

Half-Yearly Financial Report

30 June 2013

Overview

Corporate Objective

to deliver long-term capital growth, while preserving shareholders' capital; to invest without the constraints of a formal benchmark, but to deliver for shareholders increases in capital value in excess of the relevant indices over time.

Investment Policy

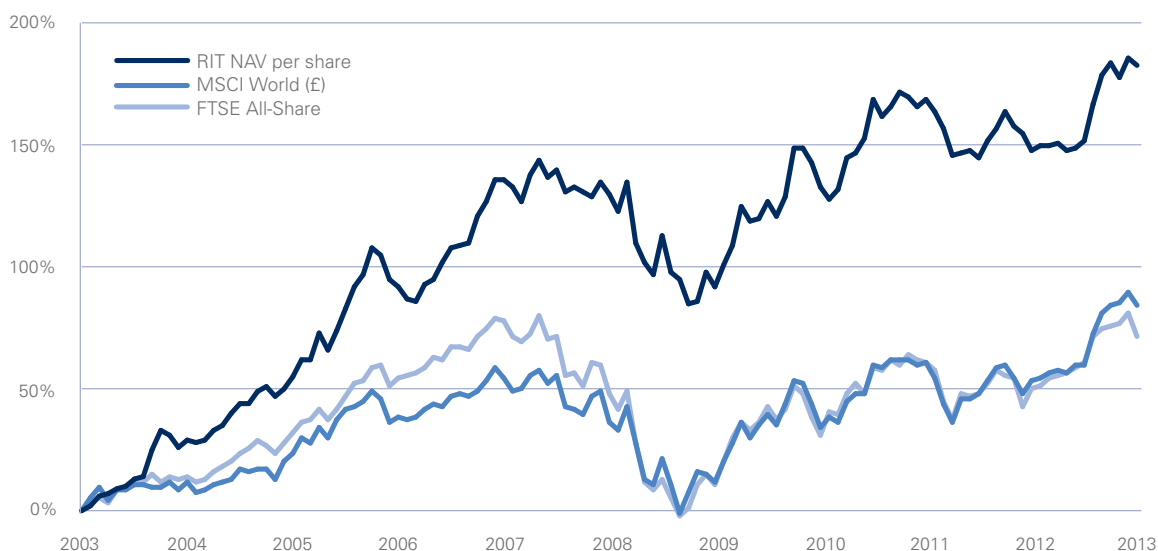
to invest in a widely diversified, international portfolio across a range of asset classes, both quoted and unquoted; to allocate part of the portfolio to exceptional managers in order to ensure access to the best external talent available.

Financial Summary

	30 June 2013	31 December 2012
Net assets	£2,081m	£1,847m
Market capitalisation	£1,802m	£1,757m
Shares outstanding	155.4m	155.4m
NAV per share ¹	1,342p	1,191p
Share price	1,160p	1,131p
Discount	-13.6%	-5.1%
Dividend paid per share	14p	28p
Gearing	net cash	net cash

Percentage Changes to Date	6 Months	1 Year	5 Years	10 Years
NAV per share Total Return	13.8	15.5	29.7	203.4
MSCI World (£) Total Return	16.0	22.5	49.8	119.1
FTSE All-Share Total Return	8.5	17.9	38.2	136.4
Share Price Total Return	3.8	-5.6	11.0	191.0
NAV per share	12.6	14.3	23.1	183.4
MSCI World (£)	14.6	19.8	34.0	79.1
FTSE All-Share	6.3	13.8	15.2	66.9
Share price	2.6	-6.7	5.2	171.3

10 Year NAV per Share Performance



¹ Unless otherwise stated NAV per share is diluted NAV per share taking into account the effect of Share Appreciation Rights and shares held in the Employee Benefit Trust.

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Chairman's Statement



Lord Rothschild, OM GBE

Your Company's net asset value at the end of June was 1,342 pence per share, which represents a total return, including the 14 pence interim dividend, of 13.8% for the half year. By the end of July your Company's NAV had risen further to 1,378 pence per share, a 16.9% return for the year to date.

Markets have moved upwards during this period and the contribution to RIT's satisfactory performance is shown in the table below.

Our quoted equity book has outperformed markets while our reading of foreign exchange markets has contributed to our profits. Recognising that US authorities would face difficulties in suppressing bond yields in the face of an improving economy, we held short positions in government bonds during the period.

Around a quarter of our assets are held in unquoted private investments. The value of such investments tends to rise in longer cycles than public markets. A further 7%, net of borrowings, is held in cash and near cash. We reduced our gold position as the price of gold corrected following the profitable defensive performance of recent years.

We have been consolidating our investments in third party managed funds by reducing the number of funds held and have increased our holdings in individual stocks where we have conviction. We have reduced holdings in emerging markets and have

increased positions in the improving US economy, which I highlighted in March. At the end of June, 47% of our net assets were in the US, while our currency exposure there amounted to 80%. Sterling exposure has increased from 16% to 31% in the period under review. In Japan we hedged our exposure to underlying currency and profited as well from Japan's bold economic strategy by increasing our holdings in Japanese equities.

Our relationships with Corsair Capital, the Edmond de Rothschild Group and Rockefeller & Co are leading to interesting private and public equity opportunities. These relationships are designed for the long term, and will help to put RIT on an investment course which should allow it to prosper in the years ahead.

As recovery still relies so heavily on central bank creation of money, the search for quality has been our main focus. We continue, even so, to research and identify companies and special situations that would benefit from the much-needed transition from growth created by printing money to one of more sustained growth in the world's real economies.

