MITHRAS

Investment Trust plc

Interim Report

30 June 2008

Contents

The Company is a member of the Association of Investment Companies ("AIC")

MITHRAS
Investment Trust plc

Mithras Profile

Objective

The objective of Mithras Investment Trust plc (the "Company" or "Mithras") is to achieve over the longer term a total return in excess of the FTSE All-Share Index with dividends reinvested.

Investment Policy

The Company's investment policy is to provide equity finance for buyouts. Investments are diversified by region, sector and deal size. The Company achieves this through its commitments to limited partnership funds managed by LGV Capital Limited ("LGV") and non-LGV private equity fund managers.

The LGV funds invest in UK mid-market buyouts valued at over £50 million in the leisure, healthcare, consumer and services sectors.

Funds managed by non-LGV private equity fund managers focus on buyouts but without the restrictions in terms of geographic focus or deal size range.

The Company invests in certain private equity listed vehicles (established in the UK or overseas) to further broaden its exposure to the private equity sector and this strategy is consistent with the wider aim of maximising performance with a given level of risk appetite.

The Company invests no more than 15% of its gross assets in individual company investments, other than UK listed investment companies which themselves have published investment policies to invest no more than 15% of their total assets in other listed investment companies.

The Company may use gearing to meet its investment objective. The Company will ensure that the ratio of total consolidated assets, after deducting current liabilities, to total net debt is at least 3:1.

Dividends

The revenue generated by private equity investments gives the Company the scope to pay above average dividends compared with the FTSE All-Share Index.

Capital Gains

As Mithras is an investment trust, capital appreciation within the Company is free of tax.

Registered in England & Wales

No. 2478424

MITHRAS
Investment Trust plc

Performance Summary

Total Return on Equity*

	Mithras	FTSE All-Share Index
Six months ended 30 June 2008	5.8%	(11.2)%
From flotation on 21 February 1994 to 30 June 2008	256.8%	171.1%

*Group total return after tax before dividends on opening shareholders'[1] funds.

Results and Dividends

	Six Months Ended 30 June 2008	Six Months Ended 30 June 2007
Revenue return before tax	**£2.1 million**	£1.0 million
Total expense ratio	**2.9%**	2.2%
Net dividends per ordinary share		
- Final**	**2.00 pence**	2.00 pence
- Special***	**2.00 pence**	1.00 pence

**The final dividend declared at the 2008 Annual General Meeting ("AGM"), in respect of the year ended 31 December 2007, was paid in May 2008. The final dividend declared at the 2007 AGM, in respect of the year ended 31 December 2006, was paid in May 2007.

***The special dividend declared at the 2008 AGM, in respect of the year ended 31 December 2007, is in lieu of a 2008 interim dividend and is payable in October 2008. The special dividend declared at the 2007 AGM, in respect of the year ended 31 December 2006, was in lieu of a 2007 interim dividend and was paid in October 2007.

Net Asset Value and Share Price

	As At 30 June 2008	As At 31 December 2007
Net asset value per ordinary share	**135.7 pence**	132.1 pence
Mid market quoted share price	**128.8 pence**	93.5 pence

[1]Referred to as "equity holders" in the Interim Financial Statements and in the Notes to the Interim Financial Statements.

Investment Manager's Review

Overview

The net asset value ("NAV") of the Company increased from 132.1 pence per share to 135.7 pence per share in the six months to 30 June 2008 and the total return for the period of 5.8% compared to a fall of 11.2% generated by the Company's benchmark, the FTSE All-Share Index. The Company's performance reflects continuing profitable realisations and positive valuation movements in aggregate.

Results for Six Months to 30 June 2008

- NAV per share up from 132.1 pence at 31 December 2007 to 135.7 pence, an increase of 2.7%.
- Total return on opening equity for the period was 5.8% compared to a fall of 11.2% for the FTSE All-Share Index.
- Revenue return before tax up from £1.0 million for the six months to 30 June 2007 to £2.1 million.
- The Company's share price increased from 93.5 pence at 31 December 2007 to 128.8 pence. Including the dividend of 2.0 pence paid during the period, this represents a total return of 39.9%.

Dividend

As reported in the 2007 Report & Accounts and approved by shareholders at the May 2008 Annual General Meeting, a final dividend of 2.0 pence per share (2007: 2.0 pence) was paid in May 2008 in respect of the year ended 31 December 2007. In addition, a special dividend of 2.0 pence per share (2007: 1.0 pence) was approved and will be paid in lieu of the Company's 2008 interim dividend.

The special dividend is payable on 31 October 2008 to shareholders on the register at the close of business on 26 September 2008.

Investment Activity

By the end of June 2008 Mithras Capital Fund ("MCF") had made commitments to five underlying funds giving deal size, geographic, and vintage year diversification, ranging from 2005 to 2008. During the period €30 million (Mithras share €15 million) was committed to CVC Europe V, a Pan-European large buyout fund. MCF is now over 90% committed and no further commitments will therefore be made.

During the period MCF has drawn down £6.8 million from the Company to meet draw downs due and expected from these fund commitments, taking the total drawn down to date to £21.5 million. Of the Company's £60 million commitment to MCF, £38.5 million is yet to be called.

Investment Manager's Review *continued*

The portfolio of quoted bonds of £10.0 million at 31 December 2007 was sold, and £12.1 million was invested in quoted private equity companies. The portfolio of quoted private equity company shares is now managed passively based upon the LPX index, which is an index that provides a broad diversification of quoted private equity companies from around the world.

Realisations

During the period the Company received total proceeds of £8.7 million from realisations of unquoted investments.

- In February 2008 the Company disposed of its investment in IDH which was held via the LGV 5 Private Equity Fund ("LGV 5"). The Company had invested £1.1 million in April 2006 and received proceeds of £3.9 million, giving a total return of 3.5 times cost of investment.
- Also in February 2008 the Company received £0.6 million from the LGV 4 Private Equity Fund ("LGV 4") in respect of the disposal of Verna Group. The Company had invested £1.1 million in March 2005, and had already received proceeds of £0.9 million in July 2007. The total return was 1.3 times cost of investment.
- In March 2008 the Company received £4.3 million from LGV 4 in respect of the disposal of Classic Hospitals. The Company had invested £1.8 million in July 2005, with a follow-on investment of £0.2 million in December 2007. The total return was 2.2 times cost of investment.

