



Baronsmead

Investor Guide

The Baronsmead VCTs

Baronsmead Venture Trust plc

Baronsmead Second Venture Trust plc

To be read alongside fund legal documentation including Prospectus and Key Information Document.

Founded in 1995, the Baronsmead VCTs combine rich heritage and experience with a dynamic, entrepreneurial approach, to invest in the UK and Ireland's very best early stage growth businesses.



Gresham House
Specialist investment

Important information

VCTs should be regarded as higher-risk investments designed for UK resident taxpayers with an investment time horizon of greater than five years, which is the minimum holding period to qualify for income tax relief. Subject to certain criteria, the VCT and the individuals who invest in them can benefit from various tax benefits. VCT tax relief, however, depends on the personal circumstances of holders of shares in VCTs. If a VCT loses its status as a VCT, an investor could lose the tax reliefs available on VCT shares resulting in adverse tax consequences for the investor.

Prospective investors should seek their own independent financial, tax, legal and other advice before making a decision to invest. Past performance is not a reliable indicator of how the investment will perform in the future and your capital is at risk.

Key risks

- **The value of your investment and the income from it is not guaranteed and may fall as well as rise**
- **As your capital is at risk you may get back less than you originally invested**
- **Past performance is not a reliable indicator of future performance. For details of the past performance of the Baronsmead VCTs please see page 11**
- **Any tax reliefs are dependent on your individual circumstances and may be subject to change**
- **Funds investing in smaller, younger companies may carry a higher degree of risk than funds investing in larger, more established companies.**
- **Investments in smaller companies may be less liquid than investments in larger companies**
- **For a fuller list of key risks please see page 19 of this document**

This document is an advertisement for the purposes of the Prospectus Regulation Rules of the UK Financial Conduct Authority and is not a prospectus. This document is a financial promotion issued by Gresham House Asset Management Limited (Gresham House) as Investment Manager for Gresham House Ltd under Section 21 of the Financial Services and Markets Act 2000. Gresham House is authorised and regulated by the Financial Conduct Authority with reference number 682776.

Any decision to invest should only be made on the basis of the information contained in the Prospectus to be published by Baronsmead Venture Trust plc and Baronsmead Second Venture Trust plc on or around 9 January 2024. It is important that you consider the Prospectus, which will be available at www.baronsmeadvcts.co.uk, in full before deciding that this investment is right for you.

To get in touch with the team please contact baronsmeadvcts@greshamhouse.com

What are Venture Capital Trusts (VCTs)?

Venture Capital Trusts (VCTs) are listed, closed-ended, tax-efficient investment vehicles, designed to give investors exposure to businesses and industries in the early stages of growth.

The UK Government introduced VCTs in 1995 as a way of encouraging investment in Britain's entrepreneurial businesses and in the 29 years since, they have been instrumental in building and bolstering the UK economy.

VCTs can invest in both unquoted (private, unlisted) and quoted (listed) companies. Typically, VCTs invest in a portfolio of unquoted companies however, there are a small number of hybrid VCTs in the market which invest in a combination of unquoted and quoted companies.

Potential benefits

- Income tax relief of up to 30% of the subscription amount on new shares (some or all of which investors may have to repay if they sell those shares within five years)
- Tax-free dividends
- Tax-free gains on sale of shares (after five years of new shares being issued)



Over 106,000

people are currently employed by VCT backed businesses.

>£6.5bn

in assets currently managed by VCTs - a significant support to UK's entrepreneurial ecosystem

Source: VCTA, November 2024

All data above to 30 November 2024. Unaudited. Past performance is not a reliable indicator of future performance. The value of the Companies and the income from them is not guaranteed and may fall as well as rise. As your capital is at risk you may get back less than you originally invested. Tax benefits subject to status and change.



About the Baronsmead VCTs

The Baronsmead VCTs comprise Baronsmead Venture Trust plc and Baronsmead Second Venture Trust plc. They are tax efficient venture capital trusts, offering private investors the opportunity to achieve attractive long-term investment returns.

The Baronsmead VCTs are one of the few VCTs adopting a 'hybrid' strategy, investing in high-growth unquoted, AIM-listed, and other publicly traded companies. Their portfolios are aligned, with both VCTs co-investing alongside one another.

Managed by Gresham House through its specialist private equity team, Gresham House Ventures, the VCTs benefit from the expertise of the UK's second-largest VCT manager.

As the second largest VCT manager in the UK, our highly experienced team draws on its specialist skills and entrepreneurial network to inject capital at pivotal points to push exciting businesses to the next level.

We focus on sectors, markets, and companies that are poised for long-term structural growth, creating value for both shareholders and investee companies.



Hybrid VCTs

with flexibility to invest in unquoted and quoted markets, providing attractive diversification and reducing risk



Target 7% per annum tax-free dividends

track record of consistent returns and dividends since launch



Managed by Gresham House

the second largest VCT manager in the market with experienced team of 30 individuals



Investing in the future of the UK economy

85+ direct early stage business investments

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Our VCT investment team

Our core team have over 100 years' experience between them and are supported by a broad range of investment specialists in public and private equity. The fund managers and core investment team have on average over 10 years' experience of working with the Baronsmead VCTs.

