

# Downing FOUR VCT plc.

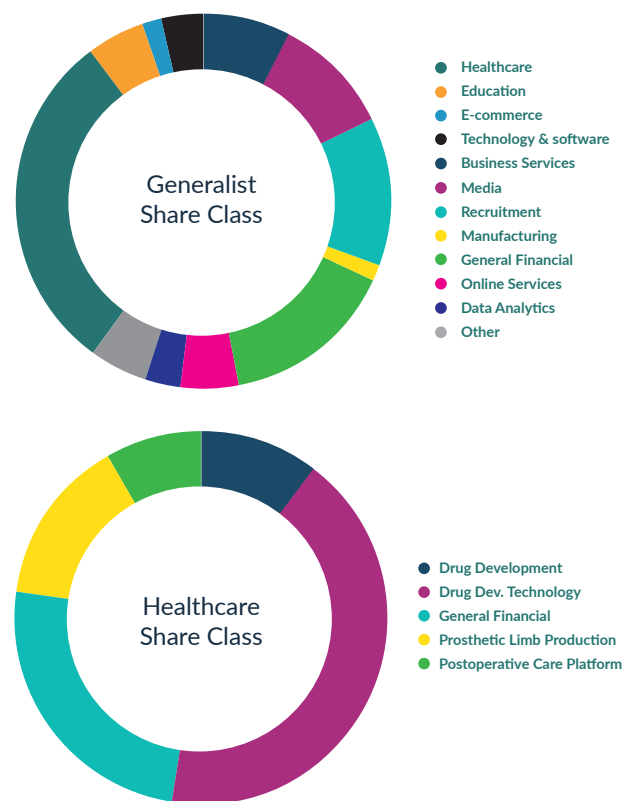
Generalist and Healthcare Share Classes

Special offer: nil initial fee for advised investors applying by 31 Dec 2020

Downing FOUR VCT aims to raise a total of £6 million to support the growth of existing portfolio companies and a strong pipeline of new opportunities.

- **Access to attractive VCT tax reliefs**  
By investing in Downing FOUR, investors should benefit from income tax relief, tax-free dividends and capital gains tax exemption on any gains on disposals.
- **Existing portfolio of growth companies**  
Downing FOUR has a diversified portfolio of businesses at different stages of maturity, with 38 investments in the Generalist Share Class and 14 in the Healthcare Share Class.
- **Tax-free dividends**  
Downing FOUR aims to pay a dividend of at least 4% p.a. from the its net asset value (NAV) for both Share Classes.
- **Nil discount share buyback policy**  
Downing FOUR's policy is to buy-back its shares at a nil discount to NAV, giving shareholders the opportunity to sell their shares and exit the VCT at full value (although you may incur dealing charges from your broker). This policy is subject to the VCT's liquidity.

## Sector breakdown within the portfolio\*



\*Portfolio as at 30 June 2020 (source: Downing LLP)

Offer sizes (Generalist/Healthcare)	Min. Investment (lump sum/per month)	Max. Investment (lump sum/per month)	Target dividend (per annum)
£4m/£2m	£5k/£1k	£200k/£16.6k	4%

Please remember that your capital is at risk and returns are not guaranteed. The above benefits are subject to the usual risks involved with investing in a VCT. A summary of these is set out overleaf but you should read the risks detailed in the Investment Memorandums before investing. VCTs are considered high risk.

# Investments that matter

We only work with talented entrepreneurs and leaders of businesses that we understand and believe in. We look to support companies that have a strong management team and a global value proposition with significant growth potential.

## Generalist Share Class

Investing in businesses that are developing technology-based products or services for large national or international companies.



Parsable

Replaced legacy corporate and manufacturing productivity tools with mobile-centric applications and web admin systems.

## Healthcare Share Class

Investing in businesses that are developing technology-based products or services to solve health related problems.



Open Bionics

An award-winning designer, manufacturer and supplier of bionic limbs. The company produces custom-made prosthetics at lower cost.

## Key risks

Please refer to the Investment Memorandums for full details of the risks involved in investing.

- › **Capital is at risk.** The value of shares may go down as well as up and you may not receive back the full amount invested.
- › **There is no certainty on the level of any dividends.**
- › **Tax treatment is dependent on the individual circumstances** of each investor and may be subject to change in the future
- › **You will need to hold your shares for a minimum of five years** or you may be liable to pay back any income tax relief you have claimed. VCT shares can also be harder to sell than other stock market investments.
- › **Past performance is not a reliable indicator of future performance.**
- › **Investing in smaller companies normally involves more risk** than investing in larger more established companies.

### Summary of fees: Generalist Share Class\*

Initial fee	Nil for investors applying by 31 December 2020 5% for execution-only
Annual Management Fee	2% p.a. of net assets The total annual running cost is capped at 3% p.a. (this includes fees for audit and taxation advice, etc.)
Performance incentive fee	20% of all dividends paid in excess of a total return hurdle

### Summary of fees: Healthcare Share Class\*

Initial fee	Nil for investors applying by 31 December 2020 5% for execution-only
Annual Management Fee	2.5% p.a. of net assets. The total annual running cost is capped at 3.5% p.a. (this includes fees for audit and taxation advice, etc.)
Performance incentive fee	20% of all dividends paid in excess of a total return hurdle

\* Please see page 11 and 12 of the Investment Memorandums for details of all fees paid by the VCT and portfolio companies.

For more information please speak to your financial adviser or give us a call on: **020 7416 7780**



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St Magnus House, 3 Lower Thames Street, London EC3R 6HD

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