



ShareSoc

UK Individual Shareholders Society

PO Box 62, Chislehurst, BR7 5YB

Phone: 020-8467-2686

Email: info@sharesoc.org

Web: www.sharesoc.org

Rensburg AIM VCT Update (News16) - Issued 1 November 2015

Shareholders should now have received from the company a notice of a General Meeting to approve the merger with Unicorn AIM VCT, plus a tender offer form.

The proposal for Unicorn AIM VCT to take over the company does in essence look sound, and you will potentially end up with shares in that company. Unicorn AIM VCT has a good track record in terms of performance and is a much larger company than Rensburg AIM VCT. The shares of Unicorn AIM VCT may be more liquid if you wished to dispose of your holding in future, and currently trade at a discount to Net Asset Value of about 9% which is reasonable for a VCT although disposing of VCT shares in the market is often not easy. However, as Rensburg AIM VCT would otherwise need to be wound up or another merger partner found (and the directors are recommending Unicorn) if the merger resolutions are not approved, it seems reasonable to us to proceed with this transaction.

WE THEREFORE RECOMMEND THAT YOU VOTE FOR THE RESOLUTIONS TO APPROVE THE SCHEME (USING THE WHITE FORM SUPPLIED)

However, if you wish instead to exit your holding for cash then there is a tender offer as an alternative. You can choose to tender all your shares or just some of them and the tender price is attractive being close to Net Asset Value. **However, you should take financial advice on that because there are potential tax implications.** That is particularly the case if you originally claimed capital gains roll-over relief when investing in Rensburg AIM VCT. Unfortunately ShareSoc cannot provide individual financial advice.

If there are more applications for the tender offer than can be satisfied by the amount available for purchasing shares, then your application might be scaled back so you may still end up with some shares in Unicorn AIM VCT.

We believe there will be no tax implications by the swapping of your shares in Rensburg AIM VCT for shares in Unicorn AIM VCT, i.e. you will not lose the tax reliefs originally obtained nor the on-going tax benefits of VCT investments.

The above is a simplified explanation of the matters being put to shareholders, but please do read the notices sent to you or attend the General Meeting for more information.

Roger Lawson
Deputy Chairman