The Baronsmead VCTs benefit from the extensive experience, resources and wider network of Gresham House as their Investment Manager. This enables us to resource the Companies' investees financially and practically, offering insight and support as they professionalise and grow.



Trevor Hope
Managing Director, Private Equity

Trevor leads Gresham House's growth capital investment strategy. For over 20 years, Trevor has invested capital into UK businesses across a wide range of sectors. Before joining Gresham House, he led growth investments at Mobeus Equity Partners and was Chief Investment Officer at Beringea, manager of the ProVen VCTs.



Ken Wotton
Managing Director, Public Equity

Ken manages AIM-listed portfolios on behalf of the Baronsmead VCTs. Ken qualified as a Chartered Accountant with KPMG, before joining Commerzbank as an equity research analyst and then Evolution Securities. He has since spent 12 years as a small cap Fund Manager with Livingbridge and now Gresham House.



Tania Hayes
COO, Strategic Equity

Tania has worked on the Baronsmead VCTs for over 13 years, qualifying as a Chartered Management Accountant in 2012 whilst at Livingbridge. Prior to this, Tania worked at a Chartered Accountancy practice in New Zealand for eight years where she began her accountancy training.



Clive Austin
Managing Director, VCT Portfolio

Clive sits on the Investment Committee and has responsibility for the portfolio valuations processes. Clive has worked in the private equity industry since 1995 and has acted as NED and Chairman of a wide range of businesses. His previous experience includes as a Director at 3i, Catapult Venture Managers and NVM Private Equity.



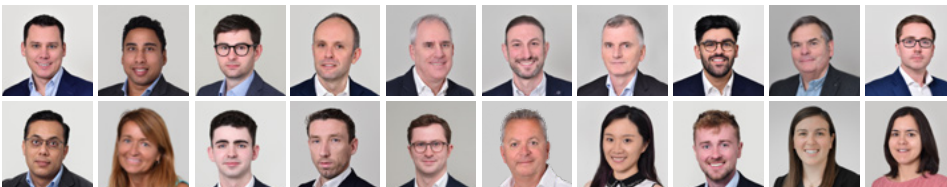
Ed Wass
Director of VCT portfolio

Ed has 20 years' experience helping SMEs to create and realise shareholder value. He has overseen several notable exits in his time working on the Mobeus VCTs, including Automated Systems Group, Access-IS and Auction Technology Group. He also led the successful IPO of Virgin Wines in 2021.



James Hendry
Investment Director

James joined Gresham House Ventures in December 2019. He is primarily focused on making new investments into fast growing software businesses focused on process automation, data and analytics or cyber security. James led GHV's investment into Fu3e and sits on the board for SecureCloud+.



**30+ team of
experienced investment
professionals**

The Baronsmead VCTs investment strategy

The Baronsmead VCTs invest in growth companies that have the potential to rapidly grow and enhance their value.

The investment strategy is focused on sectors where the Manager has in-depth expertise and talent networks to support both the appraisal of new opportunities and to assist companies in delivering their post-investment growth plans.

Our investments into companies are typically made across multiple funding rounds. This allows the Manager to invest further capital, with increased conviction in the potential investment return, as the business grows, achieves agreed milestones, and matures over time.