Revaluations and Provisions

The Company's investment in MCF increased in value by £4.3 million during the six months to 30 June 2008. This was primarily due to some positive valuation movements in Riverside Europe Fund III. The Company's investment in Craegmoor was reduced in value by £2.1 million as a result of the anticipated outcome of a disposal process. The passively managed quoted private equity portfolio decreased in value by £3.3 million due to market movements.

Borrowing Facilities

The Company has a borrowing facility in place to be used to finance anticipated growth in the Company's unquoted private equity portfolio.

As a result of the investments, realisations and market movements noted above, the Company's net cash and liquid investment balances, including quoted securities,

Investment Manager's Review *continued*

decreased during the period from £21.3 million to £19.7 million. Excluding the quoted private equity portfolio, the Company held net cash of £1.9 million.

Outlook

The Company has had a series of successful realisations from the LGV partnerships in recent years. Its unquoted portfolio has a relatively low exposure to investment activity carried out prior to the credit crunch and economic downturn. It is therefore well positioned at this stage in the cycle through the commitments to non-LGV private equity managers via MCF and the remaining investments in the LGV partnerships, although realisation activity will inevitably slow. In the medium term, the underlying fund managers in MCF should be able to deploy their fund commitments in an environment where buying opportunities are more attractive than in recent years.

LGV Capital Limited
31 July 2008

MITHRAS
Investment Trust plc

Consolidated Investment Portfolio at 30 June 2008

Investments	Description of Business	Fair Value £'000	% of Portfolio
Unquoted investments			
Riverside Europe Fund III	Limited partnership fund	10,329	22
Oaktree Capital Management Principal Opportunities Fund IV	Limited partnership fund	6,228	13
Doughty Hanson & Co V LP2	Limited partnership fund	2,072	4
LGC Holdings (via LGV 3)	Analytical and diagnostic testing	1,935	4
Craegmoor Healthcare	Residential care	1,427	3
Total Fitness (via LGV 3)	Health and fitness operator	880	2
Jeyes (via LGV 2)	Household products manufacturer	699	2
PAI Europe V	Limited partnership fund	38	–
		23,608	50
Quoted equity investments			
3i Group plc	Private equity	1,696	4
Eurazeo	Private equity	1,586	3
Wendel Investissement	Private equity	1,403	3
American Capital Strategies	Private equity	1,266	3
Partners Group Holding AG	Private equity	1,015	2
Ratos AB	Private equity	946	2
Onex Corporation	Private equity	878	2
The Blackstone Group	Private equity	795	2
KKR Private Equity Investors L.P.	Private equity	685	1
Allied Capital Corporation	Private equity	594	1
Intermediate Capital Group Plc	Private equity	568	1
SVG Capital plc	Private equity	520	1
Apollo Investment Corporation	Private equity	494	1
37 other quoted investments	Private equity	5,357	11
		17,803	37
Net current assets held in the partnerships		6,000	13
Total investment portfolio		**47,411**	**100**
LGV limited partnership funds			
LGV 2 Private Equity Fund ("LGV 2")		589	1
LGV 3 Private Equity Fund ("LGV 3")		2,379	5
LGV 4 Private Equity Fund ("LGV 4")		65	–
MCF limited partnership funds			
Doughty Hanson & Co V		2,072	4
Oaktree Capital Management Principal Opportunities Fund IV		6,228	13
PAI Europe V		38	–
Riverside Europe Fund III		10,329	22
Net current assets held in the partnership		6,481	14
		28,181	59

Geographical Spread of Investments by Currency Exposure

United Kingdom	15,102	33
Continental Europe	19,018	40
North America	11,988	25
Japan	684	1
Far East (excl. Japan)	619	1
	47,411	**100**

MITHRAS
Investment Trust plc

Unaudited Consolidated Income Statement

	Notes	Revenue return £'000	Capital return £'000	Total income £'000
		Six months ended 30 June 2008		
Income				
Investment income				
Net gains on investments	4	1,662	770	2,432
Other income	5	838	–	838
		2,500	770	3,270
Expenses				
Investment management fees		(88)	(88)	(176)
Other operating expenses	6	(323)	–	(323)
Total operating expenses		(411)	(88)	(499)
Profit before finance costs and tax		2,089	682	2,771
Finance costs		(24)	–	(24)
Profit before tax		2,065	682	2,747
Tax credit		27	30	57
Profit for the period		2,092	712	2,804
Attributable to:				
Equity holders of the Company		2,049	712	2,761
Minority interest		43	–	43
Basic and diluted earnings per ordinary share (pence)	8	**5.6**	**2.0**	**7.6**

Dividends declared in respect of the year ended 31 December 2007 and recognised in the period to 30 June 2008:

Final 2.00 pence	726
Special 2.00 pence (in lieu of a 2008 interim dividend)	726

The total column of this statement represents the Group's Income Statement, prepared in accordance with International Financial Reporting Standards ("IFRS") as adopted by the European Union ("EU"). The supplementary revenue return and capital return columns are both prepared under the guidance published by the Association of Investment Companies. All items in the above statement derive from continuing operations.

The notes on pages 13 to 28 form an integral part of these Condensed Consolidated Interim Financial Statements.

MITHRAS
Investment Trust plc

Unaudited Consolidated Income Statement

	Notes	(Restated) Revenue return £'000	Capital return £'000	(Restated) Total income £'000
		Six months ended 30 June 2007		
Income				
Investment income				
Net gains on investments	4	1,061	2,993	4,054
Other income	5	460	–	460
		1,521	2,993	4,514
Expenses				
Investment management fees		(142)	(142)	(284)
Other operating expenses	6/19	(233)	–	(233)
Total operating expenses		(375)	(142)	(517)
Goodwill written off	3.3	–	(148)	(148)
Profit before finance costs and tax		1,146	2,703	3,849
Finance costs		(119)	(86)	(205)
Profit before tax		1,027	2,617	3,644
Tax (expense)/credit		(272)	141	(131)
Profit for the period		755	2,758	3,513
Attributable to:				
Equity holders of the Company		720	2,758	3,478
Minority interest		35	–	35
Basic and diluted earnings per ordinary share (pence)	8	**2.0**	**7.6**	**9.6**

Dividends declared in respect of the year ended 31 December 2006 and recognised in the period to 30 June 2007:

Final 2.00 pence	726
Special 1.00 pence (in lieu of a 2007 interim dividend)	363

The total column of this statement represents the Group's Income Statement, prepared in accordance with International Financial Reporting Standards ("IFRS") as adopted by the EU. The supplementary revenue return and capital return columns are both prepared under the guidance published by the Association of Investment Companies. All items in the above statement derive from continuing operations.