Rothschild
15 August 2013

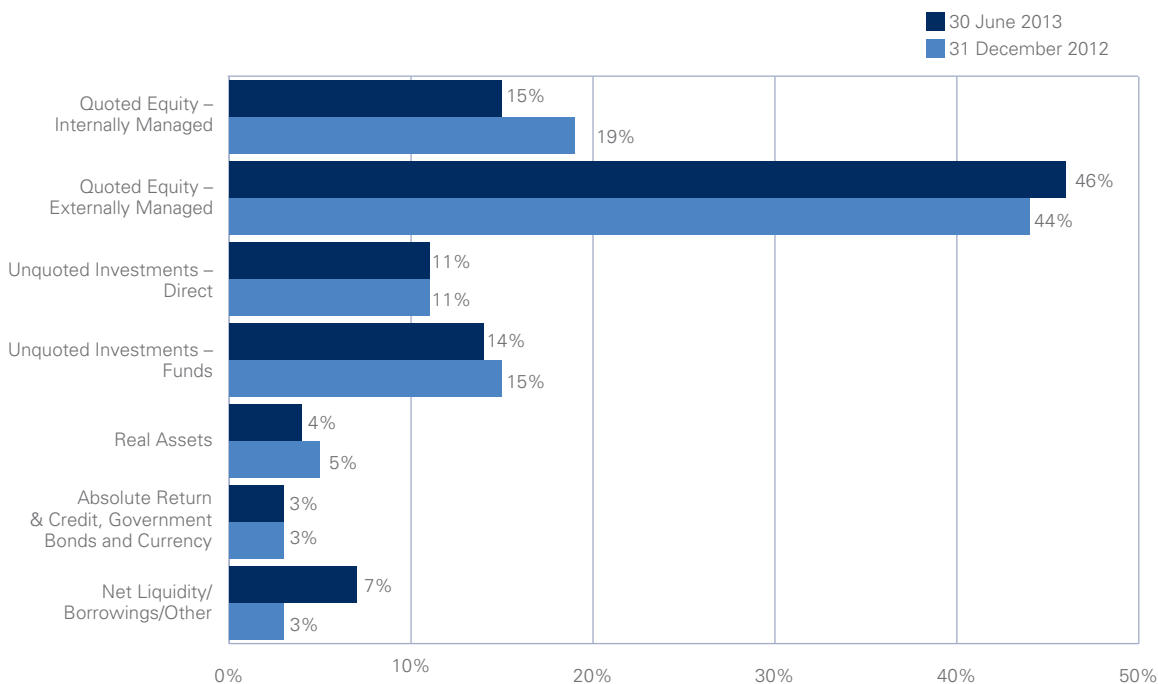
Contribution to Total Return, 6 months to June 2013

	June 2013 % Net Assets	Contribution to Total Return %
Quoted Equity – Internally Managed	15%	4.9%
Quoted Equity – Externally Managed	46%	7.3%
Unquoted Investments – Direct	11%	1.1%
Unquoted Investments – Funds	14%	1.5%
Real Assets	4%	-2.4%
Absolute Return & Credit, Government Bonds and Currency	3%	1.9%
Net Liquidity, Borrowings and Other ¹	7%	-0.5%
Total	100%	13.8%

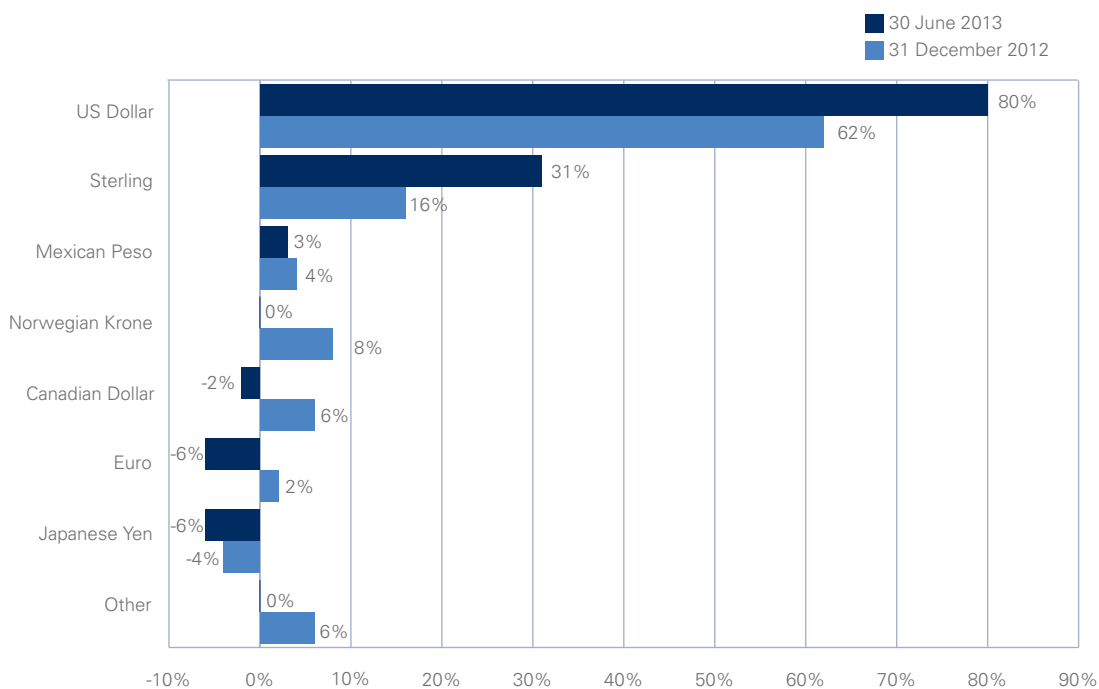
¹ Includes translation gains, other income, expenses, interest and tax.

