

CORE VCT PLC
CORE IV VCT PLC
CORE V VCT PLC ("The Trusts")

Dear Shareholders

Shareholders will recall that at the Extraordinary General Meeting on 16 April 2015 it was resolved, as part of the arrangements relating to Members' Voluntary Liquidation and the distribution of cash proceeds to shareholders, to appoint Peter Smaill and Raymond Maxwell as continuing Directors of the Trusts so as to oversee the process whereby the residual assets (following the special dividend paid on 15 May 2015) would be realised and the proceeds, at some future date, distributed.

The Liquidator under the terms of the appointment is fully entitled to dispose of the assets of the Trusts as he deems appropriate (subject to law and continuation of the appointment). In addition, the Trusts are minority stakeholders in the principal investment vehicle, Core Capital I LP ("CCILP"), in which the institutional investors, Access Capital and 17 Capital, have indicated agreement to the realisation of CCILP and, in the case of Access Capital, a further investment into a new investment partnership, Core Capital Partners II LP ("CCPIILP"). However, the Directors were given access to the proposed terms (in advance of the disposal) in order to satisfy themselves that the arrangements relating to this distribution (and the residual retention of cash against finalisation costs) were reasonable in all the circumstances from the perspective of shareholders in the Trusts.

Having met with the Liquidator and the Investment Manager and examined relevant documents prepared by them, the Directors formed the view that the exit arrangements and distribution are at appropriate values and in the best interests of the shareholders. In doing so we also examined the valuation basis at 30 June 2015. We considered the exit values reasonable in the context of a total disposal of the entire residual portfolio, in which some positions continue to require financial support and the time to exit is unclear.

The realisation of the residual portfolio to CCPIILP was at a discount of 18% to the NAV as at 31 December 2014. The other directly held assets were sold individually by the Manager, with the result that the average discount realised for all of the assets was reduced to 9% for Core VCT, 15% for Core VCT IV, and 14% for Core VCT V. The discount to Core VCT IV plc and Core VCT V plc is higher than for Core VCT plc due to their holding in Allied International Holdings Limited which ranked behind the secured loan notes held by Core VCT plc, as disclosed in the Circular dated 10 March 2015.

We have examined the Managers' proposed arrangements for remuneration in the new institutional investment partnership Core Capital Partners II LP and concluded that they are based on normal commercial principles in relation to future performance. We analysed the discount to net assets agreed as part of the transaction as implying a £3 million reduction in incentive payments to our Managers, and thus an indication that there has been no motivation to artificially suppress exit values, since the discount reduces the Managers' reward in relation to the incentivisation arrangements of the Trusts.

We have also examined the Liquidators' charges to date and find them to be in line with the values reasonably anticipated following the passing of the resolutions on 16 April 2015. We

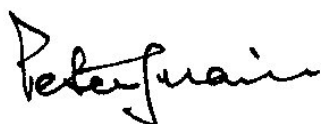
also concluded that the maintenance of a prolonged realisation period of the non-CCILP assets with a view to attempting to achieve higher values was materially counterbalanced by the high expense ratio of management and administration, while in liquidation, of a small number of residual investments.

The exit process will deliver the following distribution to shareholders. A further, small distribution may follow upon final liquidation of the VCTs.

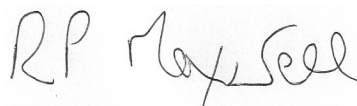
	Dividends Paid to date*	Current Distribution Ords	Current Distribution B Shares	Combined (Ords + B)**	Retained by Liquidator****	Potential Total Return (TR)	Potential TR Including Tax Relief***
Core VCT	66.15p	21.45p	26.10p	26.07p	1.09p	92.82p	132.82p
Core VCT IV	48.00p	21.78p			1.92p	71.70p	101.70p
Core VCT V	48.00p	25.04p			1.90p	74.94p	104.94p

- * Core VCT plc is based upon weighted averaged dividends paid following the merger of Core VCT I plc, Core VCT II plc and Core VCT III plc on 16 July 2009
- ** Total p/share of distributions to the Ordinary shares assuming they held on to the B shares
- *** Including upfront income tax relief of 40p to Core VCT plc and 30p to Core VCT IV plc and Core VCT V plc
- **** This may be returned by the Liquidator. For Core VCT plc it would represent a further 0.60p per ordinary share.

Yours sincerely



Peter Smaill
Director



Ray Maxwell
Director