The notes on pages 13 to 28 form an integral part of these Condensed Consolidated Interim Financial Statements.

Unaudited Consolidated Statement of Changes in Equity

	Share capital £'000	Share premium £'000	Capital redemption reserve £'000	Capital reserve realised £'000	Capital reserve unrealised £'000	Revenue reserve £'000	Minority Interest £'000	Total £'000
At 1 January 2008	**726**	**8,598**	**109**	**45,778**	**(14,347)**	**7,086**	**47**	**47,997**
Profit/(loss) for the period	–	–	–	**4,514**	**(3,802)**	**2,049**	**43**	**2,804**
Profit share distributed to minority interests	–	–	–	–	–	–	**(59)**	**(59)**
Equity dividends (note 7)	–	–	–	–	–	**(1,452)**	–	**(1,452)**
At 30 June 2008 (note 13)	**726**	**8,598**	**109**	**50,292**	**(18,149)**	**7,683**	**31**	**49,290**

	Share capital £'000	Share premium £'000	Capital redemption reserve £'000	Capital reserve realised £'000	Capital reserve unrealised £'000	Revenue reserve £'000	(Restated*) Minority Interest £'000	Total £'000
At 1 January 2007	726	8,598	109	36,560	(12,949)	6,612	–	39,656
Minority interest on acquisition	–	–	–	–	–	–	8	8
Profit/(loss) for the period	–	–	–	7,669	(4,911)	720	35	3,513
Equity dividends (note 7)	–	–	–	–	–	(1,089)	–	(1,089)
At 30 June 2007 (note 13)	726	8,598	109	44,229	(17,860)	6,243	43	42,088

*See note 19.

The notes on pages 13 to 28 form an integral part of these Condensed Consolidated Interim Financial Statements.

MITHRAS
Investment Trust plc

Unaudited Consolidated Balance Sheet

	Notes	**30 June 2008 £'000**	31 December 2007 £'000	30 June 2007 £'000
Non-current assets				
Investments	9	**47,411**	45,375	41,518
		47,411	45,375	41,518
Current assets				
Trade and other receivables	10	**1,090**	937	30
Cash and cash equivalents	11	**1,872**	2,395	1,401
		2,962	3,332	1,431
Total assets		**50,373**	48,707	42,949
Current liabilities				
Trade and other payables	12	**(943)**	(261)	(538)
Current tax liabilities		**(46)**	(299)	(195)
		(989)	(560)	(733)
Total assets less current liabilities		**49,384**	48,147	42,216
Non-current liabilities				
Deferred tax liabilities		**(94)**	(150)	(128)
		(94)	(150)	(128)
Net assets		**49,290**	47,997	42,088

The notes on pages 13 to 28 form an integral part of these Condensed Consolidated Interim Financial Statements.

MITHRAS
Investment Trust plc

Unaudited Consolidated Balance Sheet

	Notes	**30 June 2008 £'000**	31 December 2007 £'000	30 June 2007 £'000
Equity				
Share capital	13	**726**	726	726
Share premium	13	**8,598**	8,598	8,598
Capital redemption reserve	13	**109**	109	109
Capital reserve - realised	13	**50,292**	45,778	44,229
Capital reserve - unrealised	13	**(18,149)**	(14,347)	(17,860)
Revenue reserve	13	**7,683**	7,086	6,243
Equity attributable to equity holders of the Company		**49,259**	47,950	42,045
Minority interest		**31**	47	43
Total equity		**49,290**	47,997	42,088
Net assets per ordinary share (pence)	14	**135.7**	132.1	115.9

The notes on pages 13 to 28 form an integral part of these Condensed Consolidated Interim Financial Statements.

Unaudited Consolidated Cash Flow Statement

	Notes	Six months ended 30 June 2008 £'000	Six months ended 30 June 2007 £'000
Cash flows from operating activities			
Dividend income received		**511**	76
Interest income received		**650**	1,128
Deposit interest received		**239**	148
Other income received		**–**	18
Investment management fee received		**600**	286
Investment management fee paid		**(168)**	(276)
Other operating expenses		**(359)**	(325)
Income taxes paid		**(233)**	(33)
Purchase of investments	9	**(24,669)**	(21,768)
Sale of investments	9	**23,717**	20,251
Net cash from/(used in) operating activities		**288**	(495)
Cash flows from investing activities			
Acquisition of subsidiary, net of cash acquired		**–**	**(128)**
Net cash used in investing activities		**–**	**(128)**
Cash flows from financing activities			
Net decrease in term loans		**–**	(5,678)
Finance costs paid		**–**	(102)
Equity dividends paid		**(726)**	(726)
Guaranteed drawings to minority interests		**(62)**	(38)
Profit share distributed to minority interests		**(59)**	–
Net cash used in financing activities		**(847)**	(6,544)
Net decrease in cash and cash equivalents		**(559)**	(7,167)
Cash and cash equivalents at beginning of period		**2,395**	8,577
Effect of foreign exchange rate changes		**36**	(9)
Cash and cash equivalents at end of period		**1,872**	1,401

The notes on pages 13 to 28 form an integral part of these Condensed Consolidated Interim Financial Statements.

NOTES TO THE INTERIM RESULTS

1. GENERAL INFORMATION

Mithras Investment Trust plc (the "Company") is a company incorporated in the United Kingdom under the Companies Act 1985. The Condensed Consolidated Interim Financial Statements of the Company for the six months ended 30 June 2008 comprise the Company and its subsidiaries, Mithras Investments Limited ("MIL"), Mithras Capital Holdings Limited ("MCH"), Mithras Capital Partners LLP ("MCP") and Mithras Capital Partners GP Limited ("MCGP"), together referred to as the "Group".

