

Polar Capital Funds plc
(Investment Company with Variable Capital)

Annual Report and
Audited Financial Statements

For the year ended 31 January 2005

Polar Capital Funds plc
(Investment Company with Variable Capital)

Annual Report and Audited Financial Statements

For the year ended 31 January 2005

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Polar Capital Funds plc
(Investment Company with Variable Capital)

Management and Administration

Directors:	James Cayzer-Colvin (GB) Neil Taylor (GB) David Hammond (IRL)* Jonathan Quigley (IRL)* Ronan Daly (GB)*
Registered Office:	IFSC House International Financial Services Centre Dublin 1
Investment Manager:	Polar Capital Partners Limited 4 Matthew Parker Street London SW1H 9NP United Kingdom
Custodian:	Barings (Ireland) Limited IFSC House International Financial Services Centre Dublin 1
Administrator, Registrar, Transfer Agent and Secretary	International Fund Managers (Ireland) Limited IFSC House International Financial Services Centre Dublin 1
Independent Auditors:	KPMG Chartered Accountants & Registered Auditors 1 Harbourmaster Place International Financial Services Centre Dublin 1
Legal Advisers:	<i>as to English law</i> Slaughter and May 1 Bunhill Row London EC1Y 8YY United Kingdom <i>as to Irish law</i> William Fry Solicitors Fitzwilton House Wilton Place Dublin 2
Sponsoring Broker:	J & E Davy Davy House 49 Dawson Street Dublin 2
German Paying and Information Agent:	Deutsche Bank AG Taunusanlage 12 D-60325 Frankfurt am Main Germany

* Directors independent of the Investment Manager.

Polar Capital Funds plc
(Investment Company with Variable Capital)

Management and Administration
(continued)

Dutch Paying Agent: Dexia Bank Nederland NV
Beethovenstraat 300
1077 WZ
Amsterdam
The Netherlands

Austrian Paying Agent: Meindl Bank
Aktiengesellschaft
Bauernmarkt 2
1014 Wien
Austria

Company Registration Number: 348391

Polar Capital Funds plc **(Investment Company with Variable Capital)**

Japan Fund **Investment Manager's Report** *For the year ended 31 January 2005*

The Polar Capital Japan Fund (the "Fund") ended the year up 14.1% (in USD), compared to a dollar return of 11.8% for the Topix. The year started positively, with investors confident that Japan had turned the corner, and stock markets reflecting the huge opportunities generated by the growth of China and a return of confidence to the smaller capitalisation indices. Japan was, at this point, the fastest growing member of the G7 and the Mothers index in particular was driven to a series of new highs by the optimism of domestic investors. However, as the first quarter ended, doubts began to surface about the nature of the Chinese economic expansion as the government attempted to rein in the rapid growth of investment. The smaller indices, having performed so well, were particularly vulnerable to disappointment, and the loss of confidence had a particularly deleterious effect here. The second half of the year started poorly, with the announcement of a major merger in the banking sector failing to offset poor economic news as Japan's growth rate slipped into negative territory. While this mirrored, in many ways, the soft patch experienced in the rest of the world, Japan failed to take part in the global rally following the American election as the market discounted a longer slowdown in activity than seen elsewhere.

The best performing sectors were generally linked either to domestic reflation – Other Financials (+54.3% in USD), Real Estate (+39.4% in USD) and Banks (+ 32.2% in USD) or the growth of China – Wholesale Trade (+26.7% in USD) and Maritime Transport (+23.8% in USD). We were underweight both themes, believing that strong performance from the domestic sectors in 2003 had adequately reflected the improvement in the economy. Our underweight position in China related sectors was successful while the market was worried about the slowdown there but we failed to adjust our position once it became clear that the government controls were having less of an impact than had been feared. Technology (including telecoms) was one of the worst performing areas, as the increase in competition brought about by the move to digital equipment and the lack of major new products led to vicious price declines and falling earnings. We were successfully underweight in the area for the year. However, we were overweight in the securities industry, one of the three sectors to see a decline, believing that the increased competition from internet brokers, would be overshadowed by the increase in the pension assets invested in the stock market.

A pleasing development over the year was the increasing shareholder friendliness of Japanese companies. Perhaps influenced by the rise of activist investors and the threat of a relaxing of the laws governing M&A in 2006, companies began to show more willingness to return money to shareholders in the form of increased dividends and share buybacks. Particularly noteworthy in this respect has been the moves by the large telecoms companies to use share buybacks to deal with cross-shareholdings and the government's stake.

The outlook for the coming year is mixed. While the rest of the world, particularly China, is seeing respectable economic growth, Japan is finding it difficult to match this, with the last 3 quarters of 2004 showing declines in activity. While industry is continuing to prosper on the back of increased global demand, the Japanese consumer is not yet contributing. However, with labour compensation as a share of GDP at an all-time low, we are hopeful that consumption may start to rise. Deflation remains a pervasive feature of the Japanese economic landscape and, while the situation seems to be improving gradually, it is hard to see an imminent return to global levels of inflation and consequently, of interest rates. The rise in the currency against the dollar, a trend which seems set to continue for some time, obviously adds to this problem. The supply/demand balance remains tilted towards increasing supply, with domestic institutions remaining reluctant to increase their equity weightings. However, as noted above, the continuing trend towards share buybacks should be supportive of the market as should reasonable valuations and expectations of profit growth, although this will probably slow to the high single digit range after 2 years of strong gains. Assuming the economy can regain some traction during the year, the conditions are in place for another year of gains in the equity market.

Polar Capital Partners Limited
March 2005

Polar Capital Funds plc **(Investment Company with Variable Capital)**

Global Technology Fund **Investment Manager's Report** *For the year ended 31 January 2005*

In stark contrast to the previous year, the Fund's performance for the period proved disappointing falling 15.1%. This compares with a fall of 18.0% for our benchmark the Russell 2000 Technology Index (an index comprised of small and medium sized technology companies) and a fall of 0.2% for the more widely known NASDAQ Composite Index (an index more heavily weighted towards large capitalisation technology companies).

The year very much broke into two halves with a poor first half dominated by soaring oil prices and instability in the middle east with troubles in Iraq very much centre stage. This made for a difficult backdrop for investing in general but proved particularly troublesome in the higher risk area of small and medium capitalisation technology companies – the predominant focus of the Fund.

Whilst the fundamentals for many technology companies improved over the period they did not do so at the pace anticipated at the start of the year. This relative disappointment against the uncertain geopolitical backdrop put heavy pressure on the sector. July saw a particularly strong sell-off culminating in almost indiscriminate selling of smaller companies reminiscent of the 2001/2002 periods. Stocks did not bottom until the middle of August when sentiment reached extreme levels.

With some easing in the oil price heading into the autumn and with seasonal demand strength for technology kicking-in, the sector managed to stage a useful recovery over the latter part of the period. However, it was insufficient to recover all of the losses sustained through the middle of August.

Geographically the picture was somewhat varied. Our North American portfolio had a poor year falling 26.7%. A few of our larger holdings in smaller capitalisation companies had a particularly difficult time. Xantrex Technologies, which we invested in as a private company, successfully came public in March. However, the stock's subsequent performance proved disappointing selling off with the market over the first half but then failing to participate in the rally over the second half.

Xantrex Technologies makes power conditioning systems and components and one of the Company's key markets has been wind turbines. After a period of strong growth in North America the wind turbine market had a difficult year because of delays by the US Congress in renewing tax credits for wind energy. The tax credits have now been renewed and investment in wind power in the US should resume in the second half of 2005. Although the Company's non-wind business performed well it could not make up the shortfall in this key market.

This said we still have faith in Xantrex Technologies and have decided to weather the period of underperformance in the belief that the company will deliver significant returns to shareholders over the next three years. The wind market should recover in 2005 and the company should continue to benefit from its strength in solar energy and emergency back-up power systems. The opportunity in solar power looks particularly promising with major government initiatives under way or proposed in Germany, Japan and the key US state of California.

Another stock that we still have faith in over the next few years yet performed poorly last year is Intevac. The Company is one of only two players left supplying capital equipment to the disk drive industry – an industry that has had a prolonged period of difficulties and thus been sparing on capital outlays. However, we believe a major equipment cycle is brewing although its onset has been somewhat delayed by the geopolitical uncertainties of the last twelve months.

The disk drive manufacturers are themselves seeing better secular demand trends for their products as hard drives move beyond computers into cable set-top boxes and other home entertainment equipment and also potentially into mobile phones. This improving macro-demand picture is helping repair the financial health of the disk drive manufacturers allowing them to have the resources to spend on upgrading their capital equipment.

Polar Capital Funds plc **(Investment Company with Variable Capital)**

Global Technology Fund **Investment Manager's Report** *For the year ended 31 January 2005* *(continued)*

At the same time a technology shift is at hand in the way information is recorded on the disks thus driving the need to start investing in new production machinery. Intevac will be a major beneficiary of this spending cycle and indeed looks set to take further market share away from their nearest competitor due to their superior technology. We have consequently added further to our holding in Intevac over the period despite the poor performance of the shares.

In contrast to our North American stocks our European portfolio had another good year and actually had a positive return of 10.1% despite the Eurotec Index being down 9.5%. Our European Technology analyst Emma Parkinson made a number of astute recommendations including reducing the semiconductor weighting in the spring and reinvesting in non-cyclical growth sectors, value names with good cash flow and interesting restructuring stories.

