DRIS)	-	-	-	(19,519)	-	-	-	(19,519)
Performance fee	-	-	-	(1,592)	-	-	-	(1,592)
FX translation	-	-	-	-	-	-	(266)	(266)
Balance as at 30 April 2018	65,479	295,277	1,495	186,106	9,405	74,869	(14,872)	617,759

*Reserve is available for distribution.

**This is net of allotment fees of £4.2m.

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

	Share capital £'000	Share premium £'000	Capital redemption reserve £'000	Special distributable reserve* £'000	Capital reserve realised* £'000	Capital reserve unrealised £'000	Revenue reserve* £'000	Total £'000
As at 1 November 2017	44,899	114,404	1,071	211,122	2,284	70,668	(11,745)	432,703
Share issue (includes DRIS)**	21,553	185,400	-	-	-	-	-	206,953
Repurchase of own shares	(985)	-	985	(8,889)	-	-	-	(8,889)
Revenue loss after tax	-	-	-	-	-	-	(6,395)	(6,395)
Management fees allocated as capital expenditure	-	-	-	-	(8,202)	-	-	(8,202)
Current year gain on disposal of fixed assets	-	-	-	-	2,985	-	-	2,985
Current year gain on disposal of current assets	-	-	-	-	3,155	-	-	3,155
Prior year fixed asset gains now realised	-	-	-	-	8,868	(8,868)	-	-
Prior year current assets gains now realised	-	-	-	-	4,960	(4,960)	-	-
Gains on fair value of fixed asset investments	-	-	-	-	-	29,749	-	29,749
Gains on fair value of current asset investments	-	-	-	-	-	(7,161)	-	(7,161)
Dividends paid (includes DRIS)	-	-	-	(32,596)	-	-	-	(32,596)
Performance fee	-	-	-	-	(2,805)	-	-	(2,805)
FX translation	-	-	-	-	-	-	(95)	(95)
Balance as at 31 October 2018	65,467	299,804	2,056	169,637	11,245	79,428	(18,235)	609,402

*Reserve is available for distribution.

**This is net of allotment fees of £4.2m.

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

Cash Flow Statement

	Unaudited Six months to 30 April 2019 £'000	Unaudited Six months to 30 April 2018 £'000	Audited Year to 31 October 2018 £'000
Reconciliation of profit to cash flows from operating activities			
Profit before tax	22,016	6,603	11,231
(Increase)/decrease in debtors	(960)	(10,301)	2,971
Increase/(decrease) in creditors	5,523	(394)	(321)
Losses/(gains) on disposal of current asset investments	368	(3,739)	(3,155)
Gains on valuation of current asset investments	–	6,058	7,161
Gains on disposal of fixed asset investments	(66)	(2,945)	(2,985)
Gains on valuation of fixed asset investments	(35,937)	(14,300)	(29,749)
Outflow from operating activities	(9,056)	(19,018)	(14,847)
Cash flows from investing activities			
Purchase of current asset investments	–	(46,000)	(46,000)
Sale of current asset investments	61,213	71,896	84,897
Purchase of fixed asset investments	(51,416)	(54,892)	(122,739)
Sale of fixed asset investments	67	9,486	22,367
Inflow/(Outflow) from investing activities	9,864	(19,510)	(61,475)
Cash flows from financing activities			
Applications Inflows allotted	(57,571)	(38,972)	18,407
Purchase of own shares	(6,611)	(3,905)	(8,889)
Net proceed from share issues	222,772	196,849	198,535
Dividends Paid (net of DRIS)	(19,518)	(14,491)	(24,178)
Inflow from financing activities	139,072	139,481	183,875
Increase in cash and cash equivalents	139,880	100,953	107,553
Opening cash and cash equivalents	172,568	65,015	65,015
Closing cash and cash equivalents	312,448	165,968	172,568

Condensed Notes to the Half-Yearly Report

1. Basis of preparation

The unaudited half-yearly results which cover the six months to 30 April 2019 have been prepared in accordance with the Financial Reporting Council's (FRC) Financial Reporting Standard 104 Interim Financial Reporting (March 2018) and the Statement of Recommended Practice (SORP) for Investment Companies re-issued by the Association of Investment Companies in February 2018.

2. Publication of non-statutory accounts

The unaudited half-yearly results for the six months ended 30 April 2019 do not constitute statutory accounts within the meaning of Section 415 of the Companies Act 2006 and have not been delivered to the Registrar of Companies. The comparative figures for the year ended 31 October 2018 have been extracted from the audited financial statements for that year, which have been delivered to the Registrar of Companies. The independent auditor's report on those financial statements, in accordance with chapter 3, part 16 of the Companies Act 2006, was unqualified. These half-yearly results have not been reviewed by the Company's auditor.

3. Earnings per share

The earnings per share is based on 700,062,139 ordinary shares (30 April 2018 – 562,260,165; 31 October 2018 – 609,205,764), being the weighted average of shares in issue during the period. There are no potentially dilutive capital instruments in issue and therefore no diluted returns per share figures are relevant. The basic and diluted earnings per share are therefore identical.

