

British Smaller Companies VCT plc



1 December 2010

Dear Shareholder

BRITISH SMALLER COMPANIES VCT PLC

I am pleased to enclose the interim report to 30 September 2010, together with some details regarding our next investor workshop. Also enclosed is a factsheet with details of the new linked Offers for British Smaller Companies VCT and British Smaller Companies VCT2 and a summary of their performance.

Interim Report

Some highlights from the report are:

- Interim dividend maintained at 2.0 pence per share
- Total return has increased by 6% to 153.0 pence per share since 31 March 2010 compared to a fall of 1.5% in the FTSE All-Share® index
- Linked prospectus Offer with British Smaller Companies VCT2 is expected to be launched in December 2010 to maximise investment opportunities in 2011-2013

Investor Workshop 9 February 2011

We continue to strive to find venues that we hope will be of interest to you as well as offering speakers with relevant venture capital trust insights. I am particularly pleased to announce that we are holding our next workshop on **Wednesday 9 February** at the British Museum in London.

There will be presentations from the Fund Manager, investee companies and external speakers with question and answer sessions following each speaker. The speakers will address recent trends and changes in the VCT industry as well as potential changes in the next few years. Registration is at 11.00am and we expect the workshop to finish at around 2.00pm with lunch included. Attendees will be given the opportunity to visit the much talked about exhibition following the ancient Egyptians' journey from death to the afterlife in this once-in-a-lifetime exhibition focusing on the **Book of the Dead**.

Please either email your acceptance to tracey.parker@yfmgroup.co.uk or complete the form on the reverse of this letter to book your place at the workshop.

Yours sincerely

Helen Sinclair
Chairman

Encs.

REPLY FORM FOR INVESTOR WORKSHOP



I would like to attend the workshop at the British Museum
9 February 2011 – **Registration at 11.00am**

Name:

Address:

Email:

Phone:

Please email your details to:

tracey.parker@yfmgroup.co.uk

or post or fax the reply form to:

**FREEPOST NEA 10280
LEEDS
LS7 3YY**

Fax No: **0113 294 5002**

Or telephone: **0800 854 057**

Follow the ancient Egyptians' journey from death to the afterlife in this once-in-a-lifetime exhibition focusing on the 'Book of the Dead'

The British Museum's major Autumn exhibition, supported by BP, will present and explore ancient Egyptian beliefs about life after death. **Journey through the afterlife: ancient Egyptian Book of the Dead** will showcase the rich textual and visual material from the British Museum's unparalleled collection of 'Book of the Dead' papyri. The 'Book', used for over 1500 years between c.1600 BC and 100 AD, is not a single text, but a compilation of spells thought to equip the dead with knowledge and power which would guide them safely through the dangers of the hereafter and ultimately ensure eternal life.