Major new investments included Wincor Nixdorf, a German supplier of automatic teller machines and point of sale machines to banks and retailers with a number one position in Europe. The Company came public last April at a very reasonable price due to difficult market conditions and has since risen over 50%. Another successful investment was Agfa Gevaert, a restructuring Belgian technology conglomerate, which has appreciated strongly due to the sale of its declining film business and increasing realisation of the value of its hospital software imaging division.

In Asia we increased our exposure in June primarily investing more money into Japan. Asian markets proved somewhat more resilient than the US market over the period. Craig Mercer our Japanese technology manager had another good year and delivered a return of 14.8% over the period. Craig focused on finding value-orientated stocks in niche product areas. CKD (factory automation) and Icom (wireless equipment) were two such stocks both of which gained over 40% during the year.

As to the outlook, we continue to expect the recovery in technology spending to continue at a gradual pace. There are no large 'killer' themes like the Internet or Y2K driving companies to increase their spending on technology. However, the major companies in the world are generating strong cash flow and we believe leading companies are now starting to focus on revenue growth rather than just cost containment. This bodes well for selective technologies, which facilitate this growth. The headwinds that have been driving against the sector since the 'bubble' of 2000 seem at last to be dissipating.

It is encouraging that the market has got off to a poor start with sentiment cautious despite the fact that fundamentals for individual companies with the right products and right management are improving and valuations whilst not cheap are certainly reasonable.

Geopolitical tensions seem to be easing with the Iraqi election over, the prospect of peace between Israel and Palestine and an improvement in American-European relations as Bush enters his second term – of which expectations remain very low.

The global economy seems set to post reasonable growth in 2005 and overall the environment looks friendly to businesses. More corporate takeover and merger activity looks assured as companies take advantage of their improved financial strength.

There are as always risks and chief concerns. At present there are rising US interest rates and rising oil prices. Whilst we expect some increase in US rates we do not think they will be as dramatic as some of the more bearish commentators expect and the important US economy should have another decent year. Oil prices remain a wild card though and another sustained rise in prices from current levels would be a major negative for the global economy and the stock market.

Polar Capital Funds plc
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Global Technology Fund
Investment Manager's Report
For the year ended 31 January 2005
(continued)

On balance though we remain reasonably sanguine on the global outlook. Investor sentiment towards technology is negative with little in the way of positive expectations. Yet at the company level we see a good number of interesting ideas. Our sense is that the Fund could have a decent year as focus turns away from geopolitical issues towards companies with good earnings growth at reasonable valuations.

Polar Capital Partners Limited
March 2005

Polar Capital Funds plc **(Investment Company with Variable Capital)**

Asia ex Japan Fund **Investment Manager's Report**

*For the period from 27 October 2004, the date of commencement of operations,
to 31 January 2005*

Despite the relatively short time since inception, and considering that the average net-exposure of the Fund has been in the range of 80-85%, the Fund has achieved a wholly satisfactory return both in absolute and relative terms.

As of the end of January, total return since launch amounted to 17.0% in US\$. For comparison, the reference index (MSCI ac Far East free ex Japan) returned 13.72% over the same period.

Given the less than fully invested profile of the Fund and the positive returns of the market as a whole, it is clear that stock selection was a particularly powerful driver of alpha generation. This reflects an essential part of the investment process – ie. the ability to reduce overall beta and focus on alpha generation in periods where the top-down risk-reward profile is deemed to be less than completely conducive.

From a bottom up perspective, value was derived especially from a number of positions across Korea (In shipbuilding - Hyundai Heavy Industries, Samsung Heavy Industries, as well as in construction – Hyundai Engineering & Construction, LG Engineering & Construction), the Philippines (Ayala Land, Banco de Oro Universal Bank, DMCI Holdings and First Philippine Holdings), Taiwan (Premier Image, HannStar Display) as well as Thailand (Siam City Bank).

In terms of markets, capital was preserved particular in Hong Kong through the periodical implementation of a futures overlay as well as through a general reduction in the Funds exposure to the asset reflation story. Performance might well have been left on the table shorter term in India, Australia and Indonesia but the Funds low weighting in these countries reflect our difficulties in identifying cheap stocks as well as continued deterioration in the readings of our top-down framework.

Looking forward, we expect volatility to increase over the course of the year and for prevailing financial market themes – weak US\$, strong commodity/basic materials prices, domestic reflation – to either pause or end all together. It is our impression that more money will be made in 2005 avoiding the disasters as opposed to hitting home-runs.

For this reason the Fund has taken a more defensive stand from late December and de-emphasized the US\$ sensitive parts of the portfolio.

In extension of this the Fund now has a substantial weight in the Technology sector (approximately 27%), built completely from stock selection and comprising a range of companies which are very cheap, fundamentally solid and seeing an improvement in their operations. These are almost exclusively based in Taiwan, a market which continues to produce many exciting investment opportunities beyond our current holdings. From a top-down perspective, this aggregate sector position is an obvious beneficiary of a stronger US\$ as products are mainly priced in that currency (and costs are not necessarily), while an anticipated turn in global leading indicators over the coming months could well create a positive demand surprise. Finally, the on-going extreme pessimism among investors towards the sector, illustrated in upgrade/downgrade ratios and low (negative) earnings expectations leave us confident that the room for improvement remains substantial.

Elsewhere, we continue to take an extremely cautious approach to all things commodity, basic materials and even shipping related given the strong medium term performance and the consequent high valuations seen in this space. The belief that an increase in supply (as opposed to a significant drop in demand) is likely to gradually move the balance of pricing power back to consumers from producers, combined with the negative inverse relationship with the US\$, leaves the risk/reward ratio looking generally unfavourable. Clearly the improvement in global economic leading indicators could represent a risk to the upside for these stocks but given valuations, this would not seem material.

Polar Capital Funds plc
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Asia ex Japan Fund
Investment Manager's Report

*For the period from 27 October 2004, the date of commencement of operations,
to 31 January 2005
(continued)*

As far as overall US\$ sensitivity is concerned, the Fund in aggregate is now broadly neutral or even a slight beneficiary of a stronger Greenback. This is a substantial about-turn from the previous 2 months and reflects our pragmatic approach; while we continue to believe in strong domestic economic performance as a key medium term performance driver for Asian investments, in the shorter term (3-6 months) this will likely not be the case.

All of this leaves me with the un-thankful, final task of predicting returns to be expected from this region in 2005. Based on approximately 7% EPS growth and a 2.5-3% dividend yield, a total local currency return of approximately 10% for the index should be anticipated. This is obviously a rather simplistic and, possibly, conservative piece of guidance; it does not price in any potential multiple expansion (Asia remains at a sizable discount to other markets), neither does it take into account the potential gains for US\$ investors from appreciating Asian currencies.

On this later issue, we believe that while the short term is unlikely to produce any significant deviation from the current mercantilist approach to foreign exchange rate management in the region, there is an increasing possibility that 2005 is the year (and in particular the second half) where Asian currencies are allowed to decouple upwards. The simple reason is the build up of domestic inflationary factors across regional economies caused by closed out-put gaps and the commencement of new consumption and credit cycles. The easiest way to relief such pricing pressure shorter term is clearly through currency adjustments.

Polar Capital Partners Limited
March 2005

Polar Capital Funds plc **(Investment Company with Variable Capital)**

Report of the Directors

For the year ended 31 January 2005

The Directors of Polar Capital Funds plc (the “Company”) present herewith their Annual Report and Audited Financial Statements for the year ended 31 January 2005.

Statement of Directors’ Responsibilities

Irish company law requires the Directors to prepare financial statements for each financial period which give a true and fair view of the state of affairs of the Company and of the profit or loss of the Company for that period. In preparing the financial statements, the Directors are required to:

- * select suitable accounting policies and then apply them consistently;
- * make judgements and estimates that are reasonable and prudent;
- * prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business.

The Directors are responsible for keeping proper books of account which disclose with reasonable accuracy at any time the financial position of the Company and to enable them to ensure that the financial statements comply with the Companies Acts, 1963 to 2003 and all Regulations to be construed as one with those Acts. They are also responsible for safeguarding the assets of the Company and in fulfilment of this responsibility, they have entrusted assets of the Company to a Custodian for safekeeping in accordance with the Memorandum and Articles of Association. The Directors are responsible for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Basis of presentation

The format and certain wording of the financial statements have been adapted from those contained in the Companies (Amendment) Act, 1986, so that, in the opinion of the Directors, they more appropriately reflect the nature of the Company’s business as an investment fund.

Directors’ statement on proper books of account

The Directors believe that they have complied with the requirements of section 202 of the Companies Act, 1990 with regard to books of account by employing personnel with appropriate expertise and by providing adequate resources to finance this function. The books of account of the Company are maintained by International Fund Managers (Ireland) Limited (the “Administrator”), at IFSC House, IFSC, Dublin 1.

Activities and Business Review

Polar Capital Funds plc is an open-ended investment company with variable capital organised under the laws of Ireland. The Company was incorporated on 28 September 2001. A detailed review of the Company’s activities for the year ended 31 January 2005 is included in the Investment Manager’s Report on pages 4 to 9.

Directors

There were no appointments or resignations during the year.

Directors’ Interests in Shares of the Company

Neither the Directors nor the Secretary have an interest in the share capital of the Company.

Polar Capital Funds plc
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Report of the Directors
For the year ended 31 January 2005
(continued)

Transactions involving Directors

Other than as disclosed in Note 12 to the financial statements, there were no contracts or agreements of any significance in relation to the business of the Company in which the Directors had any interest, as defined in the Companies Act, 1990, at any time during the year.