c.£380mn

invested by the Baronsmead VCTs since 2011



317

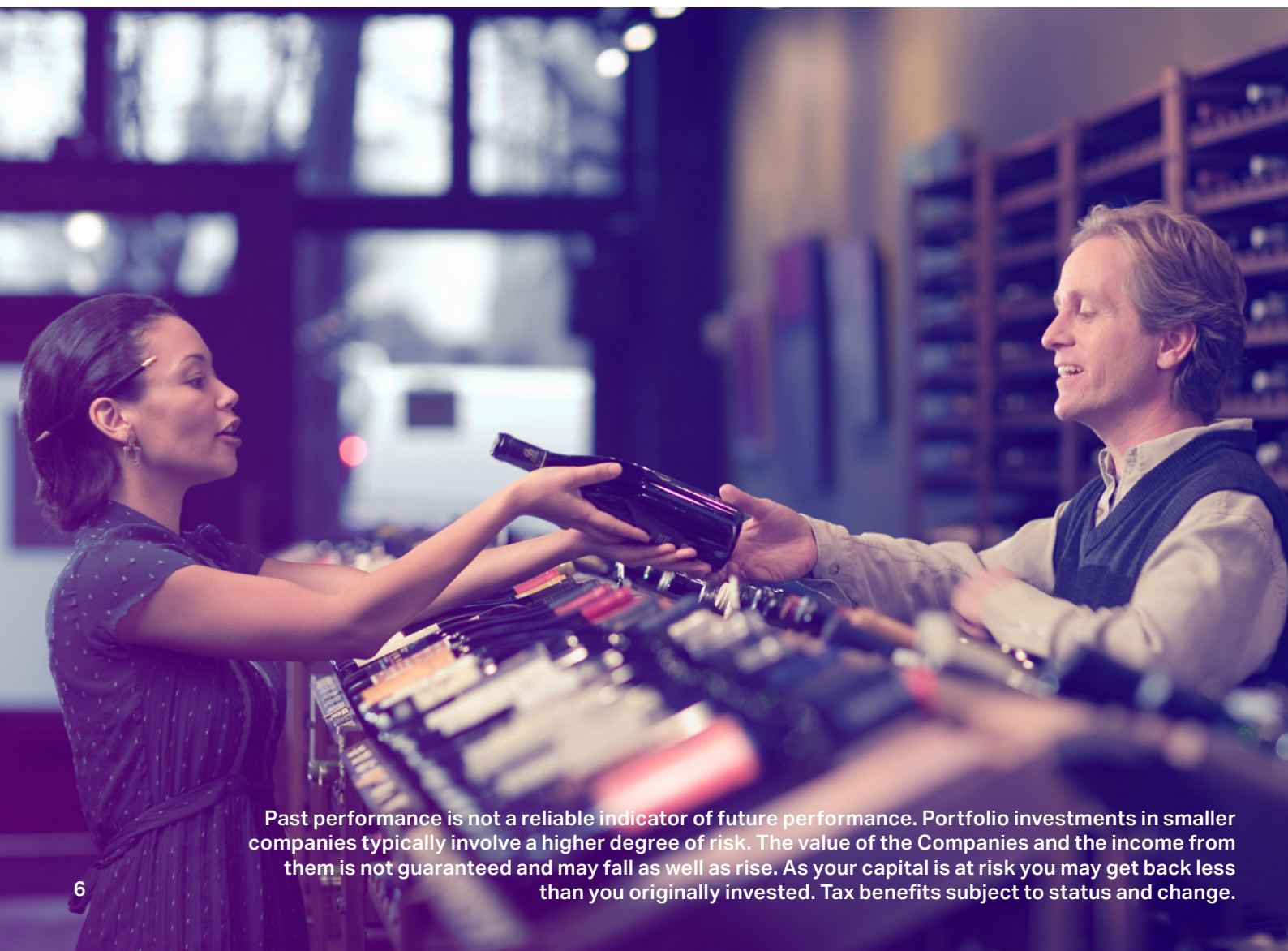
businesses backed since launch



c.£25mn

proceeds realised (including partials) in last two years at an average of 0.7x investment cost

All data as at 30 September 2024.



Past performance is not a reliable indicator of future performance. Portfolio investments in smaller companies typically involve a higher degree of risk. The value of the Companies and the income from them is not guaranteed and may fall as well as rise. As your capital is at risk you may get back less than you originally invested. Tax benefits subject to status and change.

Large and diversified portfolio

The portfolio within the Baronsmead VCTs is well diversified, with investments in 85+* direct quoted and unquoted companies.

The portfolio is constructed with the aim of delivering consistent performance and regular liquidity to support the payment of shareholder dividends.

- Weighted towards technology, healthcare and business services companies in sectors with positive long-term growth drivers
- Quoted and unquoted portfolios have historically had complementary return profiles over time

Where do our deals come from?

New deal opportunities are identified in several different ways.

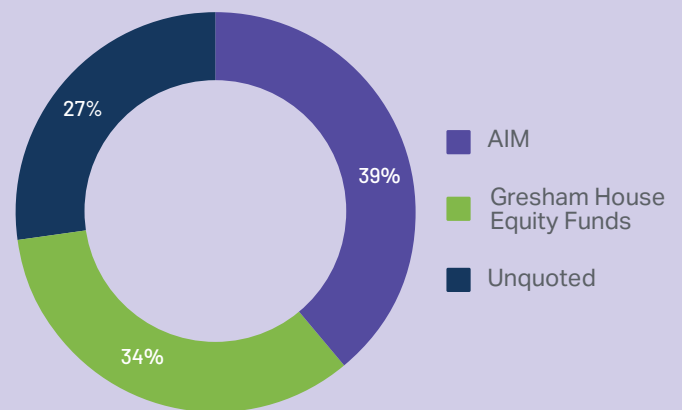
The investment team has built strong relationships with corporate finance advisors, business owners, early-stage investors and angel networks who are all a source of potential deals.

Positioned for growth

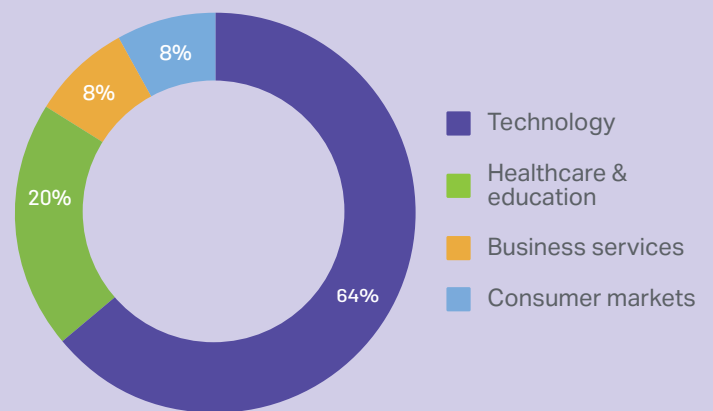
- More established ('mature') investments will be the primary driver of performance over the medium term
- Growing number of earlier stage investments, with the potential to continue to scale, and should increasingly contribute to the overall performance of the VCTs
- Investment in Gresham House Equity Funds provides additional diversification through exposure to larger, more established listed companies



Portfolio breakdown by asset type



Portfolio breakdown by sector (direct investments only)



*Baronsmead Venture Trust plc - 87 Baronsmead Second Venture Trust plc - 85.