2. STATEMENT OF COMPLIANCE

These Condensed Consolidated Interim Financial Statements have been prepared in accordance with the Listing Rules of the Financial Services Authority and with International Accounting Standard 34, 'Interim financial reporting' as adopted by the EU. They do not include all the information required for full annual financial statements and should be read in conjunction with the Consolidated Financial Statements of the Group as at and for the year ended 31 December 2007, which have been prepared in accordance with International Financial Reporting Standards ("IFRS") as adopted by the EU.

The Condensed Consolidated Interim Financial Statements were authorised and approved for issue by the Board of Directors on 31 July 2008.

The Condensed Consolidated Interim Financial Statements do not comprise the Statutory Accounts within the meaning of Section 240 of the Companies Act 1985. Statutory Accounts for the year ended 31 December 2007 were approved by the Board of Directors on 4 April 2008 and delivered to the Registrar of Companies. The report of the Auditors on those accounts was unqualified, did not contain an emphasis of matter paragraph and did not contain any statement under Section 237 of the Companies Act 1985.

3. SIGNIFICANT ACCOUNTING POLICIES

3.1 Basis of Preparation

The Condensed Consolidated Interim Financial Statements have been prepared on the historic cost basis, except for the revaluation of financial assets and financial liabilities at fair value through profit or loss. Investments are held at fair value and all other assets and liabilities are held at carrying amounts, which approximate to their fair values unless otherwise stated. In determining the analysis of total income and expenses as between capital return and revenue return, the Directors have followed the guidance contained in the Statement of Recommended Practice (the "SORP") for investment trusts issued by the Association of Investment Companies ("AIC") in January 2003 (revised December 2005), to the extent that this is not inconsistent with the requirements of IFRS.

In order to better reflect the activities of an investment trust company, supplementary information which analyses the Income Statement between items of a revenue and capital nature has been presented alongside the Income Statement. In accordance with the Company's status as a UK investment company under Section 833 of the Companies Act 2006, net capital returns may not be distributed by way of dividend.

3. SIGNIFICANT ACCOUNTING POLICIES *CONTINUED*

3.1 Basis of Preparation *continued*

The following new standards, amendments to standards or interpretations are mandatory for the first time for the financial year beginning 1 January 2008, but are not currently relevant for the Group:

- IFRIC 11, 'IFRS 2 – Group and treasury share transactions'.
- IFRIC 12, 'Service concession arrangements'.
- IFRIC 14, 'IAS 19 – the limit on a defined benefit asset, minimum funding requirements and their interaction'.

The following new standards, amendments to standards and interpretations have been issued, but are not effective for the financial year beginning 1 January 2008 and the Group has not adopted them early:

- IAS 23 (Amendment), 'Borrowing costs', effective from 1 January 2009. It requires an entity to capitalise borrowing costs directly attributable to the acquisition, construction or production of a qualifying asset (one that takes a substantial period of time to get ready for use or sale) as part of the cost of that asset. The option of immediately expensing those borrowing costs will be removed. The Group will apply IAS 23 (Amended) from 1 January 2009.
- IFRS 8, 'Operating segments', effective from 1 January 2009. IFRS 8 replaces IAS 14 and aligns segment reporting with the requirements of the US standard SFAS 131, 'Disclosures about segments of an enterprise and related information'. The new standard requires a 'management approach', under which segment information is presented on the same basis as that used for internal reporting purposes. The Group will apply IFRS 8 from 1 January 2009. The expected impact is still being assessed in detail by management.
- IFRS 3 (Amendment), 'Business combinations' and consequential amendments to IAS 27, 'Consolidated and separate financial statements', IAS 28, 'Investments in associates' and IAS 31, 'Interests in joint ventures', effective prospectively to business combinations for which the acquisition date is on or after the beginning of the first annual reporting period beginning on or after 1 July 2009. Management is assessing the impact of the new requirements regarding acquisition accounting, consolidation and associates on the Group.
- IAS 1 (Amendment), 'Presentation of financial statements', effective for annual periods beginning on or after 1 January 2009. Management is assessing the impact of the revised disclosure requirements of this standard.
- IAS 32 (Amendment), 'Financial instruments: presentation', and consequential amendments to IAS 1, 'Presentation of financial statements', effective for annual periods beginning on or after 1 January 2009. This is not relevant to the Group, as the Group does not have any puttable instruments.

Notes to the Interim Results *continued*

3. Significant Accounting Policies *continued*

3.2 Significant Accounting Policies

The principal accounting polices adopted in preparing the Condensed Consolidated Interim Financial Statements are the same as those applied by the Group in its Consolidated Financial Statements as at and for the year ended 31 December 2007.

(a) Basis of consolidation

The Condensed Consolidated Interim Financial Statements incorporate the results, assets and liabilities, and cash flows of the Company and its subsidiaries, MIL, MCH, MCP and MCGP. All intra group transactions, balances, income and expenses are eliminated on consolidation.

The interest of minority members is stated at the minority's proportion of the fair values of the assets and liabilities recognised. Subsequently, minority interests represent the portion of profit or loss and net assets in subsidiaries that is not held by the Group and are presented separately in the Income Statement and within equity in the Consolidated Balance Sheet, separately from parent shareholders' equity.

The results of subsidiaries acquired during the period are included in the Consolidated Income Statement from the effective date of acquisition.

Where necessary, adjustments are made to the financial statements of subsidiaries to bring the accounting policies used into line with those used by the Group.

(b) Management fee income

Management fee income is accrued over the period for which the service is provided.

(c) Valuation of investments

Significant investments made by the Company in limited partnership funds managed by LGV are accounted for as unquoted investments. The Company incorporates its attributable proportion, as a limited partner, of the assets and liabilities and income and expenses of these funds. The fair value of unquoted investments managed by LGV is calculated in accordance with the International Private Equity and Venture Capital Valuation Guidelines, which became effective from 1 January 2005.

MCF is valued at the Manager's valuation where this is consistent with the requirement to use fair value. The Board and the Investment Manager perform a review of the valuations provided by MCP. The valuations are based on the latest available information provided by the managers of the private equity funds and these valuations may not be co-terminous with the year end of the Company. Valuations are adjusted where better indications of fair value become available.