Revenue

The results of operations for the year are set out in the Profit and Loss Account on page 23.

Subsequent Events

There have been no events subsequent to the year end, which, in the opinion of the Directors of the Company, may have had an impact on the financial statements for the year ended 31 January 2005.

Auditors

In accordance with Section 160 (2) of the Companies Act, 1963, KPMG, Chartered Accountants, have indicated their willingness to continue in office.

Jonathan Quigley }

Directors

David Hammond }

19 May 2005

Polar Capital Funds plc **(Investment Company with Variable Capital)**

Statement of Custodian's Responsibilities

The Custodian is responsible for controlling the assets of the Company and must take reasonable care to ensure and report that the Company complies with the provisions of the Prospectus and the Companies Acts, 1963 to 2003. In particular the Custodian must:

- take into its custody or under its control, all the assets of the Company and hold them in trust for the shareholders in accordance with Companies Acts, 1963 to 2003.
- satisfy itself that the valuation of the shares of the Company and that the sale, issue, repurchase, redemption and cancellation of shares of the Company are being carried out in accordance with the Companies Acts, 1963 to 2003.

Custodian's Report to the Shareholders

For the year ended 31 January 2005

In our opinion, the affairs of the Company have been conducted in all material respects for the year ended 31 January 2005 in accordance with the provisions of the Companies Acts, 1963 to 2003 and in accordance with the limitations imposed on the investment and borrowing powers of the scheme by the Memorandum and Articles of Association, and by the Irish Financial Services Regulatory Authority ("IFSRA") under the powers granted to IFSRA by the European Communities (Undertaking for Collective Investments in Transferable Securities) Regulations, 2003.

Barings (Ireland) Limited
Dublin

19 May 2005

Polar Capital Funds plc **(Investment Company with Variable Capital)**

Independent Auditors' Report to the Shareholders of **Polar Capital Funds plc**

We have audited the financial statements set out on pages 14 to 35.

This report is made solely to the Company's members, as a body, in accordance with section 193 of the Companies Act, 1990. Our audit work has been undertaken so that we might state to the Company's members those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Company and the Company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective Responsibilities of Directors and Independent Auditors

The Directors are responsible for preparing the annual report. As described on page 10, this includes responsibility for preparing the financial statements in accordance with applicable Irish law and accounting standards. Our responsibilities, as independent auditors, are established in Ireland by statute, the Auditing Practices Board and by our profession's ethical guidance.

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Acts and the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations, 2003. As also required by the Acts, we state whether we have obtained all the information and explanations we require for our audit, whether the financial statements agree with the books of account and report to you our opinion as to whether the Company has kept proper books of account and whether the Directors' report is consistent with the financial statements.

We also report to you if, in our opinion, information specified by law regarding Directors' remuneration and transactions with the Company is not disclosed.

We read the information accompanying the financial statements and consider whether it is consistent with those statements. We consider the implications for our report if we become aware of any apparent misstatements or material inconsistencies with the financial statements.

Basis of Opinion

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

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

Opinion

In our opinion, the financial statements we have audited give a true and fair view of the state of affairs of the Company at 31 January 2005, and of the result of operations for the year then ended and have been properly prepared in accordance with the Companies Acts, 1963 to 2003, all Regulations to be construed as one with those Acts and the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations, 2003.

We have obtained all the information and explanations we considered necessary for the purpose of our audit. In our opinion, proper books of account have been kept by the Company. The financial statements are in agreement with the books of account.

In our opinion, the information contained in the Directors' Report on pages 10 and 11 is consistent with the financial statements.

KPMG
Chartered Accountants & Registered Auditors
Dublin
19 May 2005

Polar Capital Funds plc
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Portfolio Statement Japan Fund

As at 31 January 2005

Equities		Nominal	Market	
	Currency	Holding	Value	% of
Basic Materials			US\$	NAV
Air Water	JPY	1,094,000	8,258,797	1.56
JFE Holdings	JPY	425,800	11,791,763	2.23
JSR Corporation	JPY	612,100	13,016,479	2.46
Nippon Paint Company	JPY	1,373,000	5,640,374	1.07
Sakai Chemical Industry	JPY	600,000	2,836,015	0.54
SK Kaken Company Limited	JPY	68,000	2,399,110	0.45
			<hr/>	
			43,942,538	8.31
Communications				
Index Corporation	JPY	2,061	5,777,294	1.09
Consumer, Cyclical				
Advan Company Limited	JPY	68,700	964,210	0.18
Aoyama Trading Company	JPY	173,100	4,609,641	0.87
Aruze Corporation	JPY	298,500	7,386,399	1.40
Bridgestone Corporation	JPY	824,653	16,221,243	3.07
Chiyoda	JPY	326,000	5,057,561	0.96
Daidoh Limited	JPY	534,000	5,781,064	1.09
Gunze Limited	JPY	1,215,000	5,672,466	1.07
Heiwa Corporation	JPY	375,900	6,529,334	1.23
Inabata & Company	JPY	249,000	2,069,885	0.39
Kuraray Company	JPY	756,000	6,971,378	1.32
Lilycolor	JPY	40,000	117,926	0.02
Mars Engineering	JPY	72,100	2,704,055	0.51
Mitsui & Company	JPY	2,230,000	20,714,608	3.92
Namco	JPY	390,500	4,974,906	0.94
NHK Spring Company Limited	JPY	904,000	6,256,478	1.18
Nifco	JPY	239,200	3,782,622	0.72
Nippon Seiki	JPY	362,000	3,800,029	0.72
Nissan Motor Company	JPY	950,000	10,055,095	1.90
Noritake	JPY	1,682,000	7,381,257	1.40
Okamura Corporation	JPY	667,000	6,002,387	1.13
Parco	JPY	1,165,000	7,319,607	1.38
Ryohin Keikaku Company	JPY	3,600	184,776	0.04
Sekisui Chemical Company	JPY	2,415,000	18,908,219	3.57
The Japan Wool Textile Company	JPY	43,000	327,524	0.06
Toho	JPY	370,300	5,934,535	1.12
Toyota Motor Corporation	JPY	172,500	6,719,587	1.27
			<hr/>	
			166,446,792	31.46

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

Polar Capital Funds plc
(Investment Company with Variable Capital)
Portfolio Statement Japan Fund

As at 31 January 2005

(continued)

Equities (continued)		Nominal	Market	% of
Consumer, Non-cyclical	Currency	Holding	Value	NAV
			US\$	
Aderans	JPY	260,000	6,031,607	1.14
Benesse Corporation	JPY	463,500	16,576,770	3.13
Dydo Drinco	JPY	119,200	3,675,491	0.70
Fancl Corporation	JPY	159,000	6,147,600	1.16
Kamigumi	JPY	1,033,000	8,457,309	1.60
Mani	JPY	29,000	1,269,827	0.24
Milbon	JPY	120,600	3,473,858	0.66
Nissha Printing Company	JPY	391,000	5,567,086	1.05
Origin Toshu	JPY	223,000	4,203,276	0.79
OZEKI	JPY	150,900	3,952,820	0.75
Paris Miki	JPY	259,300	6,153,220	1.16
Seikagaku	JPY	346,200	4,842,215	0.92
Suzuken	JPY	223,400	5,938,330	1.12
Takeda Pharmaceutical	JPY	420,700	20,007,189	3.78
			<hr/>	
			96,296,598	18.20
Energy				
INPEX	JPY	1,626	8,125,677	1.54
Financial				
Aioi Insurance Company	JPY	1,567,000	7,179,526	1.36
Daibiru Corporation	JPY	816,000	6,633,376	1.25
Daiwa Securities Group	JPY	1,000,000	6,785,558	1.28
Mitsubishi Tokyo Financial Group	JPY	1,924	18,169,714	3.43
Mitsui Fudosan Company	JPY	1,047,000	13,034,999	2.46
Nomura Holdings	JPY	1,315,000	17,299,452	3.27
Takefuji	JPY	148,400	10,414,034	1.97
The Joyo Bank	JPY	929,000	4,876,003	0.92
Toho Real Estate	JPY	137,000	569,426	0.11
			<hr/>	
			84,962,088	16.05
Industrial				
Amano Corporation	JPY	24,000	237,089	0.04
CKD Corporation	JPY	840,000	5,967,811	1.13
Fuji Electric Holdings	JPY	1,908,000	5,477,511	1.04
Fuji Photo Film	JPY	295,000	10,607,509	2.00
Hitachi Construction Machinery Company	JPY	638,800	9,144,678	1.73
Hitachi Koki Company	JPY	603,000	5,304,045	1.00
Miura Company Limited	JPY	123,800	2,344,248	0.44
Nabtesco Corporation	JPY	1,110,000	7,467,594	1.41
Nichiha Corporation	JPY	287,000	4,785,413	0.90
Nippon Konpo Unyu Soko	JPY	353,000	3,906,867	0.74
Okumura Corporation	JPY	922,000	5,801,768	1.10
Omron Corporation	JPY	477,200	11,531,582	2.18
Penta-Ocean Construction	JPY	2,990,000	5,549,079	1.05
Sharp	JPY	446,000	6,841,640	1.29
SMC	JPY	90,000	10,526,314	1.99
West Japan Railway Company	JPY	2,759	10,907,456	2.06
			<hr/>	
			106,400,604	20.10

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

Polar Capital Funds plc
(Investment Company with Variable Capital)

Portfolio Statement Japan Fund

As at 31 January 2005

(continued)

Equities (continued)		Nominal	Market	
Technology	Currency	Holding	Value	% of
			US\$	NAV
Hitachi Systems & Services	JPY	255,800	3,857,213	0.73
NEC Fielding	JPY	233,500	5,055,724	0.96
Ricoh	JPY	570,000	10,077,134	1.90
Riso Kagaku	JPY	72,100	2,996,762	0.57
			<hr/>	
			21,986,833	4.16
			<hr/>	
Total Investments at Market Value			533,938,424	100.91
Cash at Bank			100,267	0.02
Bank Overdraft			(26,779,142)	(5.06)
Other Net Assets			21,836,377	4.13
			<hr/>	
Total Net Assets			529,095,926	100.00
			<hr/> <hr/>	

All investments are transferable securities admitted to an official Stock Exchange listing.