Portfolio weightings as at 30 November 2024. Past performance is not a reliable indicator of future performance. Portfolio investments in smaller companies typically involve a higher degree of risk. The value of the Companies and the income from them is not guaranteed and may fall as well as rise. As your capital is at risk you may get back less than you originally invested.

Businesses supported by the Baronsmead VCTs



IntelliAM

IntelliAM provides platform-based machine-learning solutions to blue-chip clients in the FMCG sector, increasing the operating and energy efficiency of their manufacturing sites.

Deal type	Growth
Sector	Technology
Year of investment	2024
Amount invested	£4.2mn
Adopted valuation	£2.9mn



Earnz plc

Earnz is a energy services company whose objective is to capitalise on the drive for global decarbonisation.

Deal type	Growth
Sector	Business services
Year of investment	2024
Amount invested	£1.4mn
Adopted valuation	£1.0mn

Unquoted



Patchworks

Patchworks' software connects key ecommerce systems, including shop front, ERP, CRM and warehouse management, allowing businesses to simplify the integration of their technology stack.

Deal type	Growth
Sector	Technology
Year of investment	2021
Amount invested	£10.5mn
Adopted valuation	£13.0mn



CitySwift

CitySwift is an Irish company that powers data-driven decision making for major transport networks across the globe.

Deal type	Growth
Sector	Technology
Year of investment	2023
Amount invested	£1.9mn
Adopted valuation	£2.0mn

Investments in 2024¹

March



£0.4mn

Quoted - follow-on investment

PCI pal enables businesses to take secure and frictionless payments in their contact centers.



£1.9mn

Unquoted - new investment

SciLeads is a data and lead generation platform operating within life science verticals, allowing customers to identify, track and convert potential leads.



£0.2mn

Unquoted - follow-on investment

Orri is the only CQC-rated 'Outstanding' specialist eating disorder clinic in the UK, offering tailored treatment programmes and outpatient services.

May



£1.0mn

Unquoted - follow-on investment

Countingup is an innovative fintech company that offers customers a business current account with built-in accounting software.

1. Figures represent the aggregate investment by both Baronsmead Venture Trust plc and Baronsmead Second Venture Trust plc.

Case studies for illustrative purposes only and not investment recommendations.

April



£0.4mn

Unquoted - follow-on investment

Rockfish is a seafood restaurant group founded by Mitch Tonks, with nine coastal locations in the South-West.



£0.5mn

Unquoted - follow-on investment

Yappy is an 'e-tailer' providing personalised pet products. Their platform creates a unique shop for each customer.

June



£2.4mn

Unquoted - new investment

OnSecurity has built a technology platform to efficiently deliver pentests that identify and address vulnerabilities in computer systems, networks, and web applications.



£0.2mn

Unquoted - follow-on investment

Dayrize run a leading software platform that collects an array of data sources to provide a single holistic product-level sustainability score that is comparable across product categories.

July



£4.2mn

Quoted - new investment

IntelliAM provides platform-based machine-learning solutions to blue-chip clients in the FMCG sector, increasing the operating and energy efficiency of their manufacturing sites.



£0.5mn

Unquoted - follow-on investment

Orri is the only CQC-rated 'Outstanding' specialist eating disorder clinic in the UK, offering tailored treatment programmes and outpatient services.

September



£0.1mn

Unquoted - follow-on investment

Dayrize run a leading software platform that collects an array of data sources to provide a single holistic product-level sustainability score that is comparable across product categories.

October



£0.9mn

Unquoted - new investment

Mobility Mojo uses technology to simplify and democratise accessibility globally for the world's biggest organisations.



£1.1mn

Quoted - follow-on investment

IXICO is a premier medical imaging services provider, working with pharma and biotech partners to improve the outcomes of CNS trials.

August

airfinity £1.3mn

Unquoted - follow-on investment

Airfinity is a pioneer in predictive health analytics that helps decision makers to understand and act on to pre-empt future health risks



£0.2mn

Quoted - follow-on investment

Oberon Group is a financial boutique comprising three divisions: Investment Management, Wealth Planning and Corporate Advisory & Broking.

EARNZ £1.4mn

Quoted - new investment

Earnz is a energy services company whose objective is to capitalise on the drive for global decarbonisation.

November



£2.1mn

Unquoted - new investment

Much Better Adventures is an online travel company offering experiential holidays centred around adventure.



£0.4mn

Unquoted - follow-on investment

Branchspace addresses a growing demand from airlines to create a modern retail offering and meet evolving customer needs for relevant, personalised shopping and self-service experiences.

Figures represent the aggregate investment by both Baronsmead Venture Trust plc and Baronsmead Second Venture Trust plc.