Investment Portfolio

Net Asset Value by Asset Category (%)

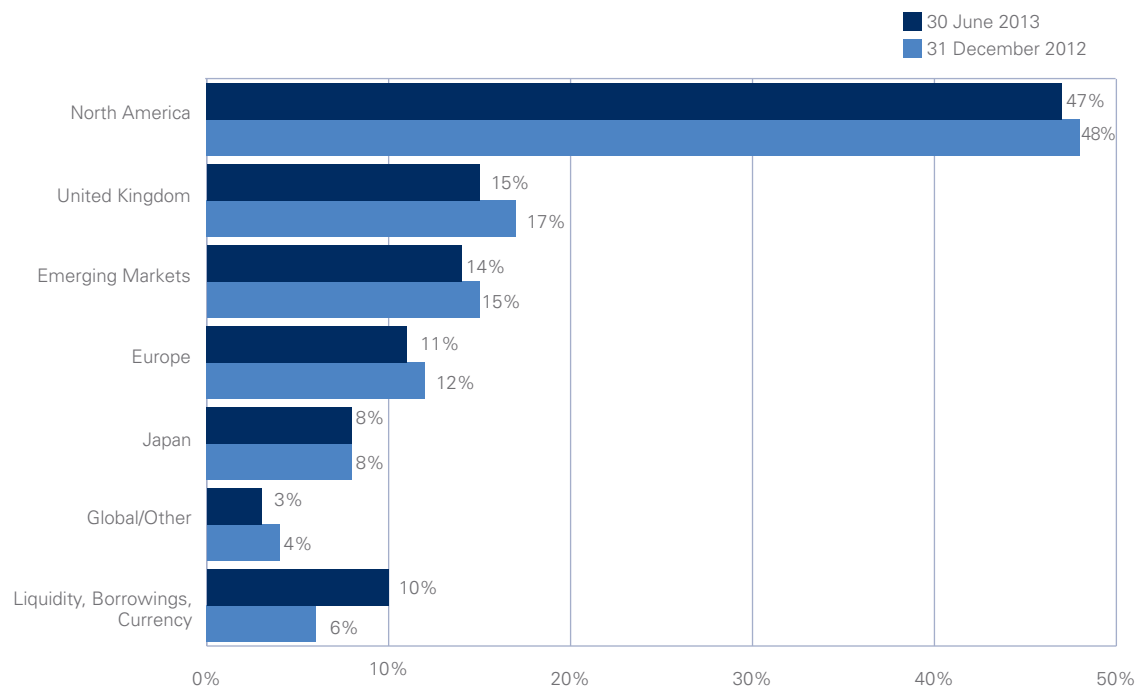


Net Asset Value by Currency (%)



Investment Portfolio

Net Asset Value by Geography (%)



Note: This chart includes market exposure resulting from index futures.

Investment Portfolio

Investment Portfolio as at 30 June 2013

Investment Holdings	Country	Description	Value of Investment £ million	% of NAV
Quoted Equity – Internally Managed				
RIT Global Quality ^{1,2}	Global	Global equities	80.4	3.9%
RIT TMT Basket ³	United States	US equities	52.9	2.5%
Reckitt Benckiser	United Kingdom	Consumer staples	29.0	1.4%
American International Group	United States	Financial services	28.0	1.3%
Qualcomm	United States	Information technology	27.2	1.3%
Coach	United States	Consumer discretionary	26.1	1.3%
Paypoint	United Kingdom	Electronic payment systems	23.5	1.1%
Hennes & Mauritz	Sweden	Consumer discretionary	21.9	1.1%
Other Internally Managed			25.0	1.2%
Total Quoted Equity – Internally Managed			314.0	15.1%
Quoted Equity - Externally Managed				
BB Life Sciences	United States	US biotechnology equities	72.1	3.5%
Findlay Park ¹	United States	US equities	67.2	3.2%
Morant Wright ¹	Japan	Japanese equities	65.7	3.2%
Cedar Rock Capital	Global	Global equities	54.8	2.6%
Titan Partners	United States	US growth equities	43.6	2.1%
Blackrock European Hedge Fund	Europe	Long/short European equities	43.1	2.1%
Viking Long Fund III	Global	Global equities	43.0	2.1%
Tekne Offshore	Global	Long/short technology equities	42.4	2.0%
Independent Franchise Partners – Global	Global	Global equities	40.9	2.0%
Gaoling	China	Long/short Chinese equities	40.7	2.0%
Triam Partners SPV	United States	US equities	36.8	1.8%
Blackrock Frontiers ¹	Emerging Markets	Emerging Market equities	32.0	1.5%
Lansdowne Developed Markets	Global	Global equities	31.1	1.5%
Brant Point	United States	Long/short US equities	31.1	1.5%
GLG Technology Fund	Global	Long/short technology equities	30.0	1.4%
Horizon Capital ¹	Emerging Markets	Japanese equities	29.2	1.4%
Andor Opportunity Offshore Fund	United States	Long/short technology equities	28.3	1.4%
Lansdowne Developed Markets Strategic	United Kingdom	Global equities	26.5	1.3%
Findlay Park Mexico ¹	Mexico	Mexican equities	24.7	1.2%
Egerton Capital	Europe	Global equities	23.3	1.1%
Independent Franchise Partners – US	United States	US equities	22.8	1.1%
Findlay Park Latin America	Latin America	Latin American equities	20.5	1.0%
Tontine Capital Overseas Fund II	United States	Global equities	19.4	0.9%
RXZ Brazil ¹	Brazil	Emerging Market equities	16.3	0.7%
Other Externally Managed			80.2	3.8%
Total Quoted Equity – Externally Managed			965.7	46.4%

Note: The investment portfolio disclosed on pages 5 and 6 excludes notional exposure through derivatives, including for example those relating to Nikkei futures at 2.9% of NAV, Topix futures 1.2%, US banks 1.5% and gold 2.0%.

¹ These funds are operated as segregated accounts, managed internally or externally on behalf of the Group.

² This fund has a diversified portfolio with the largest investment, Roche, valued at £8.2 million.

³ This basket of five stocks is managed internally with the largest investment, ADT, valued at £19.0 million.