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

Polar Capital Funds plc
(Investment Company with Variable Capital)
Portfolio Statement Global Technology Fund
As at 31 January 2005

Equities		Nominal	Market	% of
Austria	Currency	Holding	Value	NAV
Austriamicrosystems	CHF	10,500	293,757	1.03
Belgium				
AGFA-Gevaert	EUR	18,000	612,406	2.14
Canada				
Cellex Power Products *	CAD	600,000	531,932	1.86
Xantrex Technologies	CAD	148,250	1,095,660	3.83
			<u>1,627,592</u>	<u>5.69</u>
Finland				
Inion	GBP	40,000	139,194	0.49
France				
GFI Informatique	EUR	60,000	412,963	1.44
Riber	EUR	133,000	220,182	0.77
			<u>633,145</u>	<u>2.21</u>
Germany				
ADVA AG Optical Networking	EUR	53,069	340,355	1.19
Dialog Semiconductor	EUR	80,000	166,854	0.58
Fresenius Medical Care	EUR	4,000	324,166	1.13
Wincor Nixdorf	EUR	7,000	564,370	1.97
			<u>1,395,745</u>	<u>4.87</u>
Japan				
CKD	JPY	87,000	618,095	2.16
Icom	JPY	28,000	677,976	2.37
Juki	JPY	113,000	406,322	1.42
Kuroda Electric Co	JPY	28,000	629,259	2.20
Lasertec	JPY	20,000	558,697	1.95
Nisca	JPY	18,900	420,182	1.47
Osaka Organic Chemical Industry	JPY	74,000	606,563	2.11
RealVision	JPY	277	369,494	1.29
Tokyo Cathode Laboratory Co	JPY	38,000	621,855	2.17
Zentek Technology Japan	JPY	176	525,678	1.84
			<u>5,434,121</u>	<u>18.98</u>
Luxembourg				
SES GLOBAL	EUR	33,000	404,360	1.41
Netherlands				
ASM International	EUR	8,000	138,593	0.48
Exact Holding	EUR	6,000	188,727	0.66
			<u>327,320</u>	<u>1.14</u>
Norway				
Nera	NOK	150,000	363,592	1.27
South Korea				
LG.Philips ADR	USD	30,000	648,000	2.26

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

Polar Capital Funds plc
(Investment Company with Variable Capital)

Portfolio Statement Global Technology Fund

As at 31 January 2005

(continued)

Equities (continued)	Currency	Nominal Holding	Market Value US\$	% of NAV
Sweden				
Intentia International	SEK	300,000	609,735	2.13
Telelogic	SEK	190,000	429,677	1.50
			1,039,412	3.63
United Kingdom				
Biocompatibles International	GBP	80,000	362,131	1.26
Dealogic Holdings	GBP	124,206	415,820	1.45
Isotron	GBP	17,300	173,752	0.61
Matrix Communications Group	GBP	60,000	239,912	0.84
Pure Wafer	GBP	19,482	65,957	0.23
			1,257,572	4.39
United States				
Agere Systems	USD	150,000	216,000	0.75
Applied Films	USD	15,000	320,550	1.12
Authentidate Holding	USD	30,000	150,600	0.53
Avid Technology	USD	7,000	441,350	1.54
Broadcom	USD	15,000	477,450	1.67
California Micro Devices	USD	100,000	634,000	2.21
CMGI	USD	250,000	473,420	1.65
Color Kinetics	USD	15,000	201,000	0.70
Comverse Technology	USD	15,000	335,250	1.17
Corning	USD	26,000	284,440	0.99
CoStar Group	USD	4,205	180,604	0.63
Cypress Semiconductor	USD	35,000	399,000	1.39
Dycom Industries	USD	15,000	407,550	1.42
F5 Networks	USD	6,000	287,640	1.00
Harris	USD	8,000	518,160	1.81
Infocrossing	USD	40,000	719,600	2.51
Intevac	USD	170,000	1,309,000	4.57
Microsemi	USD	30,000	462,900	1.62
Mindspeed Technologies	USD	150,000	348,750	1.22
MIPS Technologies	USD	75,000	846,750	2.96
Multi-Fineline Electronix	USD	30,000	489,000	1.71
Nice Systems ADR	USD	10,000	303,300	1.06
Opware	USD	45,000	258,300	0.90
Packeteer	USD	20,000	291,600	1.02
Parametric Technology	USD	50,000	285,000	1.00
PowerDsine	USD	10,000	119,300	0.42
Premiere Global Services	USD	40,000	393,200	1.37
SafeNet	USD	10,000	339,400	1.19
Sonus Networks	USD	90,000	557,100	1.95
Tegal	USD	300,000	354,000	1.24
Tegal Corp Warrants 31/12/2006 (Strike US\$2.50)*	USD	537,500	0	0.00

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

Polar Capital Funds plc
(Investment Company with Variable Capital)
Portfolio Statement Global Technology Fund
As at 31 January 2005
(continued)

Equities (continued)	Currency	Nominal Holding	Market Value US\$	% of NAV
United States (continued)				
Therma-Wave	USD	170,000	549,100	1.92
TIBCO Software	USD	35,000	384,650	1.34
Trimble Navigation	USD	20,000	711,200	2.48
UNOVA	USD	25,000	576,500	2.01
Viasat	USD	30,000	667,800	2.33
Yahoo	USD	8,000	281,680	0.98
Zarlink Semiconductor	USD	185,000	316,350	1.10
			15,891,494	55.48
Total Investments at Market Value			30,067,710	104.99
Cash at Bank			951,267	3.32
Bank Overdraft			(1,445,121)	(5.05)
Other Net Liabilities			(934,678)	(3.26)
Total Net Assets			28,639,178	100.00

* Unquoted and illiquid securities.

All other investments are transferable securities admitted to an official Stock Exchange listing.

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

Polar Capital Funds plc
(Investment Company with Variable Capital)
Portfolio Statement Asia ex Japan Fund
As at 31 January 2005

Equities	Currency	Nominal Holding	Market Value US\$	% of NAV
China / Hong Kong				
Bank of East Asia	HKD	240,000	715,393	1.78
Beijing Capital Land	HKD	1,250,000	396,639	0.99
China Oilfield Services	HKD	2,700,000	900,011	2.23
First Pacific	HKD	3,500,000	1,032,064	2.55
Hongkong & Shanghai Hotels	HKD	1,150,000	965,717	2.38
Hongkong Land Holdings ADR	USD	240,000	566,400	1.40
Hutchison Whampoa	HKD	114,000	1,037,705	2.56
New World Development	HKD	640,000	623,597	1.54
Semiconductor Manufacturing International ADR	USD	80,000	807,302	1.99
Shanghai Industrial Holdings	HKD	350,000	769,561	1.90
Symphony Holdings	HKD	1,900,000	426,287	1.05
Wing Lung Bank	HKD	69,000	484,333	1.20
Xinyi Glass Holding	HKD	3,000,000	769,240	1.90
			9,494,249	23.47
Malaysia				
Arab-Malaysian	MYR	1,782,000	651,835	1.61
British American Tobacco Malaysia	MYR	60,000	749,998	1.85
KLCC Property Holdings	MYR	1,400,000	729,472	1.80
RHB Capital	MYR	1,100,000	709,208	1.75
			2,840,513	7.01
Philippines				
Ayala Land	PHP	3,964,000	654,968	1.62
Banco de Oro Universal Bank	PHP	1,800,000	1,013,163	2.50
DMCI Holdings	PHP	7,500,000	748,978	1.85
First Philippine Holdings	PHP	1,300,000	979,573	2.42
Semirara Mining *	PHP	609,000	398,075	0.98
			3,794,757	9.37
Singapore				
CapitaLand	SGD	410,000	573,688	1.42
Chartered Semiconductor Manufacturing ADR	USD	120,000	764,400	1.89
Olam International *	SGD	550,000	210,520	0.52
Petra Foods	SGD	1,400,000	872,538	2.15
			2,421,146	5.98
South Korea				
Hyundai Engineering & Construction	KRW	70,000	1,259,386	3.11
Hyundai Heavy Industries	KRW	14,000	604,096	1.49
LG Engineering & Construction	KRW	47,400	1,321,931	3.26
Pantech	KRW	200,000	897,123	2.22
Samsung Heavy Industries	KRW	90,000	672,257	1.66
Ssangyong	KRW	122,000	768,523	1.90
Webzen	KRW	30,000	621,648	1.53
			6,144,964	15.17

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

Polar Capital Funds plc
(Investment Company with Variable Capital)
Portfolio Statement Asia ex Japan Fund
As at 31 January 2005