4. Net asset value per share

	30 April 2019	30 April 2018	31 October 2018
Net assets (£'000)	828,061	617,759	609,402
Shares in issue	896,180,357	654,788,574	654,665,529
Net asset value per share	92.4p	94.3p	93.1p

5. Dividends

The interim dividend declared of 2.0 pence per share for the six months ending 30 April 2019 will be paid on 15 November 2019 to those shareholders on the register as at 25 October 2019.

On 29 April 2019 a final dividend of 3.0p relating to the 2018 financial year was paid.

6. Buybacks and allotments

During the six months ended 30 April 2019 the Company bought back 7,525,258 Ordinary shares at a weighted average price of 87.9 pence per share (six months ended 30 April 2018: 4,246,662 Ordinary shares at a weighted average price of 91.9 pence per share; year ended 31 October 2018: 9,854,067 Ordinary shares at a weighted average price of 90.2 pence per share).

During the six months to 30 April 2019 249,040,086 shares were issued at a weighted average price of 98.3 pence per share.

7. Related Party Transactions

Octopus acts as the Portfolio Manager of the Company. Under the management agreement, Octopus receives a fee of 2.0% per annum of the net assets of the Company for the investment management services, but in respect of funds raised by the Company under the 2018 Offer and thereafter (and subject to the Company having a cash reserve of 10% of its NAV), the annual management charge on uninvested cash will be the lower of either (i) the actual return that the Company receives on its cash and funds that are the equivalent of cash subject to a 0% floor and (ii) 2%. During the period, the Company incurred management fees of £6,047,000 payable to Octopus (30 April 2018: £4,805,000; 31 October 2018: £10,936,000), which was fully settled by 30 April 2019.

The split of management fees between revenue and capital has been updated in the current period, from a split of 25% to revenue and 75% to capital, to a split of 5% to revenue and 95% to capital, in line with the Board's expected long-term return in the form of income and capital gains respectively from Titan's investment portfolio.

Octopus provides accounting and administration services to the Company and receives a fee for these services which will be capped at the lower of either (i) 0.3% per annum of the Company's NAV or (ii) the administration and accounting costs of the Company for the year ended 31 October 2018 with inflationary increases.

Octopus received £0.67 million in the six months to 30 April 2019 (six months ended 30 April 2018: £0.57 million; year ended 31 October 2018: £1.05 million) in regards to arrangement and monitoring fees in relation to investments made by the Company.

8. Voting rights and equity management

The following table shows the % voting rights held by Titan of each of the top 10 investments held in Titan, on a fully diluted basis.

Investments	% voting rights held by Titan
Amplience Limited	41.0%
Secret Escapes Limited	7.4%*
Zenith Holding Company Limited	100.0%
Wave Optics Limited	25.2%
DePop Limited	11.4%
Conversocial Limited	19.3%
Big Health Limited	11.7%
Chiaro Technology Limited (trading as Elvie)	14.0%
Bought By Many Limited	13.9%
PLU&M limited (trades as Plum Guide)	19.2%

*11.53% when the Zenith Holding Company stake in Secret Escapes is included (Zenith Holding Company has a 38.28% investment in Zenith LP).

9. Post balance sheet events

The following events occurred between the balance sheet date and the signing of this half-yearly report:

- Three new investments completed totalling £10.3 million.
- Eight follow-on investments completed totalling £11.0 million.

10. Additional information

Copies of this report are available from the registered office of the Company at 33 Holborn, London, EC1N 2HT.

Shareholder Information and Contact Details

Financial Calendar

The Company's financial calendar is as follows:

15 November 2019	2019 interim dividend to be paid
February 2020	Annual results for the year to 31 October 2019 announced; Annual Report and financial statements published

Dividends

Dividends are paid by Computershare Investor Services plc ('Computershare') on behalf of the Company. Shareholders who wish to have dividends paid directly into their bank account rather than by cheque to their registered address can complete a mandate form for this purpose or complete an instruction electronically by visiting the Computershare Investor Centre at: www-uk.computershare.com/investor/.

Queries relating to dividends, shareholdings or requests for mandate forms should be directed to Computershare by calling **0370 703 6324**. Calls to this number cost the same as a normal local or national landline call and may be included in your service provider's tariff. Calls outside the United Kingdom will be charged at the applicable international rate. Computershare Investor Services plc are open between 8.30 am – 5.30 pm, Monday to Friday excluding public holidays in England and Wales. Computershare can be contacted in writing at:

Computershare Investor Services plc
The Pavilions
Bridgwater Road
Bristol
BS99 6ZZ

The table below shows the NAV and lists the dividends that have been paid since the launch of Titan (formerly Titan 2):