Case studies for illustrative purposes only and not investment recommendations.

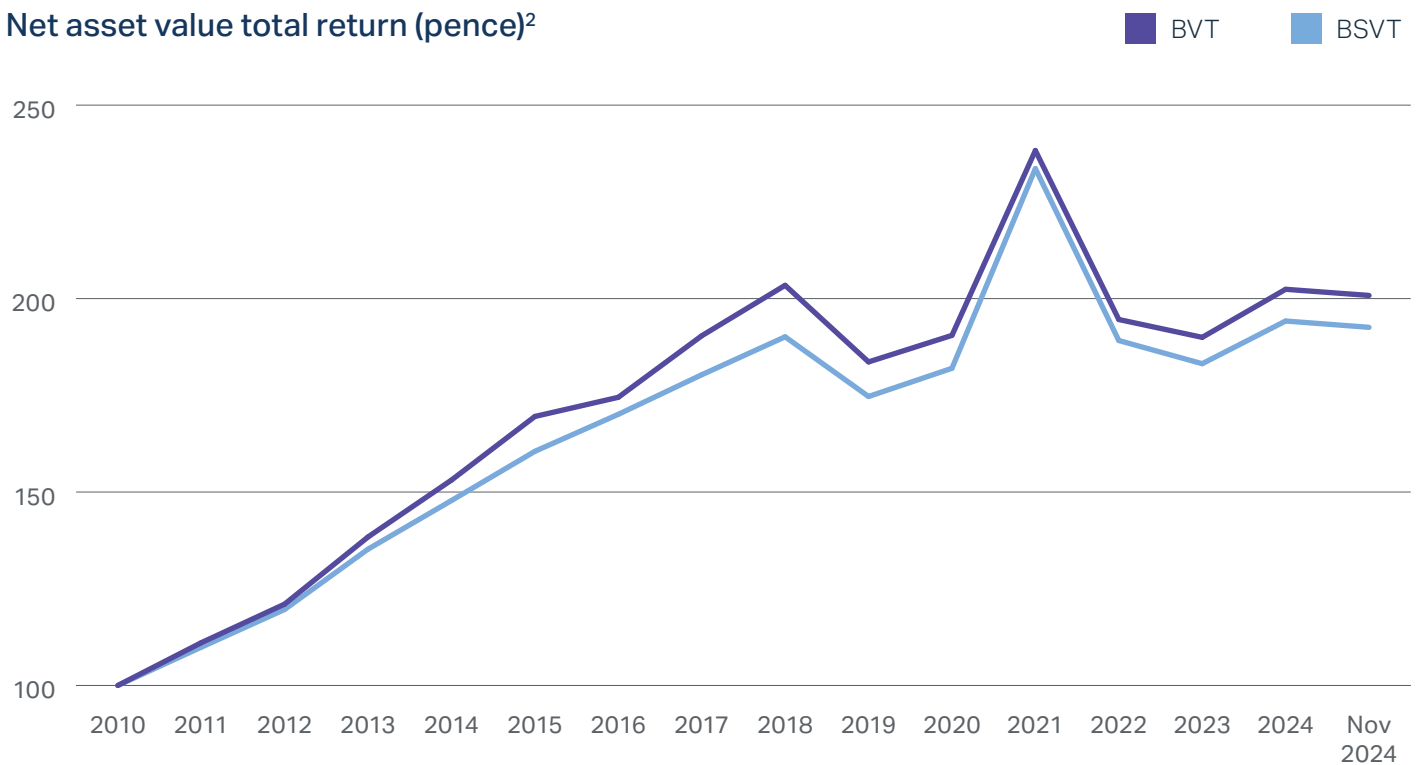
Consistent long-term performance

The Baronsmead VCTs have delivered consistent, robust long-term performance.

This is enabled through investment in companies operating in higher growth parts of the economy but also through the diversification in the portfolio.

The Baronsmead VCTs have regularly outperformed the VCT generalist sector in the last 10 years to September 2024.

Net asset value total return (pence)²



2. Net asset value total return (gross dividends reinvested) rebased to 100p.

Net asset value total return to 30 November 2024²

	1 year	3 year	5 year	10 year	Since launch*
Baronsmead Venture Trust plc	6.5%	(12.4%)	6.4%	34.1%	318.2%
Baronsmead Second Venture Trust plc	6.2%	(14.0%)	7.1%	33.1%	234.9%

All data above to 30 November 2024, Gresham House and Financial Express. Unaudited. Does not include follow-on investments. **Past performance is not a reliable indicator of future performance.** The value of the Companies and the income from them is not guaranteed and may fall as well as rise.

Dividend track record³

The Baronsmead VCTs have a track record of consistently paying dividends to shareholders.

Each board is responsible for its own dividend policy and these are subject to review and changes over time. The Boards will use as a guide a yield of 7% per annum, based on opening NAV per share at the start of the financial year, as a target for setting dividends. Dividends are typically paid twice each year.