Investments at market value		Nominal	Market	
Equities (continued)	Currency	Holding	Value	% of
Taiwan			US\$	NAV
Benq	TWD	700,000	785,231	1.94
Chang Hwa Commercial Bank	TWD	1,200,000	799,371	1.97
Chipbond Technology	TWD	920,000	1,011,782	2.5
CTCI	TWD	1,110,000	648,735	1.60
Gigabyte Technology	TWD	750,000	787,116	1.94
HannStar Display	TWD	5,800,000	2,086,722	5.15
Inventec	TWD	2,080,000	1,078,396	2.66
KYE Systems	TWD	1,000,000	757,265	1.87
LITE-ON IT	TWD	459,000	850,934	2.10
Premier Image Technology	TWD	1,500,000	1,659,071	4.10
Taiwan Fertilizer	TWD	840,000	968,671	2.39
			<u>11,433,294</u>	<u>28.22</u>
Thailand				
Siam City Bank	THB	1,355,000	939,996	2.32
Siam Commercial Bank	THB	700,000	912,215	2.25
Tisco Finance	THB	1,500,000	1,089,212	2.69
TPI Polene	THB	750,000	656,445	1.62
True Corporation	THB	2,500,000	667,791	1.65
			<u>4,265,659</u>	<u>10.53</u>
Total equities			<u>40,394,582</u>	<u>99.75</u>
Options				
Au Optronics Corp OTC Call Option 28/07/2005 (Strike TWD44.8821)	TWD	1,420,000	270,828	0.67
Futures**				
Hang Seng Index February'05	HKD	(47)	(27,577)	(0.07)
Kospi 200 Index March'05	KRW	(68)	(86,202)	(0.21)
Kospi Index March'05	KRW	(170)	(18,497)	(0.05)
Total Futures			<u>(132,276)</u>	<u>(0.33)</u>
Total Investments at Market Value			40,533,134	100.09
Cash at Bank			1,859,299	4.59
Bank Overdraft			(1,887,911)	(4.66)
Other Net Liabilities			(6,109)	(0.02)
Total Net Assets			<u>40,498,413</u>	<u>100.00</u>

* Unquoted securities.

** The Counterparty for all futures is UBS.

All other investments are transferable securities admitted to an official Stock Exchange listing.

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

Polar Capital Funds plc
(Investment Company with Variable Capital)
Balance Sheet
As at 31 January 2005

	Notes	Japan Fund 2005 US\$	Global Technology Fund 2005 US\$	Asia-ex Japan Fund 2005 US\$	Total 2005 US\$	Total 2004 US\$
Assets						
Investments at market value	2,4	533,938,424	30,067,710	40,665,410	604,671,544	474,890,096
Debtors: Amounts falling due within one year	5	33,633,535	545,164	2,748,575	36,927,274	27,691,911
Cash		100,267	951,267	1,859,299	2,910,833	5,472,206
		<u>567,672,226</u>	<u>31,564,141</u>	<u>45,273,284</u>	<u>644,509,651</u>	<u>508,054,213</u>
Liabilities						
Unrealised loss on futures		0	0	(132,276)	(132,276)	0
Creditors: Amounts falling due within one year	6	(11,797,158)	(1,479,842)	(2,754,684)	(16,031,684)	(29,912,768)
Bank overdraft	7	(26,779,142)	(1,445,121)	(1,887,911)	(30,112,174)	(3,442,043)
Net Assets		<u><u>529,095,926</u></u>	<u><u>28,639,178</u></u>	<u><u>40,498,413</u></u>	<u><u>598,233,517</u></u>	<u><u>474,699,402</u></u>
Shareholders' funds - non equity		<u><u>529,095,926</u></u>	<u><u>28,639,178</u></u>	<u><u>40,498,413</u></u>	<u><u>598,233,517</u></u>	<u><u>474,699,402</u></u>
Shares in Issue 11						
Japanese Yen		14,555,340	N/A	N/A		
US dollar		17,813,697	2,298,780	1,930,307		
Sterling		6,757,130	143,532	837,147		
Euro		N/A	N/A	10		
Net Asset Value per Participating share						
Japanese Yen		¥1,398.71	N/A	N/A		
US dollar		\$13.52	\$11.72	\$11.70		
Sterling		£7.17	£6.21	£11.33		
Euro		N/A	N/A	€1.36		

The financial statements on pages 14 to 35 were approved by the Board of Directors of Polar Capital Funds plc on 19 May 2005 and signed on its behalf by:

Jonathan Quigley	}	
		Directors
David Hammond	}	

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

Polar Capital Funds plc
(Investment Company with Variable Capital)

Profit and Loss Account

For the year ended 31 January 2005

		Japan Fund 2005 US\$	Global Technology Fund 2005 US\$	Asia-ex Japan Fund* 2005 US\$	Total 2005 US\$	Total 2004 US\$
Notes						
Income	2					
Investment income		6,839,159	140,969	368,818	7,348,946	2,332,193
Non reclaimable withholding tax		(469,206)	(26,911)	(29,361)	(525,478)	(205,683)
Deposit interest		1,784	6,965	4,906	13,655	4,004
		6,371,737	121,023	344,363	6,837,123	2,130,514
Expenses	2					
Management fees	3	7,758,882	504,053	109,409	8,372,344	4,071,365
Administration fees	3	1,070,687	83,454	19,210	1,173,351	592,755
Custodian's fees	3	517,929	33,384	7,593	558,906	271,326
General expenses		254,206	70,098	81,418	405,722	296,475
Performance fees	3	0	0	207,599	207,599	10,099,438
Legal fees		64,716	64,061	0	128,777	288,448
Bank interest		88,834	13,711	11,161	113,706	50,493
Directors' remuneration		37,500	17,500	5,000	60,000	42,566
Auditors' remuneration		15,000	15,000	6,400	36,400	24,500
		9,807,754	801,261	447,790	11,056,805	15,737,366
Deficit from operations		(3,436,017)	(680,238)	(103,427)	(4,219,682)	(13,606,852)
Income equalisation		816	0	31,119	31,935	(3,762)
Net operating expense		(3,435,201)	(680,238)	(72,308)	(4,187,747)	(13,610,614)
Net realised gain/(loss) on marketable securities		49,807,021	(306,178)	779,663	50,280,506	47,089,260
Movement in net unrealised gain/(loss) on investments		14,879,728	(5,498,253)	3,470,913	12,852,388	61,493,014
Net gain/(loss) on currencies		252,409	(2,911)	(1,161)	248,337	(136,987)
Net gain/(loss) on investment activity		64,939,158	(5,807,342)	4,249,415	63,381,231	108,445,287
Surplus/(deficit) from operations for the year		61,503,957	(6,487,580)	4,177,107	59,193,484	94,834,673

* For the period from 27 October 2004, the date of commencement of operations, to 31 January 2005.

The financial statements on pages 14 to 35 were approved by the Board of Directors of Polar Capital Funds plc on 19 May 2005 and signed on its behalf by:

Jonathan Quigley	}	
		Directors
David Hammond	}	

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

Polar Capital Funds plc
(Investment Company with Variable Capital)

Statement of Changes in Net Assets

For the year ended 31 January 2005

	Japan Fund 2005 US\$	Global Technology Fund 2005 US\$	Asia-ex Japan Fund* 2005 US\$	Total 2005 US\$	Total 2004 US\$
Shareholders' funds at beginning of year	437,125,360	37,574,042	0	474,699,402	171,999,379
Net operating expense	(3,435,201)	(680,238)	(72,308)	(4,187,747)	(13,610,614)
Net gain/(loss) on investment activity	64,939,158	(5,807,342)	4,249,415	63,381,231	108,445,287
Movement in Net Assets resulting from Operations	61,503,957	(6,487,580)	4,177,107	59,193,484	94,834,673
Subscriptions during the year	195,365,530	8,223,059	36,444,209	240,032,798	318,812,408
Redemptions during the year	(164,898,921)	(10,670,343)	(122,903)	(175,692,167)	(110,947,058)
Movement in Net Assets resulting from financing	30,466,609	(2,447,284)	36,321,306	64,340,631	207,865,350
Shareholders' funds at end of year	529,095,926	28,639,178	40,498,413	598,233,517	474,699,402

* For the period from 27 October 2004, the date of commencement of operations, to 31 January 2005.

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

Polar Capital Funds plc **(Investment Company with Variable Capital)**

Notes to the Financial Statements

For the year ended 31 January 2005

1. Organisation and nature of business

Polar Capital Funds plc (the “Company”) is an open-ended investment company with variable capital organised under the laws of Ireland. The Company has been authorised by the Irish Financial Services Regulatory Authority (the “Authority”) as a UCITS within the meaning of the Regulations. The Company is listed on the Irish Stock Exchange. The Company is structured as an umbrella fund in that different Funds thereof may be established with the prior approval of IFSRA. Initially, the sub-funds of the Company were the Japan Fund and the Global Technology Fund. The Japan Fund currently has three share classes, US dollar, Sterling and Japanese yen. The Global Technology Fund currently has two share classes, US dollar and Sterling. On 25 October 2004 an additional sub-fund was established, the Asia ex Japan Fund. There are currently three share classes within the sub-fund, the US dollar Share Class, the Sterling Share Class and the Euro Share Class. The base currency of each Fund is the US dollar (US\$),

2. Principal Accounting Policies

Accounting Convention

These financial statements have been prepared under the historical cost convention, adjusted to take account of the revaluation of investments, and in accordance with accounting standards generally accepted in Ireland and Irish statutes comprising the Companies Acts, 1963 to 2003. Accounting standards generally accepted in Ireland in preparing these financial statements are those published by the Institute of Chartered Accountants in Ireland and issued by the Accounting Standards Board. The reporting currency of the Company is the US dollar (US\$).

