

British Smaller Companies VCT plc

(Registered in England No. 3134749)

DIVIDEND REINVESTMENT SCHEME OPT-OUT FORM IN RESPECT OF THE SPECIAL DIVIDEND OF 18.0 PENCE PER ORDINARY SHARE TO BE PAID ON 22 AUGUST 2011 THIS ELECTION OPT-OUT FORM IS NOT TRANSFERABLE

Dividend Reinvestment Scheme Opt-Out Form

If you wish to dis-apply the dividend reinvestment scheme (the "Scheme") in respect of your holding of Ordinary Shares for the purpose of the special dividend of 18.0 pence per Ordinary Share ("Special Dividend") to be paid by British Smaller Companies VCT plc ("the Company") on 22 August 2011 and instead receive the Special Dividend in cash ("Opt-Out"), please sign and return this form to the Scheme Administrator Capita Registrars Limited, New Issues, The Registry, 34 Beckenham Road, Beckenham, Kent, BR3 4TU by 25 July 2011. All enquiries concerning this form should be made to Capita Registrars Limited, New Issues, The Registry, 34 Beckenham Road, Beckenham, BR3 4TU (telephone: 0871 664 0321. Calls cost 10p per minute plus network extras. Lines are open 8.30am – 5.30pm Mon-Fri).

If your British Smaller Companies VCT plc Ordinary Shares are held in more than one account you must complete a separate form for each account. You may obtain further copies of this form from Capita Registrars Limited.

To: the Scheme Administrator and the Company

I/We, the undersigned, confirm that I/we have read and understood the terms and conditions of the Scheme and the Opt-Out and that I/we wish to dis-apply the Scheme in respect of my/our holding of Ordinary Shares for the purpose of the Special Dividend and instead receive the Special Dividend in cash. I/We agree that the Scheme will continue to apply in respect of my/our holding of Ordinary Shares so that all other dividends paid on my/our holding of Ordinary Shares to which the Scheme applies (including but not limited to the final dividend proposed for approval at the Annual General Meeting of the Company on 29 July 2011) will be reinvested in Ordinary Shares.

All Shareholders named above must sign.

Signature(s):	<input type="text"/>	Date:	<input type="text"/>
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Signature(s):	<input type="text"/>	Date:	<input type="text"/>
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Signature(s):	<input type="text"/>	Date:	<input type="text"/>
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Signature(s):	<input type="text"/>	Date:	<input type="text"/>
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Daytime telephone number:	<input type="text"/>
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In the case of joint holders all must sign. In the case of a corporation this form must be executed under its common seal or be signed by a duly authorised official, whose capacity should be stated in accordance with Section 44 of the 2006 Act.

If this form is not completed to the satisfaction of the Scheme Administrator it will not be processed and will be returned to you for completion.

If you decide to Opt-Out of the Scheme in respect of the Special Dividend you will be deemed to have agreed that the Special Dividend will be paid to you in cash and will not be reinvested in Ordinary Shares. You will however remain a participant in the Scheme so that all other dividends paid on your holding of Ordinary Shares to which the Scheme applies (including but not limited to the final dividend proposed for approval at the Annual General Meeting of the Company on 29 July 2011) will be reinvested in Ordinary Shares.

Shareholders in any doubt about their tax position and/or what action they should take should consult their independent professional adviser.