Baronsmead Venture Trust plc

7.83p

Average dividend paid and declared in the last 10 years⁴

7.3%

Dividend yield⁵

3. All data as at 30 September 2024, Gresham House. Unaudited.

4. Average dividend paid and declared in the last 10 years to 30 November 2024.

5. 2023 dividend yield based on 2023 dividends declared over opening NAV per share.

Baronsmead Second Venture Trust plc

7.93p

Average dividend paid and declared in the last 10 years⁴

7.3%

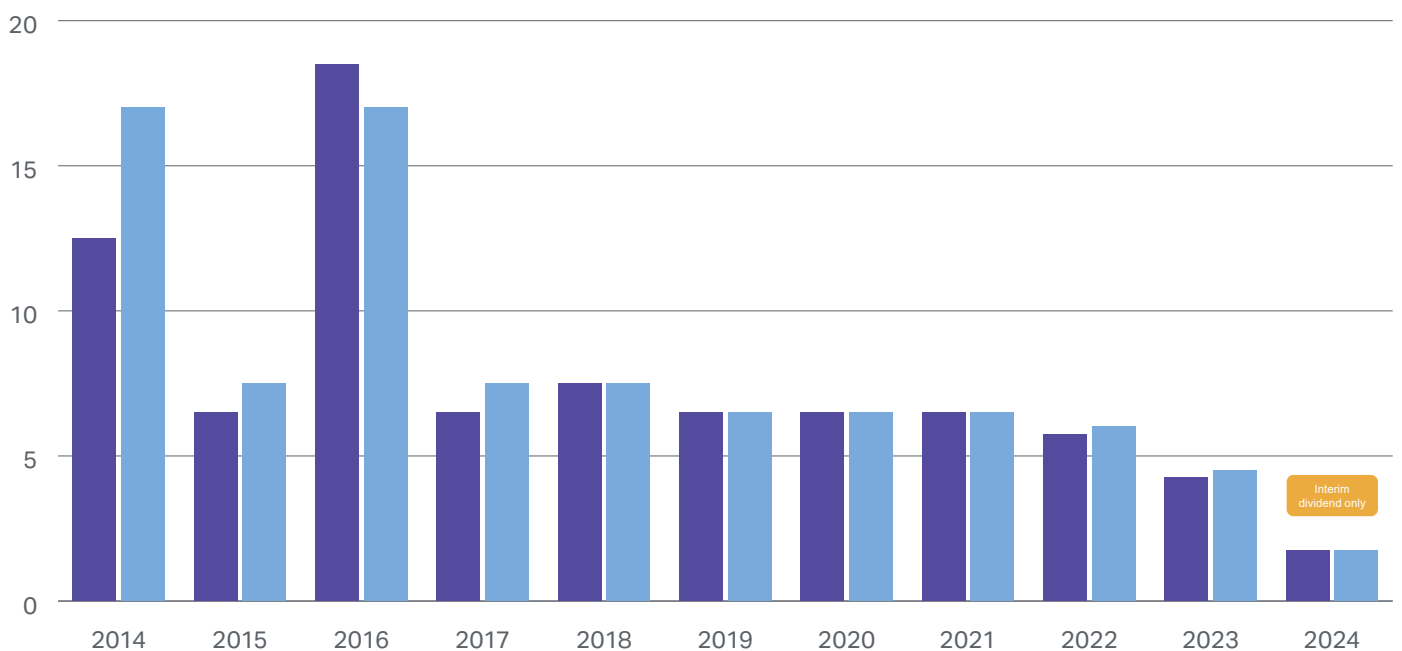
Dividend yield⁵

Dividend sustainability

- Strong track record of successfully selling investments through the cycle
- These companies are generally more mature, profitable and cash generative businesses
- c.50% of the portfolio remains invested under the old VCT rules
- Ability to top-slice shareholdings in AIM portfolio to generate short-term liquidity
- Clear evidence of value creation in the early-stage portfolio, which will increasingly contribute to the future performance of the VCTs

Strong dividend track record (pence)

■ BVT ■ BSVT



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Upcoming fundraising

The Directors of Baronsmead Venture Trust plc (BVT) and Baronsmead Second Venture Trust plc (BSVT) recently announced their intention to launch a new offer for subscription during the 2024/25 tax year.

Having considered the deployment of funds over the past year and the current pipeline of investment opportunities, the Baronsmead VCTs are seeking to raise £15 million each with the discretion to utilise an over-allotment facility of up to a further £10 million each.

The Offers will launch at 9am on 13 January 2025. Further details of the Offers including Early Subscription Incentive terms will be made available in the prospectus in early January 2025.*

*Subject to timing of FCA approval

[Register your interest for the fundraiser](#)





The Offers

Offer close date

Expected allotment timetable

	Subscriptions to be received by 9.00 a.m. for bank transfer by the dates below	Anticipated date of allotment
Payment method	By bank transfer	
First allotment	17 February 2025	20 February 2025
Second allotment	31 March 2025	3 April 2025
Third allotment	28 April 2025	1 May 2025

The Offers will close for applications in respect of the 2024/54 tax year on 31 March 2025 at 9am . The Directors reserve the right to allow the Offers to remain open for at least part of the 2025/26 tax year, but not beyond 31 December 2025, with a single allotment expected to take place on or around 1 May 2025.