3.3 Impairment of Goodwill

Goodwill is measured, after initial recognition, at cost, less any accumulated impairment losses. Goodwill is not amortised but is tested for impairment at least on an annual basis to determine whether events or changes in circumstances indicate that the carrying amount of the goodwill may not be recoverable. If any such indication exists, the resultant loss (the difference between the carrying value and recoverable amount) is recorded as a charge in the Consolidated Income Statement. Impairment losses are not reversed.

There were no impairment losses in respect of goodwill in the six months to 30 June 2008 (six months to 30 June 2007: £148,000).

NOTES TO THE INTERIM RESULTS *CONTINUED*

3. SIGNIFICANT ACCOUNTING POLICIES *CONTINUED*

3.4 Segment Reporting

The Group is engaged in investing activities and private equity fund-of-funds management, focusing on achieving over the longer term a total return in excess of the FTSE All-Share Index with dividends reinvested. The private equity fund-of-funds management business is undertaken by MCP.

Segmental information is presented below.

30 June 2008	**Investing activities £'000**	**Private equity fund-of-funds management £'000**	**Consolidated £'000**
Net gains on investments	**2,432**	**–**	**2,432**
Other income	**238**	**600**	**838**
Investment management fees	**(176)**	**–**	**(176)**
Other operating expenses	**(158)**	**(165)**	**(323)**
Profit before finance costs and tax	**2,336**	**435**	**2,771**
Finance costs	**(24)**	**–**	**(24)**
Tax credit/(expense)	**169**	**(112)**	**57**
Profit for the six months ended 30 June 2008	**2,481**	**323**	**2,804**
Segment assets	**50,020**	**353**	**50,373**
Segment liabilities	**(1,045)**	**(38)**	**(1,083)**
Net assets as at 30 June 2008	**48,975**	**315**	**49,290**

30 June 2007	**Investing activities £'000**	**(Restated*) Private equity fund-of-funds management £'000**	**(Restated*) Consolidated £'000**
Net gains on investments	4,054	–	4,054
Other income	174	286	460
Investment management fees	(284)	–	(284)
Other operating expenses	(153)	(80)	(233)
Goodwill written off	(148)	–	(148)
Profit before finance costs and tax	3,643	206	3,849
Finance costs	(205)	–	(205)
Tax expense	(85)	(46)	(131)
Profit for the six months ended 30 June 2007	3,353	160	3,513
Segment assets	42,713	236	42,949
Segment liabilities	(836)	(25)	(861)
Net assets as at 30 June 2007	41,877	211	42,088

*See note 19.

NOTES TO THE INTERIM RESULTS *CONTINUED*

3. SIGNIFICANT ACCOUNTING POLICIES *CONTINUED*

3.5 Interim Measurement Note

The Group's business operations are not subject to seasonality or cyclicality, therefore no disclosure is included in this respect.

3.6 Estimates

The preparation of the Condensed Consolidated Interim Financial Statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

In preparing these Condensed Consolidated Interim Financial Statements, the significant judgements made by management in applying the Group's accounting policies and the key policies and the key sources of estimation uncertainty were the same as those that applied to the Consolidated Financial Statements as at and for the year ended 31 December 2007.

4. NET GAINS/(LOSSES) ON INVESTMENTS

	Quoted Investments		Unquoted Investments			
	Bonds £'000	Private equity £'000	Limited partnerships £'000	Equity £'000	Six months ended 30 Jun 2008 Total £'000	Six months ended 30 Jun 2007 Total £'000
Realised gains/(losses) on sales	138	(87)	4,551	6	4,608	8,171
Revaluations recognised in prior periods	(32)	179	(2,676)	–	(2,529)	(6,866)
Realised gains based on carrying values at previous balance sheet date	106	92	1,875	6	2,079	1,305
Fair value movements*	114	(3,029)	5,143	(1,950)	278	2,718
Net foreign currency gains on investments	–	75	–	–	75	31
	220	(2,862)	7,018	(1,944)	2,432	4,054
Comprising:						
Revenue return	150	384	719	409	1,662	1,061
Capital return	70	(3,246)	6,299	(2,353)	770	2,993

*Includes interest income on investments during the period. The total fair value movement estimated using a valuation technique was an increase of £2,065,000 (2007 : increase of £1,402,000).

Transaction costs on investments represents such costs incurred on both the purchase and disposal of those assets.

NOTES TO THE INTERIM RESULTS *continued*

5. OTHER INCOME

	Six months ended 30 June 2008 £'000	Six months ended 30 June 2007 £'000
Deposit interest	**238**	156
Management fees	**600**	286
Other	**–**	18
	838	460

6. OTHER OPERATING EXPENSES

	Six months ended 30 June 2008 £'000	(Restated*) Six months ended 30 June 2007 £'000
Auditors' remuneration - other services	**24**	15
Auditors remuneration - audit of the Company's subsidiaries	**18**	–
Directors' emoluments	**63**	57
Other administrative expenses	**188**	116
Guaranteed drawings to minority interests	**62**	38
Exchange (gain)/loss	**(32)**	7
	323	233

*See note 19.

All expenses include VAT where applicable.

Auditors' remuneration for other services relate to the interim review - £17,000 and other provisions - £7,000 (2007: interim review £15,000).

The Group has had no employees in either year.

NOTES TO THE INTERIM RESULTS *CONTINUED*

7. EQUITY DIVIDENDS

The following dividends were declared by the Company:

	Six months ended 30 June 2008 £'000	Six months ended 30 June 2007 £'000
Final paid: 2.00p (2007: 2.00p) per ordinary 2p share	**726**	726
Special payable: 2.00p (2007: 1.00p) per ordinary 2p share	**726**	363

The final dividend of 2.00 pence per ordinary share, for the year ended 31 December 2007, was paid on 28 May 2008 on 36,287,312 shares.

The special dividend of 2.00 pence per ordinary share, for the year ended 31 December 2007 in lieu of a 2008 interim dividend, is payable on 31 October 2008 on 36,287,312 shares.

8. EARNINGS PER ORDINARY SHARE

The calculation of the basic and diluted earnings per ordinary share is based on the following data:

	Six months ended 30 June 2008			Six months ended 30 June 2007		
	Revenue return £'000	**Capital return £'000**	**Total £'000**	Revenue return £'000	Capital return £'000	Total £'000
Earnings for the purpose of basic earnings per ordinary share being net profit attributable to equity holders	**2,049**	**712**	**2,761**	720	2,758	3,478
Weighted average number of ordinary shares for the purpose of calculating basic earnings per ordinary share			**36,287,312**			36,287,312

There is no dilution effect and therefore no difference between the diluted earnings per ordinary share and the basic earnings per ordinary share stated above.

