

Albion Protected VCT PLC
Interim Management Statement

Introduction

I am pleased to present your Company's interim management statement for the period from 1 October 2009 to 4 February 2010 as required by the UK Listing Authority's Disclosure and Transparency Rule 4.3.

Financial position and performance

The Ordinary shares' estimated unaudited net asset value (NAV) per share as at 31 December 2009 was 69.9 pence per share (30 September 2009: 70.7 pence). The NAV is stated after accounting for a dividend of 1 penny per share which was paid on 6 January 2010 to shareholders on the register as at 4 December 2009.

The approximate unaudited net asset value as at 31 December 2009 is £14,381,000 (30 September 2009: £14,669,000) and the total of cash on deposit or short term money market as at 31 December 2009 is £1,761,000 (30 September 2009: £2,095,000).

Investment portfolio

In the period from 1 October 2009 to 4 February 2010 new investments were made by the Company in the following of our cinema investments to assist in the purchase of additional digital equipment:

Investment	Existing/New investee company	£'000s
City Screen (Liverpool) Limited	Existing	52
CS (Greenwich) Limited	Existing	38
CS (Brixton) Limited	Existing	11
CS (Exeter) Limited	Existing	4

Top ten investment holdings as at 31 December 2009

The table below details the top ten investments by valuation as at 31 December 2009:

Holding	Carrying Value £'000s
Kew Green VCT (Stansted) Limited	3,873
The Stanwell Hotel Limited	1,526
The Crown Hotel Harrogate Limited	1,193
The Charnwood Pub Company Limited	961
The Weybridge Club Limited	879
The Bear Hungerford Limited	848
The Place Sandwich VCT Limited	780
Kensington Health Clubs Limited	651
CS (Greenwich) Limited	383
City Screen (Liverpool) Limited	228
Total carrying value of top ten investments	11,322
Percentage of total net assets	78%

Material events and transactions

During the period from 1 October 2009 to 4 February 2010, the Company disposed of its holdings in Clipper Ventures plc and Portrait Software plc, realising total proceeds of £152,000 compared to a carrying value of £151,000.

On 11 January 2010 the Company received a repayment of loan stock totalling £61,640 from The Dunedin Pub Company VCT Limited.

Movements in share capital

In the period from 1 October 2009 to 4 February 2010, the Company purchased 170,880 Ordinary shares for cancellation at an average price of 58 pence per share (total cost £99,321). These purchases represent 0.8% of the total number of voting rights in the Company at 31 December 2009.

The Company has now reached the limit set by the Board in November 2009 in respect of share buybacks and thus there will be no further buybacks until after the announcement of the year end results in May 2010, at which time the Board will set a new limit.

The Company is now holding 2,252,955 shares in treasury after cancelling 50,000 shares during the period.

The Company's share price as at 4 February 2010 is 53 pence and which is at a 25% discount to the estimated net asset value as at 31 December 2009.

The Company continues to offer a Dividend Reinvestment Scheme to existing shareholders. On 6 January 2010 the Company allotted 8,271 Ordinary shares of 50 pence each in the capital of the Company. The shares were issued at a price of 69.7 pence. Details of this Scheme can be found at www.albion-ventures.co.uk/Our Funds/Albion Protected VCT PLC.

The Company continues to invest in asset-backed companies and it is the intention going forward to concentrate particularly on the healthcare and environmental sectors.

There have been no further significant events or transactions that the Board is aware of which would have a material impact on the financial position of your Company between 1 October 2009 and 4 February 2010.

Information regarding historic and current financial performance and other useful shareholder information can be found on the Fund's website under www.albion-ventures.co.uk/Our Funds/Albion Protected VCT PLC.

4 February 2010

For further information, please contact:

Patrick Reeve

Albion Ventures LLP

Tel: 020 7601 1850