Early Subscription Incentive

The Investment Manager has agreed to discount further the Offer Costs by 0.75 per cent for Existing Shareholders and by 0.5 per cent for New Investors in respect of Applications accepted (including receipt of cleared funds by the Receiving Agent), which represent the first £7.5 million of aggregate Application Amounts received by each company.

Offer fees and ongoing charges

Shareholder status	Investment channel					
	Advised		Direct		Execution only	
	Existing	New	Existing	New	Existing	New
Headline Offer costs	4.50%	4.50%	4.50%	4.50%	4.50%	4.50%
Waived Initial Commission ¹	-	-	-	-	1.50%	1.50%
Investment Manager discount to headline Offer costs	1.50%	1.50%	1.00%	1.00%	-	-
Early bird discount	0.75%	0.50%	0.75%	0.50%	0.75%	0.50%
Ultimate Offer costs borne by Applicant	2.25%	2.50%	2.75%	3.00%	2.25%	2.50%

For more information including an illustration of the allotment formula please see page 44 of the **Baronsmead VCTs Prospectus**.

1. Assuming advisers waive commissions to the full extent permitted.

Advised Applications

Financial advisers who provide investment advice to retail clients (who are not Professional Clients as defined in COBS 3.5) in relation to a Application are not entitled to receive commission. However, the relevant Company is able to facilitate the payment of an adviser fee on behalf of the Applicant.

Applications through an execution-only broker

For an Application made through a Financial Intermediary where the Financial Intermediary has acted in either an 'execution-only' capacity or advised an Applicant who is a Professional Client, the Investment Manager will pay 1.5 per cent of the associated Application Amount to the Financial Intermediary. The Financial Intermediary may waive this Initial Commission, in full or in part, in favour of additional New Shares for the Applicant.

Ongoing charges

	Baronsmead Venture Trust plc	Baronsmead Second Venture Trust plc
Annual management charge	2.0% of NAV calculated and paid quarterly	2.5% of NAV calculated and paid quarterly ²
Performance fee	10.0% of total return excess of hurdle threshold. Annual threshold is when the total return on shareholders' funds exceeds an annual threshold of the higher of 4.0% or base rate plus 2.0% calculated on a compound basis	10.0% of total return excess of hurdle threshold. Annual threshold is when the total return on shareholders' funds exceeds an annual threshold of 8.0% calculated on a simple basis
Performance fee last paid	2021	2006
Ongoing charges from 30 September 2022 annual accounts ³	2.2%	2.7%
Expenses cap	3.5% of net assets	3.5% of net assets

2. The Investment Manager will receive an aggregate fee of 2.5 per cent per annum of the net assets of BSVT up to and including £209,658,860 (being the total net assets of BSVT as at 30 September 2023) and 2.0 per cent. per annum of the amount by which the net assets of BSVT exceed £209,658,860.

3. Excluding performance fees paid and is exclusive of indirect costs, for more information please refer to the KID documents.

May be subject to change post FCA approval of prospectus.

How to invest

If you have a financial adviser, they can help you to complete your Application Form online by using the Application Form at www.baronsmeadvcts.co.uk. If your adviser has any questions, they can call City Partnership on 01484 240 910 or email baronsmeadvcts@city.uk.com

Apply online at www.baronsmeadvctoffer.co.uk

Email - Applications can be made via email by completing the form found at www.baronsmeadvcts.co.uk and sending it to baronsmeadvcts@city.uk.com

Post - Download an Application Form from our website www.baronsmeadvcts.co.uk or phone 020 7382 0999 to request one

Forms should be sent to:

The City Partnership (UK) Limited, The Mending Rooms, Park Valley Mills, Meltham Road, Huddersfield, HD4 7BH

Details on how to complete the form can be found in the notes on how to complete the Application Form on the Baronsmead website www.baronsmeadvcts.co.uk

If you have questions about the offer or completing your Application Form please contact:

City Partnership on 01484 240 910 or baronsmeadvcts@city.uk.com

Baronsmead Investor Relations on 020 7382 0999 or baronsmeadvcts@greshamhouse.com

Get in touch

If you have any questions or wish to register for further details about future Prospectus Offers please get in touch.

Private investors

Baronsmead Investor Relations
baronsmeadvcts@greshamhouse.com
020 7382 0999

Financial intermediaries

RAM Capital
taxsolutions@ramcapital.co.uk
020 3006 7530

What happens next

How will I know if my Application has been successful?

Within two business days of the Receiving Agent receiving your completed Application Form you will receive an email from baronsmeadra@city.uk.com. This email will confirm if your Application has been successful. To avoid the confirmation email being delivered to your spam or junk folder, please add the email address above to your 'safe senders' list.

When will I receive my New Shares?

Depending on when your completed Application Form is received, it is anticipated that New Shares will be allotted as follows:

- 20 February 2025 in relation to the First Allotment
- 3 April 2025 in relation to the Second Allotment
- 1 May 2025 in relation to the Third Allotment

When will I get my share and income tax certificates?

The Receiving Agent will send your income tax certificates to you by email within three business days of your New Shares being allotted. Where an email address has not been provided, a hard copy will be posted with your share certificate within ten business days of your New Shares being allotted.