Income

Investment income is reported gross of non-reclaimable withholding tax. Income arising from investments is accounted for on an ex-dividend basis. Deposit interest is accounted for on an accrual basis.

Valuation of Investments

Investments in securities which are quoted on a recognised exchange are valued at the last trade date price or, if no last trade price is available, at the middle price between the last bid and offer price, or if no bid or offer price is available, at the last available closing bid or offer price. The value of an investment which is not quoted on a recognised exchange shall be the probable realisable value estimated with care and in good faith by a competent person, firm or association making a market in such investment. The unquoted securities, Tegal Corporation Warrants, Cellex Power Products, Semirara Mining and Olam International were stated at a valuation determined by the Directors.

Foreign Currencies

Assets and liabilities in foreign currencies are translated into the reporting currency at the rates prevailing at the year end date. Transactions, which occurred during the year, are translated into the reporting currency at the rate prevailing on the transaction date.

Futures and Options

Futures and Options shall be valued at market settlement prices.

Polar Capital Funds plc

(Investment Company with Variable Capital)

Notes to the Financial Statements

For the year ended 31 January 2005

(continued)

2. Principal Accounting Policies (continued)

Distribution Policy

The Funds will aim to seek capital growth rather than a significant income return. However, the Company intends to declare, when necessary for the Company to obtain certification as a “distributing fund” for the purposes of sections 757-764 of the UK Income and Corporation Taxes Act 1988, a dividend in respect of the Funds and any other relevant funds. Dividends, if declared, will only be paid out of the Fund’s net investment income return (i.e. income from dividends, interest or otherwise, less the Fund’s accrued expenses to be certified for the accounting period), realised and unrealised profits on the disposal/revaluation of investments and other assets less realised and unrealised losses of the Funds and will normally be paid in May of each year.

Cash Flow Statement

No cash flow statement has been prepared as in the opinion of the Directors of the Company, similar information is contained in the Statement of Changes in Net Assets on page 24.

Operating Expenses

The Company is responsible for all normal operating expenses including audit fees, stamp and other duties and charges incurred on the acquisition and realisation of investments. The Manager, Polar Capital Partners Limited meets all other operating expenses incurred by it in connection with its services.

Reporting Financial Performance

The information to be included in a Statement of Total Recognised Gains and Losses and a Reconciliation of Movements in Shareholders' Funds is, in the opinion of the Directors, contained in the Statement of Changes in Net Assets on page 24. In arriving at the result for the year, all amounts in the Profit and Loss on page 23 relate to continuing activities.

3. Fees and Expenses

The Investment Manager, Polar Capital Partners Limited (the “Investment Manager”), is entitled to receive a management fee and a performance fee together with any extraordinary out of pocket expenses. The management fee is accrued daily and is payable monthly in arrears, and is equivalent to 1.5% per annum of the Net Asset Value of each Fund (before deduction for any accrued performance fees) as at the Valuation Day. An initial payment of the management fee based on the most recently published Net Asset Value, will be made on the last day of each month, with an adjustment being made where necessary, on the last day of the next month.

The Investment Manager, in addition to the management fee, is entitled to receive out of the assets of each Fund a performance fee equal to 20% of the amount by which the increase in the Net Asset Value (prior to the provision for a performance fee) during the relevant performance period exceeds the increase in the Indexed Net Asset Value over the same period.

The Administrator, is entitled to receive a fee of 0.25% per annum of the first US\$70 million of each Fund (adjusted so as to not include any deduction for performance fees deemed to have accrued) and 0.20% of all amounts in excess of US\$70 million of the Net Asset Value of each Fund subject to a monthly minimum fee of US\$3,500 per Fund. The Administrator shall also be entitled to be repaid out of the assets of the Fund all its reasonable out-of-pocket expenses.

Barings (Ireland) Limited (the “Custodian”), is entitled to an annual fee of 0.10% of the Net Asset Value of the Company payable monthly in arrears, subject to a minimum monthly fee of US\$1,200 per fund. In addition, the Custodian shall be entitled to a transaction fee of GBP£35 for each transaction conducted.

Polar Capital Funds plc

(Investment Company with Variable Capital)

Notes to the Financial Statements

For the year ended 31 January 2005

(continued)

3. Fees and Expenses (continued)

The Austrian Paying Agent, Meindl Bank, is entitled to receive an annual fee of €3,000 and is entitled to receive reimbursement of agreed costs incurred in transmitting dividends, redemption proceeds and documentation to Shareholders in Austria.

The German Paying and Information Agent, Deutsche Bank AG, is entitled to receive an annual fee of €8,000, a proportional handling fee per new fund and agreed costs in transmitting dividends, redemption proceeds and documentation to Shareholders in Germany.

The Dutch Paying Agent, Dexia Bank Nederland NV, is entitled to receive an annual fee of €4,000, payable quarterly in arrears.

The Austrian, German, Dutch, French and Swiss paying agents are also entitled to receive reimbursement of any reasonable out of pocket expenses incurred by them in the performance of their duties.

4. Investments at Market Value

	Japan Fund 2005 US\$	Global Technology Fund 2005 US\$	Asia-ex Japan Fund 2005 US\$	Total 2005 US\$	Total 2004 US\$
At cost	479,839,552	30,356,996	37,062,221	547,258,769	430,461,985
Net surplus/(deficit) on revaluation	54,098,872	(289,286)	3,603,189	57,412,775	44,428,111
Market value of investments	533,938,424	30,067,710	40,665,410	604,671,544	474,890,096

5. Debtors: Amounts falling due within one year

	Japan Fund 2005 US\$	Global Technology Fund 2005 US\$	Asia-ex Japan Fund 2005 US\$	Total 2005 US\$	Total 2004 US\$
Due from broker	30,431,166	540,801	334,210	31,306,177	13,204,044
Subscriptions receivable	2,887,381	0	2,354,763	5,242,144	14,147,812
Dividends receivable	314,988	4,363	59,602	378,953	340,055
Bank interest receivable	0	0	0	0	0
	33,633,535	545,164	2,748,575	36,927,274	27,691,911

Polar Capital Funds plc
(Investment Company with Variable Capital)
Notes to the Financial Statements
For the year ended 31 January 2005
(continued)

6. Creditors: Amounts falling due within one year

	Japan Fund 2005 US\$	Global Technology Fund 2005 US\$	Asia-ex Japan Fund 2005 US\$	Total 2005 US\$	Total 2004 US\$
Due to broker	7,376,881	1,087,773	2,385,533	10,850,187	16,649,766
Redemptions payable	3,509,840	318,562	22,440	3,850,842	2,183,076
Management fee accrual	703,630	37,697	67,659	808,986	576,246
Sundry creditors	206,807	35,810	71,453	314,070	404,242
Performance fee payable	0	0	207,599	207,599	10,099,438
	<u>11,797,158</u>	<u>1,479,842</u>	<u>2,754,684</u>	<u>16,031,684</u>	<u>29,912,768</u>

7. Bank Overdraft

The Company has an overdraft facility with Barings (Guernsey) Limited for liquidity purposes. The assets of the Company are held as collateral for the overdraft when it is utilised.

8. Soft Commission

There were no soft commission transactions during the year.

9. Exchange Rates

The exchange rates used at 31 January 2005 were as follows:

	Exchange Rate to US\$
Canadian dollar	1.2408
Euro	0.7671
Hong Kong dollar	7.7999
Japanese yen	103.4550
Malaysian ringgit	3.8000
New Taiwan dollar	31.8250
Norwegian krone	6.3533
Philippines peso	55.0750
Singapore dollar	1.6366
Sterling	0.5302
South Korean won	1025.5001
Swedish krone	6.9866
Swiss franc	1.1884
Thai baht	38.5599

10. Taxation

The Company qualifies as an investment undertaking as defined in Section 739B of the Taxes Consolidation Act, 1997, as amended. It is not chargeable to Irish tax on its income or gains. However, Irish tax may arise on the happening of a "chargeable event". A chargeable event includes any distribution payments to shareholders or any encashment, redemption or transfer of shares.

No Irish tax will arise on the Company in respect of chargeable events in respect of: -

- (i) a shareholder who is neither Irish resident nor ordinarily resident in Ireland for tax purposes, at the time of the chargeable event, provided the necessary signed statutory declarations are held by the Company and;

Polar Capital Funds plc
(Investment Company with Variable Capital)

Notes to the Financial Statements

For the year ended 31 January 2005

(continued)

10. Taxation (continued)

- (ii) certain exempted Irish tax resident shareholders who have provided the Company with the necessary signed statutory declarations.

Dividends, interest and capital gains (if any) received on investments made by the Company may be subject to withholding taxes imposed by the country from which the investment income/gains are received and such taxes may not be recoverable by the Company or its shareholders.

11. Shareholders' Funds

On incorporation, the authorised share capital of the Company was US\$40,000 divided into 40,000 Subscriber Shares of a par value of US\$1 each and 500,000,000,000 participating shares of no par value. There are 7 Subscriber Shares currently in issue which are held by the Investment Manager and nominees of the Investment Manager. These subscriber shares are not included as part of the net asset value of the Company as the Directors consider this treatment is most appropriate, given the nature of the Company as an investment fund.