Investment Portfolio

Investment Portfolio as at 30 June 2013

Investment Holdings	Country	Description	Value of Investment £ million	% of NAV
Unquoted Investments – Direct				
Infinity Data Systems	United Kingdom	Data centres	43.7	2.1%
Rockefeller & Co, Inc	United States	Financial services	32.9	1.6%
Dropbox	United States	Cloud technology	16.5	0.8%
Helios Towers	Africa	Cellular communication infrastructure	15.4	0.7%
EDRRIT ²	United Kingdom	Financial services	14.0	0.7%
Genagro	Brazil	Agricultural real estate	12.0	0.6%
Tamar Energy	United Kingdom	Renewable energy	10.0	0.5%
Other Unquoted Direct			74.9	3.5%
Total Unquoted Investments – Direct			219.4	10.5%
Unquoted Investments – Funds				
Augmentum I	United Kingdom	International growth capital	34.8	1.7%
Xander Funds	India	Indian real estate private equity	34.7	1.7%
Darwin Private Equity I	United Kingdom	UK mid-market private equity	28.7	1.4%
Hony Capital Funds	China	Chinese private equity	21.4	1.0%
Summit Water Development	United States	Water rights	19.3	0.9%
Pomona Capital Funds	United States	Secondary private equity	12.4	0.6%
Crestview Partners Funds	United States	US private equity	11.8	0.5%
Other Unquoted Funds			127.1	6.1%
Total Unquoted Investments – Funds			290.2	13.9%
Real Assets				
Spencer House	United Kingdom	Investment property	26.5	1.2%
Other Investment Property	United Kingdom	Investment property	22.6	1.1%
Blackrock Gold & General Fund	Global	Gold and precious metal equities	19.4	0.9%
Baker Steel ¹	Global	Gold and precious metal equities	9.4	0.5%
Other Real Assets			(1.0)	–
Total Real Assets			76.9	3.7%
Absolute Return & Credit, Government Bonds and Currency				
JPS Credit Opportunities	United States	Credit fund	22.6	1.1%
Virgin America Senior Notes	United States	Loan note	12.9	0.6%
Fortress Credit Opportunities	United States	Distressed credit fund	11.9	0.5%
Pivot Global Value Fund	Global	Global equities	9.8	0.5%
Other Absolute Return & Credit, Government Bonds and Currency			14.0	0.7%
Total Absolute Return & Credit, Government Bonds and Currency			71.2	3.4%
Total Investments			1,937.4	93.0%
Liquidity				
US Treasury Bill	United States	Government bond	125.4	6.1%
Other Liquidity			131.6	6.3%
Total Liquidity			257.0	12.4%
Borrowings				
National Australia Bank loan	United States	US Dollar credit facility	(105.4)	(5.1%)
US Dollar Interest Rate Swap	United States	Floating to fixed swap	(2.2)	(0.1%)
Total Borrowings			(107.6)	(5.2%)
Other assets/(liabilities)			(6.0)	(0.2%)
Total Net Asset Value			2,080.8	100.0%

¹ These funds are operated as segregated accounts, managed internally or externally on behalf of the Group.

² This is a joint investment with the Edmond de Rothschild Group.

Consolidated Income Statement (unaudited)

For the six months ended 30 June 2013	Notes	Revenue return £ million	Capital return £ million	Total £ million
Income				
Investment income		11.5	–	11.5
Other income		2.9	–	2.9
Gains/(losses) on dealing investments held at fair value		–	–	–
Total income		14.4	–	14.4
Gains/(losses) on portfolio investments held at fair value		–	257.2	257.2
Exchange gains/(losses) on monetary items and borrowings		–	(0.7)	(0.7)
		14.4	256.5	270.9
Expenses				
Administrative expenses		(10.9)	(1.0)	(11.9)
Investment management fees		(1.7)	(0.7)	(2.4)
Profit/(loss) before finance costs and tax		1.8	254.8	256.6
Finance costs		(2.5)	–	(2.5)
Profit/(loss) before tax		(0.7)	254.8	254.1
Taxation		(0.7)	(0.4)	(1.1)
Profit/(loss) for the period	2	(1.4)	254.4	253.0
Earnings per ordinary share – basic	2	(0.9p)	164.2p	163.3p
Earnings per ordinary share – diluted	2	(0.9p)	164.1p	163.2p

The total column of this statement represents the Group's Consolidated Income Statement, prepared in accordance with International Financial Reporting Standards (IFRS). The supplementary revenue return and capital return columns are both prepared under guidance published by the Association of Investment Companies. All items in the above statement derive from continuing operations. The notes on pages 12 to 15 are an integral part of these condensed interim financial statements.

Consolidated Statement of Comprehensive Income (unaudited)

For the six months ended 30 June 2013	Revenue return £ million	Capital return £ million	Total £ million
Profit/(loss) for the period	(1.4)	254.4	253.0
Other comprehensive income/(expense)			
Actuarial gain/(loss) in defined benefit pension plan	1.5	–	1.5
Total comprehensive income/(expense) for the period	0.1	254.4	254.5

Consolidated Income Statement (unaudited)

For the six months ended 30 June 2012	Notes	Revenue return £ million	Capital return £ million	Total £ million
Income				
Investment income		10.3	–	10.3
Other income		1.5	–	1.5
Gains/(losses) on dealing investments held at fair value		(9.3)	–	(9.3)
Total income		2.5	–	2.5
Gains/(losses) on portfolio investments held at fair value		–	76.9	76.9
Exchange gains/(losses) on monetary items and borrowings		–	3.2	3.2
		2.5	80.1	82.6
Expenses				
Administrative expenses		(10.5)	(1.0)	(11.5)
Investment management fees		(1.7)	(0.8)	(2.5)
Profit/(loss) before finance costs and tax		(9.7)	78.3	68.6
Finance costs		(4.3)	–	(4.3)
Profit/(loss) before tax		(14.0)	78.3	64.3
Taxation		0.9	–	0.9
Profit/(loss) for the period	2	(13.1)	78.3	65.2
Earnings per ordinary share – basic	2	(8.5p)	51.0p	42.5p
Earnings per ordinary share – diluted	2	(8.5p)	50.9p	42.4p

The total column of this statement represents the Group's Consolidated Income Statement, prepared in accordance with IFRS. The supplementary revenue return and capital return columns are both prepared under guidance published by the Association of Investment Companies. All items in the above statement derive from continuing operations. The notes on pages 12 to 15 are an integral part of these condensed interim financial statements.

