

Chrysalis VCT

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20 May 2022

Dear Shareholder,

Shareholder Update – Further Distribution

I am pleased to report that further progress has been made in realising the Company's portfolio of investments and the Liquidator is now in a position to make a further distribution to shareholders.

As previously reported, the Company has for some time been pursuing a transaction to sell a number of the investments to a third party, Kirly Limited. This transaction has now completed resulting in the sale of four investments (Driver Require, Cambridge Mechatronics, Locale Enterprises and Zappar). The investment In Green Star Media is also likely to be sold as part of this agreement shortly.

The investments in Enthuse Holdings and IX Group have been realised in two other transactions and the quoted holdings in Impact Healthcare REIT and The Mission Group have now also been sold.

A summary of the realisations and current position are summarised overleaf. The Liquidator's formal Notice of Declaration of Distribution and Summary of Receipts & Payments are also enclosed.

With these recent proceeds, the Company's Liquidator will now pay a distribution of **17.5p per share** (being £4.9M). This distribution will be paid on **17 June 2022** to shareholders on the register at 20 May 2022. This follows the distribution of 10p per share paid on 24 November 2021 (equivalent to £2.8M).

The Liquidator has held funds back to ensure there are sufficient funds to cover expected future costs and also the proceeds from IX Group, which cannot be distributed until the liquidation of IX Group is complete, which we hope will be in the coming months.

Other than Green Star Media as mentioned above, there is only now one other remaining investment, being the largest investment, Coolabi. Coolabi has been in advanced discussions with a buyer for an extended period. Although a number of deadlines have passed, we remain hopeful that the transaction will complete soon and believe it still offers the best potential outcome.

With it still not being clear what the final outcome on Coolabi might be, it is not possible to give a confident indication of when a final distribution might be paid and how much it will be. However, if the transaction to sell Coolabi were to complete in the near future, we hope that a final distribution of approximately 22p per share could be made.

I will update shareholders when there are further significant developments. When there are minor updates, we may publish a brief note on the website:

www.downing.co.uk/cys

If you do have any queries or require assistance, please send an email to chrysalis@downing.co.uk.

Yours sincerely



Martin Knight
Chairman of Supervisory Committee
Chrysalis VCT plc in Liquidation

The recent realisations and current portfolio are summarised as follows:

	Valuation in Liquidation Circular (as at 30 Sept 2020) £'000	Proceeds £'000
Investments now disposed		
Enthuse Holdings Limited	2,763	2,500
Zappar Limited	1,626	1,500
Cambridge Mechatronics Limited	1,172	1,100
Driver Require Limited	897	850
IX Group Limited	770	819
Impact Healthcare REIT plc	740	914
Locale Enterprises Limited	720	750
Green Star Media (Loan Stock Redemptions)	320	320
Triaster Limited	155	80
The Mission Group plc	73	66
Other venture capital investments	1	5
	9,237	8,904
	Valuation in Liquidation Circular (as at 30 Sept 2020)	
Remaining Investments		
Coolabi Group Limited	4,257	
Green Star Media Limited (Residual)	380	
Total investments	4,637	

NOTICE OF DECLARATION OF DISTRIBUTION

CHRYSALIS VCT PLC - IN MEMBERS' VOLUNTARY LIQUIDATION

I, William Antony Batty & Hugh Francis Jesseman, the Joint Liquidators of Chrysalis VCT PLC, hereby confirm that on 20 May 2022 a distribution of 17.5p per Share was declared and to be paid to Shareholders on 17 June 2022.

A handwritten signature in blue ink, appearing to be 'WAB', is located below the main text.

Signed:

William Antony Batty
Joint Liquidator

Date: 20 May 2022

Chrysalis VCT PLC
(In Liquidation)
Joint Liquidators' Summary of Receipts & Payments
To 20/05/2022

Dec of Sol £		£	£
	ASSET REALISATIONS		
123,000.00	Book Debts	NIL	
13,874,000.00	Shares & Investments	9,107,083.62	
1,019,000.00	Cash at Bank	759,492.43	
	Bank Interest Gross	159.47	
	Misc Receipt	1,500.00	
		<hr/>	9,868,235.52
	COST OF REALISATIONS		
	Specific Bond	1,286.25	
	Licence Renewal Fees	652.20	
	FCA Regulatory Fees	676.00	
	Accountancy Fees ¹	1,350.00	
	Legal Fees (1)	11,542.50	
	VAT Unrecoverable	7,122.80	
	Brokers Fees for Insurance	1,750.00	
	Website & Domain Expenses	400.00	
	Printing & Mailout Expenses	2,641.05	
	Subscription Fees	652.20	
	LSE Fees	78.00	
	Registrar Services Fees	6,099.62	
	Registrar Expenses	13,580.85	
	Third Party Funds	1,500.00	
	Wages & Salaries	23,073.13	
	PAYE & NI	21,310.42	
	Management Fees	434,766.91	
		<hr/>	(528,481.93)
	UNSECURED CREDITORS		
(84,000.00)	Trade & Expense Creditors	NIL	
		<hr/>	NIL
	DISTRIBUTIONS		
	Ordinary Shareholders	2,799,870.10	
		<hr/>	(2,799,870.10)
<hr/>			<hr/>
14,932,000.00			6,539,883.49
	REPRESENTED BY		
	Bank 1 Current - Interest bearing		6,539,883.49
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			6,539,883.49
			<hr/> <hr/>

Note:
Previous Dividend information:
Ordinary Shareholders paid at 10p per share on 29 October 2021 totaling £2,799,870.10

William Antony Batty
Joint Liquidator