MITHRAS
Investment Trust plc

Notes to the Interim Results *continued*

9. Movements in Investments

	Quoted Investments Bonds £'000	Quoted Investments Private equity £'000	Unquoted Investments Limited partnerships £'000	Unquoted Investments Equity £'000	Six months ended 30 Jun 2008 Total £'000	Year ended 31 Dec 2007 Total £'000	Six months ended 30 Jun 2007 Total £'000
Fair value at start of period	**9,962**	**8,893**	**23,143**	**3,377**	**45,375**	37,078	37,078
Movements in the period:							
Purchases at cost	**–**	**17,824**	**6,845**	**–**	**24,669**	28,015	21,768
Sales - proceeds	**(9,936)**	**(5,670)**	**(8,105)**	**(6)**	**(23,717)**	(27,572)	(20,251)
- realised gains	**106**	**92**	**1,875**	**6**	**2,079**	2,605	1,305
Fair value movements†	**(132)**	**(3,411)**	**4,423**	**(1,950)**	**(1,070)**	5,084	1,587
Unrealised currency movements	**–**	**75**	**–**	**–**	**75**	165	31
Fair value at end of period	**–**	**17,803**	**28,181**	**1,427**	**47,411**	45,375	41,518

†Includes capitalised interest of £129,000.

10. Trade and Other Receivables

	30 June 2008 £'000	31 December 2007 £'000	30 June 2007 £'000
Due within one year:			
Prepayments and accrued income	**915**	937	13
Dividend income receivable	**158**	–	15
Foreign tax recoverable	**17**	–	2
	1,090	937	30

NOTES TO THE INTERIM RESULTS *CONTINUED*

11. CASH AND CASH EQUIVALENTS

	30 June 2008 £'000	31 December 2007 £'000	30 June 2007 £'000
Cash at bank and in hand	**742**	409	421
Short-term deposits	**1,130**	1,986	980
	1,872	2,395	1,401

The effective interest rate on short-term deposits was 4.6% (2007: 5.9%) and these deposits have an average maturity of 7 days.

12. TRADE AND OTHER PAYABLES

	30 June 2008 £'000	31 December 2007 £'000	30 June 2007 £'000
Current - due within one year:			
Dividends payable	**726**	–	363
Accruals	**217**	261	175
	943	261	538

Notes to the Interim Results *continued*

13. Equity

	Share capital £'000	Share premium account £'000	Capital redemption reserve £'000	Capital reserve realised £'000	Capital reserve unrealised £'000	Revenue reserve £'000	Minority interest £'000
At 1 January 2008	**726**	**8,598**	**109**	**45,778**	**(14,347)**	**7,086**	**47**
Profit for the period	–	–	–	–	–	**2,049**	**43**
Dividends paid/payable	–	–	–	–	–	**(1,452)**	–
Profit share distributed to minority interests	–	–	–	–	–	–	**(59)**
Transfer on disposals of investments	–	–	–	**2,529**	**(2,529)**	–	–
Gains on disposals of investments	–	–	–	**2,079**	–	–	–
50% management fees net of tax	–	–	–	**(68)**	–	–	–
Taxation credited/(charged) to capital	–	–	–	**11**	**(2)**	–	–
Fair value movements†	–	–	–	**(37)**	**(1,346)**	–	–
Foreign exchange gains on investments	–	–	–	–	**75**	–	–
At 30 June 2008	**726**	**8,598**	**109**	**50,292**	**(18,149)**	**7,683**	**31**

†Includes interest income on investments during the period.

MITHRAS
Investment Trust plc

13. EQUITY *CONTINUED*

	Share capital £'000	Share premium account £'000	Capital redemption reserve £'000	Capital reserve realised £'000	Capital reserve unrealised £'000	Revenue reserve £'000	Minority interest £'000
At 30 June 2007	726	8,598	109	44,229	(17,860)	6,243	43
Minority interest	–	–	–	–	–	–	(1)
Profit for the period	–	–	–	–	–	843	64
Profit share distributed to minority interests	–	–	–	–	–	–	(59)
Transfer on disposals of investments	–	–	–	48	(48)	–	–
Gains on disposals of investments	–	–	–	1,300	–	–	–
50% management fees	–	–	–	(192)	–	–	–
Writeback of prior year's VAT	–	–	–	364	–	–	–
Taxation charged to capital	–	–	–	(8)	(37)	–	–
Fair value movements†	–	–	–	37	3,464	–	–
Foreign exchange losses on investments	–	–	–	–	134	–	–
At 31 December 2007	726	8,598	109	45,778	(14,347)	7,086	47

†Includes interest income on investments during the period.

NOTES TO THE INTERIM RESULTS *CONTINUED*

13. EQUITY *CONTINUED*

	Share capital £'000	Share premium account £'000	Capital redemption reserve £'000	Capital reserve realised £'000	Capital reserve unrealised £'000	Revenue reserve £'000	(Restated*) Minority interest £'000
At 1 January 2007	726	8,598	109	36,560	(12,949)	6,612	–
Minority interest on acquisition	–	–	–	–	–	–	8
Profit for the period	–	–	–	–	–	720	35
Goodwill written off	–	–	–	(148)	–	–	–
Dividends paid/payable	–	–	–	–	–	(1,089)	–
Transfer on disposals of investments	–	–	–	6,866	(6,866)	–	–
Gains on disposals of investments	–	–	–	1,214	–	–	–
50% management fees	–	–	–	(142)	–	–	–
Taxation credited to capital	–	–	–	75	66	–	–
Fair value movements†	–	–	–	53	1,604	–	–
Foreign exchange gains on investments	–	–	–	91	31	–	–
Foreign exchange (losses)/ gains on financing loans	–	–	–	(340)	254	–	–
At 30 June 2007	726	8,598	109	44,229	(17,860)	6,243	43

*See note 19.

†Includes interest income on investments during the period.