Consolidated Statement of Comprehensive Income (unaudited)

For the six months ended 30 June 2012	Revenue return £ million	Capital return £ million	Total £ million
Profit/(loss) for the period	(13.1)	78.3	65.2
Other comprehensive income/(expense)			
Actuarial gain/(loss) in defined benefit pension plan	(0.4)	–	(0.4)
Total comprehensive income/(expense) for the period	(13.5)	78.3	64.8

Consolidated Balance Sheet

	Notes	30 June 2013 (unaudited) £ million	31 December 2012 (audited) £ million
Non-current assets			
Investments held at fair value		1,974.0	1,801.4
Investment property		49.0	46.1
Property, plant and equipment		0.3	0.2
Deferred tax asset		1.9	2.7
		2,025.2	1,850.4
Current assets			
Derivative financial instruments		36.6	25.0
Sales for future settlement		20.5	66.9
Other receivables		39.2	25.6
Tax receivable		0.5	0.5
Cash at bank		106.3	66.4
		203.1	184.4
Total assets		2,228.3	2,034.8
Current liabilities			
Bank loans and overdrafts		(105.4)	(147.8)
Purchases for future settlement		(4.8)	(4.5)
Derivative financial instruments		(26.3)	(20.2)
Provisions		(0.8)	(1.2)
Tax payable		(0.1)	(0.2)
Other payables		(5.2)	(5.9)
		(142.6)	(179.8)
Net current assets/(liabilities)		60.5	4.6
Total assets less current liabilities		2,085.7	1,855.0
Non-current liabilities			
Provisions		(4.4)	(5.4)
Finance lease liability		(0.5)	(0.5)
Retirement benefit liability		–	(1.9)
		(4.9)	(7.8)
Net assets		2,080.8	1,847.2
Equity attributable to equity holders			
Share capital		155.4	155.4
Share premium		17.3	17.3
Capital redemption reserve		36.3	36.3
Own shares reserve		(5.5)	(6.4)
Share based payment reserve		4.6	4.7
Foreign currency translation reserve		0.2	0.2
Capital reserve		1,842.1	1,609.4
Revenue reserve		30.4	30.3
Total shareholders' equity		2,080.8	1,847.2
Net asset value per ordinary share – basic	3	1,342.5p	1,192.4p
Net asset value per ordinary share – diluted	3	1,341.6p	1,191.4p

Consolidated Statement of Changes in Equity (unaudited)

Period ended 30 June 2013	Share capital £ million	Share premium £ million	Capital redemption reserve £ million	Own shares reserve £ million	Share based payment reserve £ million	Foreign currency translation reserve £ million	Capital reserve £ million	Revenue reserve £ million	Total equity £ million
Balance at 1 January 2013	155.4	17.3	36.3	(6.4)	4.7	0.2	1,609.4	30.3	1,847.2
Profit/(loss) for the period	-	-	-	-	-	-	254.4	(1.4)	253.0
Actuarial gain/(loss) in defined benefit pension plan	-	-	-	-	-	-	-	1.5	1.5
Total Comprehensive income/(expense) for the period	-	-	-	-	-	-	254.4	0.1	254.5
Dividends paid (note 4)	-	-	-	-	-	-	(21.7)	-	(21.7)
Movement in Own shares reserve	-	-	-	0.9	-	-	-	-	0.9
Movement in Share based payment reserve	-	-	-	-	(0.1)	-	-	-	(0.1)
Balance at 30 June 2013	155.4	17.3	36.3	(5.5)	4.6	0.2	1,842.1	30.4	2,080.8

Period ended 30 June 2012	Share capital £ million	Share premium £ million	Capital redemption reserve £ million	Own shares reserve £ million	Share based payment reserve £ million	Foreign currency translation reserve £ million	Capital reserve £ million	Revenue reserve £ million	Total equity £ million
Balance at 1 January 2012	153.9	-	36.3	(5.9)	5.2	0.2	1,514.4	76.9	1,781.0
Profit/(loss) for the period	-	-	-	-	-	-	78.3	(13.1)	65.2
Actuarial gain/(loss) in defined benefit pension plan	-	-	-	-	-	-	-	(0.4)	(0.4)
Total Comprehensive income/(expense) for the period	-	-	-	-	-	-	78.3	(13.5)	64.8
Dividends paid (note 4)	-	-	-	-	-	-	(31.0)	(12.0)	(43.0)
Movement in Own shares reserve	-	-	-	0.2	-	-	-	-	0.2
Movement in Share based payment reserve	-	-	-	-	(0.2)	-	-	-	(0.2)
Balance at 30 June 2012	153.9	-	36.3	(5.7)	5.0	0.2	1,561.7	51.4	1,802.8

Consolidated Cash Flow Statement (unaudited)

	Six months ended 30 June 2013 £ million	Six months ended 30 June 2012 £ million
Cash inflow/(outflow) before taxation and interest	112.2	38.0
Taxation received/(paid)	(0.1)	–
Interest paid	(2.5)	(1.4)
Net cash inflow/(outflow) from operating activities	109.6	36.6
Investing activities:		
Purchase of property, plant and equipment	(0.2)	(0.1)
Sale of property, plant and equipment	–	–
Net cash inflow/(outflow) from investing activities	(0.2)	(0.1)
Financing activities:		
Purchase of ordinary shares by Employee Benefit Trust ¹	–	(0.7)
Repayment of borrowings	(49.8)	–
Equity dividend paid	(21.7)	–
Net cash inflow/(outflow) from financing activities	(71.5)	(0.7)
Increase/(decrease) in cash and cash equivalents in the period	37.9	35.8
Cash and cash equivalents at the start of the period	88.8	111.0
Effect of foreign exchange rate changes	5.8	2.8
Cash and cash equivalents at the period end	132.5	149.6
Reconciliation:		
Cash at bank	106.3	111.2
Money market funds (included in portfolio investments)	26.2	38.4
Cash and cash equivalents at the period end	132.5	149.6

¹ Shares are disclosed in 'Own shares reserve' on the Consolidated Balance Sheet.