When will adviser fees be paid?

Adviser fees will be paid by the Receiving Agent within five business days of your New Shares being allotted.

When are dividends paid by the Companies?

The Boards of the Companies will, wherever possible, seek to pay two dividends to Shareholders in each calendar year, typically an interim dividend in September and a final dividend following the annual general meeting in February or March.

Sustainable investing and ESG

The Investment Manager, Gresham House, is committed to sustainable investment as an integral part of its business strategy.

Environmental, social and governance (ESG) analysis is embedded into the Companies' investment processes by the Investment Manager in order to build and protect long-term value for investors.

A framework based on ten key ESG themes is used to structure, analyse, monitor and report on ESG risks and opportunities across the lifecycle of investments.

The table below shows the ten themes and the most important ESG factors the Investment Manager will use to assess an investment.

Environmental			
Climate change and pollution	Natural capital	Waste management	
Optimal contribution to low carbon energy generation in the UK	Visual impact and biodiversity management	Waste reduction and sustainable management of waste in construction, operation and decommissioning	
Social			
Employment, health, safety and wellbeing	Marketplace responsibility	Supply chain sustainability	Community care and engagement
First class H&S system; site safety policy	Maximum uptime and minimal local disruption	Robust policy relating to materials impact, quality and ethics	Good practice consultation; local investment strategy
Governance			
Governance and ethics	Risk and compliance	Commitment to sustainability	
Governance good practice; strong business ethics management and culture	Robust risk and compliance management	Continuing enhancement of the portfolio and its impacts	

ESG approach

- ESG assessment tool is embedded across the investment lifecycle from initial appraisal to ongoing portfolio management
- Carrying out portfolio company ESG surveys to set benchmarks, measure improvements and develop best practice
- Development of template ESG policies to provide to portfolio companies to help acceleration of approach to ESG and sustainability
- Stewardship & Proxy Voting policies established, implemented and publicly stated
- Enhanced ESG reporting in Baronsmead Annual Report and Accounts





About Gresham House

Gresham House is a specialist alternative asset management group, dedicated to sustainable investments across a range of strategies, with expertise across forestry, housing, infrastructure, renewable energy and battery storage, public and private equity.

Our origins stretch back to 1857, while our focus is on the future and the long term. Gresham House the parent company of Gresham House Asset Management, actively manages c.£8.8 billion ⁶ of assets on behalf of institutions, family offices, charities and endowments, private individuals and their advisers.

We act responsibly within a culture of innovation that encourages individual flair and entrepreneurial thinking.

6. AUM as at 30 June 2024, Gresham House.

As a signatory to the UN-supported Principles for Responsible Investment (PRI), our vision is to always make a positive social or environmental impact, while delivering on our commitments to shareholders, employees and investors.

Our team are empowered to design and implement alternative investment solutions in support of a more sustainable future, with ESG considerations at their core.

Signatory of:



Risks

Key risks specific to the issuer

There can be no guarantee that the Companies' investment objectives will be achieved or that suitable investment opportunities will be available. The performance of each Company (and the ability to achieve returns for Shareholders) will be dependent on the investment opportunities sourced by the Investment Manager and the performance of those investments.

Any change of governmental, economic, fiscal, monetary or political policy, in particular any changes to taxation, tax reliefs and changes to the VCT rules, could materially affect, directly or indirectly, the operation and/or the performance of the Companies (and the portfolio companies in which they invest).

Economic and global political uncertainty may adversely affect the performance of companies in which the Companies have invested or may invest (including short-term reductions in valuation) which in turn may adversely affect the performance of the Companies and the returns to investors.

While it is the intention of the BVT Directors and BSVT Directors that the respective Companies will be managed so as to continue to qualify as VCTs, there can be no guarantee that the Companies will maintain VCT status. A failure to meet the qualifying requirements could result in the loss of tax reliefs previously obtained.

In order to comply with VCT legislation, the Companies invest in unquoted and AIM-traded companies, which by nature may involve a higher degree of risk than investment in companies traded on the main market of the London Stock Exchange (the "Main Market").

The Companies' investments may be difficult to realise. The fact that a share is traded on the alternative investment market of the London Stock Exchange ("AIM") does not guarantee its liquidity. The valuation of the Companies' portfolios and opportunities for realisation of the investments will vary with stock market conditions.

Key risks specific to the securities

The sale price for a Share which a Shareholder could achieve on the Main Market may be significantly less than the net asset value per Share or the price paid by the Shareholder to acquire that Share. The market value of, and the returns derived from, the Shares may go down as well as up and an investor may not get back the amount invested.

There is a limited secondary market for shares in VCTs (primarily because initial VCT income tax relief is only available to individuals who subscribe for newly issued shares rather than upon the purchase of existing issued shares) and investors may find it difficult to realise their investments.

A Shareholder who disposes of Ordinary Shares within five years of issue will be subject to clawback by HMRC of any income tax reliefs originally claimed on subscription. Any realised losses on a disposal of Ordinary Shares cannot be used to create an allowable loss for capital gains tax purposes.

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