

ALBION DEVELOPMENT VCT PLC

DIVIDEND REINVESTMENT SCHEME REMINDER

Albion Development VCT PLC has a Dividend Reinvestment Scheme, whereby you can elect to receive dividends in the form of New Shares, which for individuals would be eligible for income tax relief at the rate of 30 per cent. If you have not already applied to join this scheme and wish to do so, you should:

1. Go to www.albion-ventures.co.uk and click on Albion Development VCT PLC under the 'Our Funds' section, at the top of the page. The Circular detailing the terms and conditions and the mandate form can be found on the right hand side.
2. Print and fill out the mandate form and return to Capita Registrars, the address can be found on the mandate form.
3. The price at which each new Ordinary share will be issued at is 73.0 pence, being the net asset value of 77.0 pence at 30 June 2010 reduced by the Second Dividend for the year ending 31 December 2010, of 4.0 pence per share.

Please note, however, that New Shares issued in the name of a nominee will not be eligible for the initial 30 per cent. tax relief in order to obtain income tax relief. It is necessary for UK shareholders to subscribe for the New Ordinary Shares in their own name.

In making their decision whether or not to participate in the Dividend Reinvestment Scheme, shareholders should note that from time to time, shares in the Company trade in the stock market at a discount approaching or greater than the current income tax relief of 30 per cent.