Notes to the Financial Statements

1. Basis of Accounting

These condensed financial statements are the half-yearly consolidated financial statements of RIT Capital Partners plc and its subsidiaries for the six months ended 30 June 2013. They are prepared in accordance with the Disclosure and Transparency Rules of the Financial Conduct Authority, and with International Accounting Standard (IAS) 34, Interim Financial Reporting, as adopted by the European Union, and were approved on 15 August 2013. These half-yearly financial statements should be read in conjunction with the Report and Accounts for the nine months ended 31 December 2012, which were prepared in accordance with IFRS, as adopted by the European Union, as they provide an update of previously reported information. The half-yearly consolidated financial statements have been prepared in accordance with the accounting policies set out in the notes to the consolidated financial statements for the nine months ended 31 December 2012 apart from IFRS 13 'Fair Value Measurement' and IAS 19 (revised) 'Employee Benefits' which have been applied for the first time. The impact of these standards is not material except for the disclosures shown in note 5.

Critical Accounting Assumptions and Judgements

Unquoted investments are valued at management's best estimate of fair value in accordance with IFRS, having regard to International Private Equity and Venture Capital Valuation Guidelines as recommended by the British Venture Capital Association. The inputs into the valuation methodologies adopted include observable historical data such as earnings or cash flow as well as more subjective data such as earnings forecasts or discount rates. As a result of this, the determination of fair value requires significant management judgement.

2. Earnings Per Ordinary Share (unaudited)

The earnings per ordinary share for the six months ended 30 June 2013 is based on the net profit of £253.0 million (six months ended 30 June 2012: net profit of £65.2 million) and the weighted average number of ordinary shares in issue during the period of 154.9 million (six months ended 30 June 2012: 153.4 million) as shown below:

	Six months ended 30 June 2013 million	Six months ended 30 June 2012 million
Weighted average number of shares in issue (million)	154.9	153.4
Weighted average effect of Share Appreciation Rights (million)	0.1	0.2
	155.0	153.6

The earnings per ordinary share figure can be further analysed between revenue and capital as set out below:

	Six months ended 30 June 2013 £ million	Six months ended 30 June 2012 £ million
Net revenue profit/(loss)	(1.4)	(13.1)
Net capital profit/(loss)	254.4	78.3
Net profit/(loss)	253.0	65.2

	Pence per share	Pence per share
Revenue earnings per ordinary share – basic	(0.9)	(8.5)
Capital earnings per ordinary share – basic	164.2	51.0
Earnings per ordinary share – basic	163.3	42.5

	Pence per share	Pence per share
Revenue earnings per ordinary share – diluted	(0.9)	(8.5)
Capital earnings per ordinary share – diluted	164.1	50.9
Earnings per ordinary share – diluted	163.2	42.4

Notes to the Financial Statements

3. Net Asset Value Per Ordinary Share – Basic and Diluted

Net asset value per ordinary share is based on the following data:

	30 June 2013 (unaudited)	31 December 2012 (audited)
Net assets (£ million)	2,080.8	1,847.2
Number of shares in issue (million)	155.4	155.4
Own shares (million)	(0.4)	(0.5)
	155.0	154.9
Effect of dilutive potential ordinary shares:		
Share Appreciation Rights (million)	0.1	0.1
Diluted shares	155.1	155.0

	30 June 2013 (unaudited) Pence per share	31 December 2012 (audited) Pence per share
Net asset value per ordinary share – basic	1,342.5	1,192.4
Net asset value per ordinary share – diluted	1,341.6	1,191.4

4. Dividends (unaudited)

	Six months ended 30 June 2013	Six months ended 30 June 2012
Dividends (£ million)	21.7	43.0
Dividends (Pence per share)	14.0	28.0

The Board of Directors declared an interim dividend of 14.0p per ordinary share (£21.7 million) on 7 March 2013. This amount was paid on 26 April 2013. The Board has declared the payment of a second interim dividend of 14.0p per ordinary share (£21.7 million) in respect of the year ending 31 December 2013. This will be paid on 18 October 2013 to shareholders on the register on 4 October 2013. A more detailed commentary may be found in the Chairman's Statement in the Report and Accounts for the nine months ended 31 December 2012.

The dividend declared during the six months ended 30 June 2012 of 28.0p comprised the 8.0p final dividend per ordinary share (£12.3 million) for the year ended 31 March 2012 and a 20.0p interim dividend per ordinary share (£30.7 million) for the period ended 31 December 2012. These amounts were paid on 24 August 2012.

Notes to the Financial Statements

5. Financial Assets & Liabilities (unaudited)

IFRS 13 requires the Group to classify its fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making those measurements. These are as follows:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities – Level 1
- Inputs other than quoted prices included within Level 1 that are observable for the asset or liability either directly (i.e. as prices) or indirectly (i.e. derived from prices) – Level 2
- Inputs for the asset or liability that are not based on observable market data (i.e. unobservable inputs) – Level 3

The determination of what constitutes 'observable' requires significant judgement by the Group. The Group considers observable data to be market data that is readily available, regularly distributed or updated, reliable and verifiable, not proprietary, and provided by independent sources that are actively involved in the relevant market. Where adjustments have been required to quoted prices to arrive at fair value, or where a market price is available but the market is not considered active, the Group has classified these investments as Level 2.

The Group considers all unquoted direct investments and unquoted funds (as described on page 6 of the Investment Portfolio) as Level 3 assets, as the valuations of these assets are not based on observable market data. Where other funds invest into illiquid stocks, these are also considered by the Group to be Level 3 assets.

The vast majority of the Group's assets and liabilities are measured at fair value on a recurring basis. The following table analyses within the fair value hierarchy these financial assets and liabilities at 30 June 2013:

As at 30 June 2013	Level 1 £ million	Level 2 £ million	Level 3 £ million	Total FVPL £ million
Investments held at fair value	639.8	757.6	576.6	1,974.0
Derivative financial instruments	–	36.6	–	36.6
Financial assets at fair value through profit and loss	639.8	794.2	576.6	2,010.6
Derivative financial instruments	–	(26.3)	–	(26.3)
Financial liabilities at fair value through profit and loss	–	(26.3)	–	(26.3)
Net financial assets at fair value through profit and loss	639.8	767.9	576.6	1,984.3

Movements in Level 3 assets

Period ended 30 June 2013	Opening balance £ million	Purchases £ million	Sales £ million	Realised gains through profit & loss in the period £ million	Unrealised gains through profit & loss in the period £ million	Closing balance £ million
Investments held at fair value:						
Quoted Equity	1.9	0.6	(0.3)	–	(0.1)	2.1
Unquoted Equity	478.9	73.6	(91.7)	5.0	43.9	509.7
Absolute Return & Credit	57.2	7.9	(7.2)	1.5	5.4	64.8
	538.0	82.1	(99.2)	6.5	49.2	576.6

The gains and losses shown in the table above for Level 3 assets are included in Gains/(losses) on portfolio investments held at fair value in the Consolidated Income Statement.