14. NET ASSETS PER ORDINARY SHARE

The basic total net assets per ordinary share is based on the net assets shown in the Balance Sheet at 30 June 2008, and on 36,287,312 (31 December 2007: 36,287,312; 30 June 2007: 36,287,312) ordinary shares being the number of ordinary shares in issue at 30 June 2008. The net asset value per ordinary share includes current year revenue reserves.

There is no dilution effect and therefore no difference between the diluted total net assets per ordinary share and the basic total net assets per ordinary share stated above.

15. SUBSIDIARY UNDERTAKINGS

The following were subsidiary undertakings of the Company:

	As at 30 June 2008			As at 30 June 2007		
	Holdings and voting rights %	**Net assets/ (liabilities) £'000**	**Profit/ (loss) before tax £'000**	Holdings and voting rights %	Net (loss) before tax £'000	Profit/ (loss) before tax £'000
Mithras Investments Limited	**100**	**(12,221)**	**(2,269)**	100	(11,266)	87

A subsidiary of Mithras Investment Trust plc, incorporated in England on 19 January 1990 to carry on business as an investment company.

Mithras Capital Holdings Limited	**100**	**506**	**389**	100	58	(52)

A subsidiary of Mithras Investment Trust plc, incorporated in England on 6 February 2007 to carry on the business of a holding company.

Mithras Capital Partners LLP	**90**	**283**	**431**	83	211	244

The subsidiary of Mithras Capital Holdings Limited, incorporated in England and acquired 30 March 2007 to carry on the business of providing investment management services.

Mithras Capital Partners GP Limited	**90**	**2**	**(6)**	83	–	–

The subsidiary of Mithras Capital Partners LLP, incorporated in Scotland on 9 June 2006 to carry on the business of providing investment management services.

No dividends were paid by any of the subsidiaries during either period.

Notes to the Interim Results *continued*

16. Guarantees, Commitments and Contingent Assets

(a) Guarantees

The Company has agreed to provide such financial support to MIL as it may require to continue trading as a going concern.

(b) Commitments

The Company has made a commitment in 2007 to invest up to £60 million in Mithras Capital Fund, LP ("MCF"). There was an outstanding commitment of £38.5 million at 30 June 2008.

The Company has outstanding commitments in LGV 2 and LGV 3 of £0.3 million and £1.2 million, at 30 June 2008, respectively.

17. Investment Manager's Incentive Scheme

Under the terms of the Investment Management Agreement dated 14 February 1994, as subsequently amended, which remained in force throughout the period, certain directors and managers of LGV are entitled to purchase 7.5% in total of the equity shares or warrants in each of the directly held investments subscribed for by the Company. This is known as the co-investment scheme.

These employees of LGV held investments totalling £67,000 as at 30 June 2008 (31 December 2007: £66,000). They may not dispose of their holdings before the Company has had an opportunity to do so.

Since the Company started investing in the LGV Private Equity Limited Partnership Funds ("the Funds"), the above Investment Manager's co-investment scheme for private equity investments has ceased. It has been replaced by a carried interest scheme via the Funds. The economic interest of the Manager's employees participating in the carried interest scheme is aligned with that of third party investors by co-investing in the Funds. Certain performance conditions are applied whereby any gains achieved through the carried interest associated with the Funds are conditional upon a certain minimum return being generated for investors.

Notes to the Interim Results *continued*

18. Related Party Transactions

Transactions between the Company and its subsidiaries, which are related parties, have been eliminated on consolidation and are not disclosed in this note.

During the six months to 30 June 2008, the Company entered into the following transactions with related parties:

(a) Under the Investment Management Agreements dated 28 July 2004 (as amended) and 19 December 1995 (as amended), the Group paid fees totalling £145,000 (31 December 2007: £306,000) (inclusive of VAT) to LGV, of which £76,000 was outstanding at 30 June 2008 (31 December 2007: £68,000).

(b) Under the terms of the LGV Limited Partnership Agreements, in the event that the income and capital gains of the partnership in any accounting year are less than the amount to be allocated, any deficiency not already drawn down by the general partner may be advanced as an interest free loan. In the event that any part of the general partner's share then outstanding is subsequently satisfied by an allocation of net income or capital gains to the general partner, such allocation shall be applied in the discharge of an equivalent amount of such loan. The Company's share of the amount appropriated to the general partner was £85,000 (31 December 2007: £302,000).

(c) The Company invests in companies and limited partnerships in which other funds managed by LGV invest.

(d) Details of the co-investment and the carried interest schemes in which executives and directors of LGV participate are given in note 17.

(e) The Company invests in MCF, which is managed by MCP. A carried interest scheme operates for the founder partners in the scheme, whereby any gains achieved through the carried interest associated with MCF are conditional upon a certain minimum return being generated for investors.

(f) Under the terms of the MCP Limited Liability Partnership Agreement dated 30 March 2007, the minority interests are entitled to guaranteed drawings which rank ahead of any profit allocation to MCH. In the event that the profits of MCP are insufficient to meet the guaranteed drawings, the deficiency is paid to minority interests by way of an interest-free loan from the LLP. In the event that any part of the guaranteed drawings then outstanding is subsequently satisfied by an allocation of profits, such allocation shall be applied in the discharge of an equivalent amount of such loan. The guaranteed drawings paid to minority interests amounted to £62,000 for the six months to 30 June 2008 (period to 31 December 2007: £166,000).

(g) Legal & General Assurance Society Limited ("LGAS") held 34.68% of the ordinary share capital of the Company as at 31 July 2008. Adrian Johnson, in his personal capacity, held 3.84% of the ordinary share capital of the Company as at 31 July 2008.

(h) The total amount paid to Directors of the Company is shown in note 6, of which £61,000 including VAT, was outstanding at 30 June 2008 (31 December 2007: £40,000).

Notes to the Interim Results *continued*

19. Restatement

In the interim financial statements for the six months ended 30 June 2007, the guaranteed drawings paid to minority interests amounting to £38,000 accounted for as a transaction with the equity holders in the Statement of Changes in Equity has now been reclassified as administration expenses within the Income Statement. This restatement has no impact on the net assets attributable to the equity holders of the Company.

20. Principal Risks and Uncertainties

The principal risks faced by the Company include investment strategy, investment management resources, regulatory, operational and financial. These risks, which have not changed materially since the annual report for the year ended 31 December 2007, and the way in which they are managed, are described in more detail in the annual report for the year ended 31 December 2007. The report is available on the website www.mithrasinvestmenttrust.com.