	2005	2005	2005
	Shares	Shares	Shares
	Number	Number	Number
Japan Fund	USD Class	GBP Class	JPY Class
Shares in issue 1 February 2004	20,774,229	6,761,336	9,341,644
Shares issued during the year	5,902,028	2,190,465	7,218,379
Shares redeemed during the year	(8,862,560)	(2,194,671)	(2,004,683)
Shares in issue 31 January 2005	<u><u>17,813,697</u></u>	<u><u>6,757,130</u></u>	<u><u>14,555,340</u></u>

	2005	2005
	Shares	Shares
	Number	Number
Global Technology Fund	USD Class	GBP Class
Shares in issue 1 February 2004	2,702,977	19,346
Shares issued during the year	507,440	140,781
Shares redeemed during the year	(911,637)	(16,595)
Shares in issue 31 January 2005	<u><u>2,298,780</u></u>	<u><u>143,532</u></u>

	2005	2005	2005
	Shares	Shares	Shares
	Number	Number	Number
Asia ex Japan Fund	USD Class	GBP Class	EUR Class
Shares in issue 25 October 2004	0	0	0
Shares issued during the period	1,937,057	839,647	10
Shares redeemed during the period	(6,750)	(2,500)	0
Shares in issue 31 January 2005	<u><u>1,930,307</u></u>	<u><u>837,147</u></u>	<u><u>10</u></u>

12. Related party disclosure

The Company operates under an investment management agreement with Polar Capital Partners Limited. All fees in relation to the Investment Manager are disclosed separately in the Profit and Loss Account on page 23. US\$808,986 (2004: US\$576,246) was due to the Investment Manager at 31 January 2005 of which 25.7% was performance fees. Certain Directors hold shares in the ultimate holding company of the Investment Manager or exert significant influence over the holders of such shares.

Polar Capital Funds plc
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Notes to the Financial Statements

For the year ended 31 January 2005

(continued)

13. Financial Instruments and Derivatives

In accordance with its investment objectives and policies, the Company holds financial instruments, which at any one time may comprise the following:

- securities held in accordance with the investment objectives and policies
- cash and short-term debtors and creditors arising directly from operations
- derivative trading including financial futures contracts

A more detailed review of the portfolio activity for the year is available in the Investment Manager's Reports on pages 4 to 9. A more detailed analysis of the investments is shown in the Portfolio Statement on pages 14 to 21. Investments listed on the Portfolio Statement are stated at market value as described in Note 2 on page 25. Disclosures exclude short-term debtors and creditors.

The Company's exposure to foreign exchange risk at 31 January 2005 was as follows:

	2005	2004
	US\$'000	US\$'000
Japan Fund		
Japanese yen	533,938	435,867
 Global Technology Fund		
Canadian dollar	1,628	474
Euro	3,373	5,534
Japanese yen	5,434	3,428
Norwegian krone	364	0
Sterling	1,397	1,058
Swedish krone	1,039	1,340
Swiss franc	294	0
 Asia ex Japan Fund		
Hong Kong dollar	8,093	0
Malaysian ringgit	2,841	0
Philippines peso	3,795	0
Singapore dollar	1,657	0
South Korean won	6,040	0
New Taiwan dollar	11,704	0
Thai baht	4,266	0

RISKS

The following summary is not intended to be a comprehensive summary of all the risks inherent in investing in the Company and investors should refer to the prospectus for a more detailed discussion of these risks.

Investment objective and policies

The investment objective of the Japan Fund is to achieve long term capital growth by investing primarily in securities of issuers that have their principal activities in Japan or are organised under the laws of Japan or derive a significant portion of their earnings from Japan. The Fund intends to invest up to 100% of its assets in securities listed on the Tokyo and regional Japanese exchanges. The Fund will seek to outperform the Topix Index while striving to limit the volatility of the Fund's returns.

Polar Capital Funds plc

(Investment Company with Variable Capital)

Notes to the Financial Statements

For the year ended 31 January 2005

(continued)

13. Financial Instruments and Derivatives (continued)

Investment objective and policies (continued)

The investment objective of the Global Technology Fund is long term capital appreciation by way of investing in a globally diversified portfolio of technology companies. Although the Fund may receive income in the form of dividends, interest and from other sources, income is not a primary consideration. The Fund will seek to invest at least two thirds of its Net Asset Value in technology-related companies. The Fund will take a geographically diversified approach and operate within broad asset allocation ranges, but there are no specified limits on investing in any geographical region or single country.

The investment objective of the Asia ex Japan Fund is to preserve and achieve long term capital growth by investing primarily in securities of issuers that have their principal activities in countries in Asia such as China, Hong Kong, Malaysia and Singapore but excluding Japan or derive a significant portion of their earnings from countries excluding Japan. The Fund intends to invest up to 100% of its assets in securities traded on Regulated Markets. The Fund will seek to outperform the MSCI AC Far East ex Japan USD Index whilst striving to limit the volatility of the Fund's returns.

Market price risk

Market price risk arises mainly from uncertainty about future prices of the financial instruments held. It represents the potential loss the Company might suffer through holding market positions in the face of price movements. It is intended to control market risk via the use of derivatives.

Liquidity risk

The Company's assets mainly comprise readily realisable securities. The Investment Manager will normally keep an allocation of cash to meet pending liabilities that may arise from time to time.

Foreign exchange risk

The Net Asset Value per share in the Company is computed in US\$, whereas the investments of the Company may be acquired in a wide range of currencies which may be subject to exchange rate fluctuations.

14. Financial Derivative Instruments

Currency hedging strategies for the purpose of efficient portfolio management were employed in the management of the Company. Forwards and/or other hedging instruments are also used for efficient portfolio management purposes to manage the interest rate risk on the portfolio of securities held by the Company and to enhance the overall return thereon. Any such instruments are used under the conditions and within the limits laid down by the Irish Financial Services Regulatory Authority. The gains and losses from these transactions are reported in the Profit and Loss Account. During the year the Asia ex-Japan Fund used options to protect the down side from falling markets in the region.

During the period the counterparty for all OTC's was Credit Suisse First Boston. All Futures were dealt through UBS or Goldman Sachs.

Polar Capital Funds plc
(Investment Company with Variable Capital)

Notes to the Financial Statements

For the year ended 31 January 2005

(continued)

15. Net Asset Value

The Net Asset Value per share for the Company at the year end date is determined by dividing the value of the net assets of the Company by the total number of Shares in issue at the year end. The Net Asset Value per share at which shareholders may subscribe to or redeem from the Funds differs slightly from that presented in these financial statements. This difference is due to the difference in valuation principles appropriate for the purpose of preliminary expenses. In accordance with the Company's principal documentation, the net asset value reported daily, reflects these preliminary expenses being written off over the first five financial years of the Company. In the financial statements, preliminary expenses have been written off in full.

	Japan Fund 2005	Global Technology Fund 2005	Asia-ex Japan Fund 2005
Japanese Yen Share Class	¥	¥	¥
Net asset value per share for shareholder dealing per valuation	1,398.71	N/A	N/A
Unamortised preliminary expenses	0	N/A	N/A
Net asset value per share per financial statements	1,398.71	N/A	N/A
US Dollar Share Class	US\$	US\$	US\$
Net asset value per share for shareholder dealing per valuation	13.52	11.74	11.72
Unamortised preliminary expenses	0	(0.02)	(0.02)
Net asset value per share per financial statements	13.52	11.72	11.70
Sterling Share Class	£	£	£
Net asset value per share for shareholder dealing per valuation	7.17	6.22	11.35
Unamortised preliminary expenses	0	(0.01)	(0.02)
Net asset value per share per financial statements	7.17	6.21	11.33
Euro Share Class	€	€	€
Net asset value per share for shareholder dealing per valuation	N/A	N/A	11.36
Unamortised preliminary expenses	N/A	N/A	0
Net asset value per share per financial statements	N/A	N/A	11.36

16. Cross Liability

Although the activities attributable to each Sub-Fund will be accounted for separately, in the event of the insolvency of any one Sub-Fund resulting in the assets attributable to that Sub-Fund being insufficient to meet the liabilities attributable to that Sub-Fund, all of the assets of the Company regardless of the Sub-Fund to which they are attributable may be applied against such excess liabilities. As at 31 January 2005 the Directors are not aware of any such existing or contingent liability.

17. Comparative Figures

Japan Fund	Net Asset Value Audited 2005	Net Asset Value Audited 2004	Net Asset Value Audited 2003
US dollar Share Class	\$29,133,034	\$246,382,356	\$80,680,635
Sterling Share Class	£48,448,625	£44,083,913	£23,962,308
Japanese yen Share Class	¥20,358,699,511	¥ 11,727,032,795	¥ 3,231,747,922
	NAV per Share	NAV per Share	NAV per Share
US dollar Share Class	\$13.52	\$11.85	\$8.31
Sterling Share Class	£7.17	£6.52	£5.06
Japanese yen Share Class	¥1,398.71	¥ 1,254.29	¥ 996.70

Polar Capital Funds plc
(Investment Company with Variable Capital)

Notes to the Financial Statements

For the year ended 31 January 2005

(continued)

18. Comparative Figures (continued)

Global Technology Fund	Net Asset Value Audited 2005	Net Asset Value Audited 2004	Net Asset Value Audited 2003
US dollar Share Class	\$28,679,301	\$37,382,172	\$24,634,997
Sterling Share Class	£892,771	£147,030	£271,890
	NAV per Share	NAV per Share	NAV per Share
US dollar Share Class	\$11.73	\$13.80	\$6.42
Sterling Share Class	£6.15	£7.58	£3.91
	Net Asset Value Audited 2005	Net Asset Value Audited 2004	Net Asset Value Audited 2003
US dollar Share Class	\$22,629,374	N/A	N/A
Sterling Share Class	£9,503,989	N/A	N/A
Euro Share Class	€114	N/A	N/A
	NAV per Share	NAV per Share	NAV per Share
US dollar Share Class	\$11.70	N/A	N/A
Sterling Share Class	£11.33	N/A	N/A
Euro Share Class	€11.36	N/A	N/A

19. Distributor Status

The United Kingdom Board of Inland Revenue have certified Polar Capital Funds plc as a distributing Company in respect of the year ended 31 January 2004. The Company intends to apply for distributor status for each future accounting period.