During the interim period there were no transfers of investments between fair value hierarchies and no financial assets or liabilities were reclassified as a result of any change in their purpose or use.

The methods used to determine fair value for those assets classified as Level 2 and Level 3 are unchanged from those described in the audited Report and Accounts of the Group for the nine month period ended 31 December 2012.

For all other financial assets and liabilities as shown on the Consolidated Balance Sheet on page 9, the carrying amount is a reasonable approximation of fair value.

On 22 December 2010 the Company signed a three year \$400 million credit facility with National Australia Bank. The facility was drawn in full on 6 January 2011. Following repayments of \$160.0 million on 6 July 2012 and \$80.0 million on 7 January 2013 the amount outstanding at 30 June 2013 on this facility was \$160.0 million (£105.4 million). At 31 December 2012 the amount outstanding was \$240.0 million (£147.8 million).

Notes to the Financial Statements

6. Comparative Information

The financial information contained in this Half-Yearly Financial Report does not constitute statutory accounts as defined in section 434 of the Companies Act 2006. The financial information for the half year ended 30 June 2013 has been reviewed not audited. The financial information for the period ended 30 June 2012 has been presented for the first time in this Half-Yearly Financial Report.

The information for the period ended 31 December 2012 has been extracted from the latest published audited financial statements. The audited financial statements for the period ended 31 December 2012 have been filed with the Registrar of Companies and the report of the auditors on those accounts contained no qualification or statement under section 498(2) or (3) of the Companies Act 2006.

Regulatory Disclosures

Statement of Directors' Responsibilities

In accordance with the Disclosure and Transparency Rules 4.2.4R, 4.2.7R and 4.2.8R, we confirm that to the best of our knowledge:

- (a) The condensed set of financial statements has been prepared in accordance with International Accounting Standard 34, Interim Financial Reporting, as adopted by the European Union, as required by the Disclosure and Transparency Rule 4.2.4R;
- (b) The Chairman's Statement includes a fair review of the information required to be disclosed under the Disclosure and Transparency Rule 4.2.7R, interim management report. This includes an indication of important events that have occurred during the first six months of the financial year, and their impact on the condensed set of financial statements presented in the Half-Yearly Financial Report. A description of the principal risks and uncertainties for the remaining six months of the financial year is set out below; and
- (c) There were no changes in the transactions or arrangements with related parties as described in the Group's Report and Accounts for the nine months ended 31 December 2012 that would have had a material effect on the financial position or performance of the Group in the first six months of the current financial year.

Principal Risks and Uncertainties

The principal risks and uncertainties facing the Group for the second half of the financial year are substantially the same as those described in the Report and Accounts for the nine months ended 31 December 2012. As with any investment company, the main risk is market risk.

Going concern

The factors likely to effect the Group's ability to continue as a going concern were set out in the Report and Accounts for the nine months ended 31 December 2012. As at 30 June 2013, there have been no significant changes to these factors. Having reviewed the Company's forecasts and other relevant evidence, the Directors have a reasonable expectation that the Company and the Group have adequate resources to continue in operational existence for the foreseeable future. Accordingly, they continue to adopt the going concern basis in preparing the half-yearly condensed financial statements.



Rothschild

15 August 2013

For and on behalf of the Board, the current members of which are listed on page 20.

Independent Review Report to RIT Capital Partners 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 2013, which comprises the Consolidated Income Statement, the Consolidated Statement of Comprehensive Income, the Consolidated Balance Sheet, the Consolidated Statement of Changes in Equity, the 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 Conduct Authority.

As disclosed in note 1, 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 Conduct 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 2013 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 Conduct Authority.

PricewaterhouseCoopers LLP

Chartered Accountants

15 August 2013

London

Notes

The Half-Yearly Financial Report is published on RIT Capital Partners plc's website at www.ritcap.com and is maintained by the Company's management.

- (a) The maintenance and integrity of the RIT Capital Partners plc website is the responsibility of the directors; the work carried out by the auditors does not involve consideration of these matters and, accordingly, the auditors accept no responsibility for any changes that may have occurred to the financial statements since they were initially presented on the website.
- (b) Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Investment Portfolio Reconciliation (unaudited)

The following table shows a reconciliation between the amounts reported within the Investment Portfolio, as shown on pages 5 to 6, and the Consolidated Balance Sheet, as shown on page 9.