Period Ended	NAV	Dividends paid	Total Value
30 April 2008	95.0p	–	95.0p
31 October 2008	89.9p	–	89.9p
30 April 2009	91.5p	0.5p	92.0p
31 October 2009	96.1p	0.5p	97.1p
30 April 2010	92.0p	0.5p	93.5p
31 October 2010	94.9p	0.5p	96.9p
30 April 2011	92.1p	0.75p	94.85p
31 October 2011	91.5p	0.75p	95.0p
30 April 2012	92.8p	1.0p	97.3p
31 October 2012	121.9p	1.5p	127.9p
30 April 2013	88.7p	34.0p	128.7p
31 October 2013	95.2p	2.5p	137.7p
30 April 2014	92.2p	2.5p	137.2p
31 October 2014	101.4p	2.5p	148.9p
30 April 2015	97.7p	2.5p	147.7p
31 October 2015	102.7p	2.0p	154.7p
30 April 2016	95.7p	7.0p	154.7p
31 October 2016	97.9p	2.0p	158.9p
30 April 2017	95.2p	3.0p	159.2p
31 October 2017	96.4p	2.0p	162.4p
30 April 2018	94.3p	3.0p	163.3p
31 October 2018	93.1p	2.0p	164.1p
30 April 2019	92.4p	3.0p	166.4p

The interim dividend of 2.0p per share for the six months ending 30 April 2019 will be paid on 15 November 2019, to those shareholders on the register as at 25 October 2019.

Share Price

The Company's share price can be found on various financial websites including www.londonstockexchange.com, with the following TIDM/EPIC code:

Ordinary shares

TIDM/EPIC code	OTV2
Latest share price (18 June 2019)	85.50p per share

Buying and Selling Shares

The Company's Ordinary shares can be bought and sold through a stockbroker in the same way as any other company quoted on the London Stock Exchange. There may be tax implications in respect of selling all or part of your holdings, so shareholders should contact their independent financial adviser if they have any queries.

The Company operates a policy of buying its own shares for cancellation as they become available. The Company is, however, unable to buy back shares directly from shareholders. 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 brought in shares. Panmure can be contacted as follows:

Chris Lloyd	020 7886 2716	chris.lloyd@panmure.com
Paul Nolan	020 7886 2717	paul.nolan@panmure.com

Notification of Change of Address

Communications with shareholders are mailed to the registered address held on the share register. In the event of a change of address or other amendment this should be notified to the Company's registrar, Computershare, as well as Octopus under the signature of the registered holder. Their contact details are provided at the end of this report.

Other Information for Shareholders

Previously published Annual Reports and half-yearly reports are available for viewing on the Investment Manager's website at octopusinvestments.com. All other statutory information will also be found there.

Warning to Shareholders

Many companies are aware that their shareholders have received unsolicited phone calls or correspondence concerning investment matters. These are typically from overseas based 'brokers' who target UK shareholders offering to sell them what often turn out to be worthless or high risk shares in US or UK investments. They can be very persistent and extremely persuasive. Shareholders are therefore advised to be very wary of any unsolicited advice, offer to buy shares at a discount or offer for free company reports.

Please note that it is extremely unlikely that either the Company or Octopus would make unsolicited telephone calls to shareholders and that any such calls would relate only to official documentation already circulated to shareholders and never in respect of investment 'advice'.

If you are in any doubt about the veracity of an unsolicited phone call, please call either Octopus, or the Registrar, at the numbers provided at the back of this report.

Directors and Advisers

Board of Directors

John Hustler (Chairman)
Mark Hawkesworth
Matt Cooper
Jane O'Riordan
Tom Leader

Company Number

Registered in England & Wales
No. 06397765

Secretary and Registered Office

Parisha Kanani
Octopus Investments Limited
33 Holborn
London, EC1N 2HT

Portfolio Manager

Octopus Investments Limited
33 Holborn
London, EC1N 2HT
Tel: 0800 316 2295
www.octopusinvestments.com

Manager

Octopus AIF Management Limited
33 Holborn
London, EC1N 2HT
Tel: 0800 316 2295
www.octopusinvestments.com

Corporate Broker

Panmure Gordon (UK) Limited
One New Change
London, EC4M 9AF
Tel: 020 7886 2500

Independent Auditor

BDO LLP
55 Baker Street
London
W1U 7EU

Tax Adviser

James Cowper Kreston
Reading Bridge House
George Street
Reading, RG1 8LS

VCT Status Adviser

PricewaterhouseCoopers LLP
1 Embankment Place
London, WC2N 6RH

Bankers

HSBC Bank plc
31 Holborn
London, EC1N 2HR

Registrars

Computershare Investor Services plc
The Pavilions
Bridgwater Road
Bristol, BS99 6ZZ
Tel: 0370 703 6324
(Calls are charged at the standard geographic rate and will vary by provider. Calls from outside the United Kingdom will be charged at the applicable international rate.)
www.computershare.com/uk
www-uk.computershare.com/investor/

Depositary

BNP Paribas Securities Services
10 Avenue
London, NW1A 6AA



0800 316 2295
info@octopusinvestments.com
octopusinvestments.com



Octopus Investments,
33 Holborn,
London EC1N 2HT