20. Subsequent Events

Northern Trust Corporation acquired International Fund Managers (Ireland) Limited and Barings (Ireland) Limited with effect from 31 March 2005. Both companies are now wholly owned subsidiaries of Northern Trust GSF Holdings Limited which is in turn wholly owned by Northern Trust Corporation. Northern Trust Corporation and its subsidiaries comprise the Northern Trust Group, one of the world's leading providers of global custody and administration services.

There have been no other material events subsequent to the year end which impact on the financial statements for the year ended 31 January 2005.

21. Prospectus

On 9 September 2004 a revised prospectus was issued to provide for broader investment powers including techniques for efficient portfolio management. Further supplements to the prospectus were issued on 30 September 2004 in respect of the Asia ex Japan Fund and the Global Technology Fund.

22. Approval of the Financial Statements

The Financial Statements were approved by the Board on 19 May 2005.

Polar Capital Funds plc

(Investment Company with Variable Capital)

Statement of Significant Portfolio Movements

Japan Fund

Purchases	Cost US\$'000	Sales	Proceeds US\$'000
Mitsubishi Tokyo Financial Group	37,215	Toyota Motor Corporation	41,232
Ricoh	34,093	Mitsubishi Corporation	35,177
Takeda Pharmaceutical	33,982	Shin-Etsu Chemical Company	29,342
Nomura Holdings	32,104	T&D Holdings	28,091
Toyota Motor Corporation	26,787	Daiwa Securities Group	26,056
Daiwa Securities Group	26,737	Credit Saison	25,884
West Japan Railway Company	26,513	Rohm	24,627
Fuji Photo Film	25,956	Sompo Japan Insurance	24,615
Sumitomo Trust & Banking	24,841	Sumitomo Trust & Banking	23,893
Credit Saison	24,086	Takeda Pharmaceutical	23,171
Promise	23,720	Promise	23,132
NTT DoCoMo	22,141	Ricoh	22,844
Sumitomo Corporation	21,954	Showa Shell Sekiyu	22,229
Sompo Japan Insurance	21,805	Mitsubishi Tokyo Financial Group	21,585
Mitsubishi Corporation	21,412	Nippon Telegraph & Telephone	21,264
Nippon Telegraph & Telephone	20,833	NTT DoCoMo	21,144
Shin-Etsu Chemical Company	20,483	Electric Power Development Company	20,682
Electric Power Development Company	19,436	Mitsubishi Corporation 0% Convertible Bonds 2011	19,899
Mitsubishi Corporation 0% Convertible Bonds 2011	18,852	Sumitomo Corporation	19,435
Bridgestone Corporation	18,207	Asahi Kasei Corporation	19,227

Global Technology Fund

Purchases	Cost US\$'000	Sales	Proceeds US\$'000
Adtran	1,422	Aspen Technology	2,030
Premiere Global Services	1,355	Foundry Networks	1,573
Aspen Technology	1,219	Juniper Networks	1,530
Research in Motion	1,130	Adtran	1,501
Kla-Tencor	1,059	Premiere Global Services	1,358
Intevac	1,032	Cognizant Technology Solutions	1,151
Mindspeed Technology	972	Research in Motion	1,132
International Rectifier	927	Netgear	1,053
J2 Global Communications	904	Alliance Data Systems	1,026
Cognizant Technology Solutions	900	J2 Global Communications	984
MIPS Technologies	831	Artisan Components	919
Veritas Software	820	Mindspeed Technology	906
Foundry Networks	817	International Rectifier	898
Juniper Networks	816	Kla-Tencor	878
Extreme Networks	814	Extreme Networks	866
HI/FN	790	Genesis Microchip	818
Multi-Fineline Electronix	789	KVH Industries	802
Power Integrations	759	DSP Group	801
California Micro Devices	755	EPCOS	740
Netgear	749	Costar Group	739

Polar Capital Funds plc
(Investment Company with Variable Capital)
Statement of Significant Portfolio Movements

Asia ex Japan Fund

Purchases	Cost	Sales	Proceeds
	US\$'000		US\$'000
HannStar Display	818	JCG Holdings	644
Xinyi Glass Holdings	777	Pacific Century	636
Benq	768	DBS Group Holdings	614
Sembcorp Logistics	721	GS Holdings	561
Webzen	707	Far East Textile	537
Tisco Finance	631	Airasia	531
China Oilfield Services	629	MK Land Holdings	519
Banco de Oro Universal Bank	597	Chungwa Telecom	518
Premier Image Technology	521	Lifestyle Internat	505
Arab-Malaysian	500	Sembcorp Logistics	480
Hyundai Engineering & Construction	498	Semiconductor	474
KLCC Property Holdings	494	Bank International Indonesia	411
Hong Kong Land Holdings	490	Bank Maniri	400
Premier Image Technology	470	Samsung Heavy Industries	400
Inventec	468	Santos	392
LG Engineering & Construction	458	Hong Kong Land Holdings	392
First Philippine Holdings	455	ASE Test	376
Hutchison Whamboa	420	United Overseas Bank	375
MK Land Holdings	418	Henderson Land Developments	374
TPI Polene	417	Hyundai Engineering & Construction	373

Polar Capital Funds plc
(Investment Company with Variable Capital)

NOTICE OF ANNUAL GENERAL MEETING

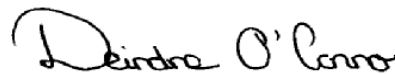
To: The Shareholders of Polar Capital Funds plc: -

Notice is hereby given that the Annual General Meeting of the Shareholders of Polar Capital Funds plc will be held at IFSC House, International Financial Services Centre, Dublin 1 on Thursday, 21 July 2005 at 2.30 p.m.

AGENDA

- 1. Report and Accounts**
To receive the Annual Report and Audited Annual Financial Statements for the year ended 31 January 2005.
- 2. Re-appointment of Auditors**
To re-appoint KPMG as the Auditors of the Company.
- 3. Auditors' Remuneration**
To authorise the Directors to fix the Auditors' remuneration.

By Order of the Board



For and on behalf of
International Fund Managers (Ireland) Limited
as Secretary

Dated 19 May 2005

NOTE

Every member entitled to attend, speak and vote at the above meeting is entitled to appoint a proxy to attend, speak and vote in his stead. A body corporate may appoint an authorised person to attend, speak and vote on its behalf. A proxy or an authorised representative need not be a member of the company.

Polar Capital Funds plc
(Investment Company with Variable Capital)

FORM OF PROXY

I/We, _____

of _____

being Members of the above Company hereby appoint _____
or failing him/her, the Chairman of the Meeting as my/our proxy to vote for me/us on my/our
behalf at the Annual General Meeting of the Company to be held on Thursday, 21 July 2005, and at any
adjournment thereof.

Please indicate with an X in the spaces below how you wish your vote(s) to be cast. Unless otherwise instructed,
the proxy will vote as he/she thinks fit.

Resolution:	For	Against
1. To receive the Annual Report and Audited Annual Financial Statements for the year ended 31 January 2005.		
2. To re-appoint KPMG as the Auditors of the Company.		
3. To authorise the Directors to fix the Auditors' remuneration.		

Signed: _____

Date: _____

Please return to: International Fund Managers (Ireland) Limited
IFSC House
International Financial Services Centre
Dublin 1
Ireland

Attention: Deirdre O'Connor

Polar Capital Funds plc
(Investment Company with Variable Capital)

NOTES:

1. This instrument of proxy, to be valid, must be sent by post so as to arrive, or be lodged, at the address printed below before the commencement of the meeting.
2. In the case of a corporate shareholder, this instrument may be either under its Common Seal or under the hand of an officer or attorney authorised in that behalf.
3. If you wish to appoint a proxy other than the Chairman of the meeting, please insert his/her name and address and delete "the Chairman of the meeting"
4. If this instrument is signed and returned without any indication of how the person appointed proxy shall vote, he will exercise his discretion as to how he votes and whether or not he abstains from voting.
5. In the case of joint holders, the vote of the senior who tenders a vote whether in person or by proxy, shall be accepted to the exclusion of the votes of the other joint holders and for this purpose seniority should be determined by the order in which the names stand in the register of members in respect of the joint holding.
6. The address to which the proxy forms should be returned is:-

International Fund Managers (Ireland) Limited
IFSC House
International Financial Services Centre
Dublin 1
Ireland

Attention: Deirdre O'Connor

7. Proxy forms may be returned in the first instance by fax to +353 1 670 2735 but the original should be forwarded by mail to the address shown at 6 above.