	Quoted Equity – Internally Managed £ million	Quoted Equity – Externally Managed £ million	Unquoted Investments – Direct £ million	Unquoted Investments – Funds £ million	Real Assets £ million	Absolute Return & Credit, Government Bonds and Currency £ million	Net Liquidity/ Borrowing/ Other £ million	30 June 2013 Consolidated Balance Sheet £ million
Non current assets								
Investments held at fair value	295.1	950.1	219.4	290.2	29.1	64.7	125.4	1,974.0
Investment property	–	–	–	–	49.0	–	–	49.0
Property, plant and equipment	–	–	–	–	–	–	0.3	0.3
Deferred tax asset	–	–	–	–	–	–	1.9	1.9
	295.1	950.1	219.4	290.2	78.1	64.7	127.6	2,025.2
Current assets								
Derivative financial instruments	8.9	2.7	–	–	7.3	17.7	–	36.6
Sales for future settlement	–	–	–	–	–	–	20.5	20.5
Other receivables	0.2	–	–	–	–	–	39.0	39.2
Tax receivable	–	–	–	–	–	–	0.5	0.5
Cash at bank	12.6	14.7	–	–	(0.2)	–	79.2	106.3
	21.7	17.4	–	–	7.1	17.7	139.2	203.1
Total assets	316.8	967.5	219.4	290.2	85.2	82.4	266.8	2,228.3
Current liabilities								
Bank loans and overdrafts	–	–	–	–	–	–	(105.4)	(105.4)
Purchases for future settlement	–	–	–	–	–	–	(4.8)	(4.8)
Derivative financial instruments	(2.8)	(1.8)	–	–	(8.3)	(11.2)	(2.2)	(26.3)
Provisions	–	–	–	–	–	–	(0.8)	(0.8)
Tax payable	–	–	–	–	–	–	(0.1)	(0.1)
Other payables	–	–	–	–	–	–	(5.2)	(5.2)
	(2.8)	(1.8)	–	–	(8.3)	(11.2)	(118.5)	(142.6)
Net current assets/(liabilities)	18.9	15.6	–	–	(1.2)	6.5	20.7	60.5
Total assets less current liabilities	314.0	965.7	219.4	290.2	76.9	71.2	148.3	2,085.7
Non-current liabilities								
Provisions	–	–	–	–	–	–	(4.4)	(4.4)
Finance lease liability	–	–	–	–	–	–	(0.5)	(0.5)
Retirement benefit liability	–	–	–	–	–	–	–	–
	–	–	–	–	–	–	(4.9)	(4.9)
Net Assets	314.0	965.7	219.4	290.2	76.9	71.2	143.4	2,080.8
Comprising:								
Total Investments	314.0	965.7	219.4	290.2	76.9	71.2	–	1,937.4
Total Liquidity, Borrowings, Other Assets/(liabilities)	–	–	–	–	–	–	143.4	143.4
Net Assets	314.0	965.7	219.4	290.2	76.9	71.2	143.4	2,080.8

Investor Information

Share Price Information

The Company's £1 ordinary shares are listed on the London Stock Exchange and may be identified using the following codes:

TIDM: RCP LN
 SEDOL: 0736639 GB
 ISIN: GB0007366395

The closing price of the shares is published in the Financial Times, The Times, The Daily Telegraph, The Independent and the London Evening Standard. Daily and 15 minute delay share price information is displayed on the Company's website: www.ritcap.com

Registrars and Transfer Office

The Company's registrar may be contacted as follows:

Computershare Investor Services PLC
 The Pavilions
 Bridgwater Road
 Bristol BS99 6ZZ
 Tel: 0870 703 6307
 Overseas: +44 870 703 6307

Shareholders (but not ISA or Savings Scheme members) may contact the registrar should they need to notify a change of name or address, or have a query regarding the registration of their holding or the payment of a dividend. Shareholders who wish to have dividends credited directly to their bank account rather than paid by cheque may do so by arrangement with the Company's registrar. Shareholders may also arrange with the Company's registrar to have their dividend payment converted into RIT Capital Partners plc ordinary shares.

Electronic Communication

Registered holders of ordinary shares of RIT Capital Partners plc may elect to communicate with the Company electronically as an alternative to receiving hard copy accounts and circulars. This facility is provided by the Company's registrars, Computershare Investor Services PLC, and shareholders should register online at www.investorcentre.co.uk and select the Electronic Shareholder Communications section to participate. To complete the registration process shareholders will need their postcode or country of residence, along with their Shareholder Reference Number, as shown on their share certificates or dividend advices. You will also be asked to agree to the Terms and Conditions for Electronic Communication with Shareholders. Registered shareholders also have the facility to check their shareholding or cast proxy votes at general meetings electronically if they wish.

The RIT Capital Partners plc Individual Savings Account (ISA) and Savings Scheme

Investors may purchase the Company's shares through its ISA or Savings Scheme, rather than through a stockbroker or other intermediary. ISA and Savings Scheme investments may be either lump sum or by regular monthly payments. Application forms and full details of the Scheme's operation and its terms and conditions are contained in the ISA and Savings Scheme brochures, which may be downloaded from our website www.ritcap.com or requested either direct from the Company (020 7647 6203) or from the ISA/Savings Scheme Administrator, whose contact details are as follows:

The RIT Capital Partners plc ISA/Savings Scheme
 c/o The Bank of New York Mellon (International) Limited
 PO BOX 12076
 Brentwood CM14 9NB
 Tel: 0844 892 0917
 Overseas: +44 844 892 0917

Directors and Advisers

DIRECTORS

Lord Rothschild (Chairman)
John Cornish
Lord Douro
Jean Laurent-Bellue
James Leigh-Pemberton
Michael Marks
Lord Myners
Sandra Robertson
Hannah Rothschild

HONORARY VICE CHAIRMAN

Baroness Ariane de Rothschild¹
¹ Not a Director

JRCM EXECUTIVE COMMITTEE

Francesco Goedhuis
Andrew Jones
Jonathan Kestenbaum
Ron Tabbouche
Graham Thomas

COMPANY SECRETARY AND REGISTERED OFFICE

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STOCKBROKER

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London E14 5JP

AIC

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www.theaic.co.uk

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Warning to Shareholders

From time to time investment companies and their shareholders can be the subject of investment scams. The perpetrators obtain lists of shareholders and make unsolicited phone calls or correspondence concerning investment matters, typically from overseas. They may offer to sell worthless or high risk shares or, in the case of your RIT Capital Partners plc stock, may offer to buy your current shareholdings at an unrealistic price. They will often also inform you of untrue scenarios to make you think that you need to sell your shares or to justify an offer that seems too good to be true. To find out more about share fraud or 'boiler room' scams please visit the website of the Financial Conduct Authority.

<http://www.fca.org.uk/consumers/scams/investment-scams/share-fraud-and-boiler-room-scams>

Please note we will never contact you by phone unless you have requested us to do so, nor will our registrars, Computershare. In the event that you are contacted we strongly recommend that you review the FCA website above and follow the necessary steps. Please do report any company making unsolicited calls to the FCA using the form that can be found using the above link.