21. Subsequent Event

In July 2008, investments in Craegmoor Healthcare were sold, realising proceeds of £1.4 million.

22. Unaudited Interim Report

The financial information in this interim report is unaudited and does not constitute statutory accounts. Statutory accounts for the year ended 31 December 2007 have been delivered to the Registrar of Companies and the report of the auditors on these accounts was unqualified and did not contain a statement either under Section 237(2) or 237(3) of the Companies Act 1985.

This interim report is being sent to shareholders and copies will be made available to the public at the registered office of the Company at 55 Moorgate, London EC2R 6PA.

Statement of Directors' Reponsibilities

In respect of the Interim Report for the six months ended 30 June 2008

We confirm that to the best of our knowledge:

- The Financial Statements have been prepared in accordance with IAS 34 Interim Financial Reporting issued by the International Accounting Standards Board as adopted by the European Union;

- The interim management report includes a true and fair review of the information required by:
  a. DTR 4.2.7R of the 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 financial statements; and a description of the principal risks and uncertainties for the remaining six months of the year; and

  b. DTR 4.2.8R of the Disclosure and Transparency Rules, being related party transactions that have taken place in the first six months of the current financial year and that have materially affected the financial position or performance of the entity during that period; and any changes in the related party transactions described in the last Annual Report and Financial Statements that could do so.

For and on behalf of the Board

Mike Wooderson
Chairman
31 July 2008

INDEPENDENT REVIEW REPORT TO MITHRAS INVESTMENT TRUST PLC

INTRODUCTION

We have been engaged by the Company to review the condensed set of Financial Statements in the half-yearly Financial Report for the six months ended 30 June 2008, which comprises the Consolidated Income Statement, Consolidated Balance Sheet, Consolidated Statement of Changes in Equity, Consolidated Cash Flow Statement and related notes. We have read the other information contained in the half-yearly Financial Report and considered whether it contains any apparent misstatements or material inconsistencies with the information in the condensed set of Financial Statements.

DIRECTORS' RESPONSIBILITIES

The half-yearly Financial Report is the responsibility of, and has been approved by, the Directors. The Directors are responsible for preparing the half-yearly Financial Report in accordance with the Disclosure and Transparency Rules of the United Kingdom's Financial Services Authority.

As disclosed in note 2, the Annual Financial Statements of the Group are prepared in accordance with IFRSs as adopted by the European Union. The condensed set of Financial Statements included in this half-yearly Financial Report has been prepared in accordance with International Accounting Standard 34, "Interim Financial Reporting", as adopted by the European Union.

OUR RESPONSIBILITY

Our responsibility is to express to the Company a conclusion on the condensed set of Financial Statements in the half-yearly Financial Report based on our review. This report, including the conclusion, has been prepared for and only for the Company for the purpose of the Disclosure and Transparency Rules of the Financial Services Authority and for no other purpose. We do not, in producing this report, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.

SCOPE OF REVIEW

We conducted our review in accordance with International Standard on Review Engagements (UK and Ireland) 2410, 'Review of Interim Financial Information Performed by the Independent Auditor of the Entity' issued by the Auditing Practices Board for use in the United Kingdom. A review of interim financial information consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing (UK and Ireland) and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

CONCLUSION

Based on our review, nothing has come to our attention that causes us to believe that the condensed set of Financial Statements in the half-yearly Financial Report for the six months ended 30 June 2008 is not prepared, in all material respects, in accordance with International Accounting Standard 34 as adopted by the European Union and the Disclosure and Transparency Rules of the United Kingdom's Financial Services Authority.

PricewaterhouseCoopers LLP,
Chartered Accountants
London,
31 July 2008

Monitoring Your Holding

Shareholders wishing to monitor their shareholdings are able to do so via the internet, using Equiniti Registrars' Shareview Service.

The Shareview Service gives you:

- direct access to data held for you on the share register including recent share movements and dividend details; and
- the ability to change your address or dividend payment instructions online.

It is easy to sign up for Shareview – you just need the 'shareholder reference' number printed on your dividend stationery. When you logon to the Shareview Service for the first time you will be sent a User ID and PIN.

The Shareview Service is:

- **Easy to use.**
  You just need your User ID and PIN to logon. Information about your shareholdings is displayed clearly and conveniently and is updated regularly from our records. Registration takes only a few minutes.
- **Secure.**
  Data transferred to your browser is encrypted and other internet users cannot gain access to your portfolio without your User ID and PIN.
- **Free!**
  As long as you have a PC and access to the Internet, this service is free.

For more details on this and practical help on transferring shares or updating your details, visit **www.shareview.co.uk**

MITHRAS
Investment Trust plc

Directors and Advisers

Directors
Mike Wooderson (Chairman)
Fabian French
(appointed 1 March 2008)
William Maltby
David Shearer

Investment Manager
LGV Capital Limited
One Coleman Street
London EC2R 5AA
Authorised and regulated by the Financial Services Authority

Secretary and Registered Office
BNP Paribas Secretarial Services Limited
55 Moorgate
London EC2R 6PA
Tel: 020 7410 5971
Fax: 020 7477 5849
Email: secretarialservice@uk.bnpparibas.com

Registrars
Equiniti Limited
The Causeway
Worthing
West Sussex BN99 6DA
Tel: 0870 601 5366
www.shareview.co.uk

Independent Auditors
PricewaterhouseCoopers LLP
Hay's Galleria
1 Hay's Lane
London SE1 2RD

Financial Advisers and Stockbroker
JPMorgan Cazenove Limited
20 Moorgate
London EC2R 6DA

Bankers
Royal Bank of Scotland plc
Corporate Banking Office
PO Box 39952
2 1/2 Devonshire Square
London EC2M 4XJ

Bank of Scotland
The Mound
Edinburgh EH1 1YZ

Custodians
HSBC Bank plc
Global Investor Services
8 Canada Square
Canary Wharf
London E14 5HQ

Citibank, N.A.
Global Transaction Services
Citigroup Centre
Canada Square
Canary Wharf
London E14 5LB

Solicitors
Macfarlanes LLP
10 Norwich Street
London EC4A 1BD