

# DOWNING ABSOLUTE INCOME VCT 2 PLC

## Application Form

Reservation Number  
 (if applicable)

Make your cheque or bankers' draft out to "**Downing Absolute Income VCT 2 plc**" and crossed "A/C Payee only" and return this form as soon as possible to Downing Corporate Finance Limited, Kings Scholars House, 230 Vauxhall Bridge Road, London SW1V 1AU. The closing date for the 2009/10 Offer will be 1.00 p.m. on Monday 5 April 2010 and, in respect of the 2010/11 Offer, 5.00 p.m. on Friday 30 April 2010 (unless extended or fully subscribed earlier).

<b>1</b>	Title and Name in Full									
	Permanent Address									
	Postcode	Daytime Tel								
	Email Address									
	Date of Birth	/	/	19	National Insurance No.					
	(day/month/year)									

<b>2</b>	I am subscribing for New Shares as Follows:	2009/10 tax year	£ <input style="width: 150px; height: 30px;" type="text"/>	<b>A</b>
		2010/11 tax year	£ <input style="width: 150px; height: 30px;" type="text"/>	<b>B</b>
		<b>TOTAL (A + B)</b>	£ <input style="width: 150px; height: 30px;" type="text"/>	Min £5,000

Or such lesser sum for which this application may be accepted on the Terms and Conditions of Application set out in Part VI of this document dated 10 December 2009. Please send me a certificate(s) confirming my entitlement to VCT tax reliefs.

BY SIGNING THIS FORM I HEREBY DECLARE THAT: (i) I have had an opportunity to receive the Prospectus dated 10 December 2009 and to read the terms and conditions of application therein; (ii) I will be the beneficial owner of the Shares in Downing Absolute Income VCT 2 plc issued to me pursuant to the Offers; (iii) to the best of my knowledge and belief, the particulars I have given to Downing Absolute Income VCT 2 plc are correct; and (iv) I acknowledge that my application for Shares will be allocated in the manner described under the heading "The Offers and minimum and maximum subscription" in Part I of this document.

**Investors and their advisers are required to provide an email address if they require the receipt of the Application Form to be acknowledged.**

<b>3</b>	Please tick this box if you would like to receive progress updates from the Company by email (approximately five emails per year)	<input style="width: 40px; height: 30px;" type="checkbox"/>
----------	---	---

**HM Revenue and Customs may inspect this application form. It is a serious offence to make a false declaration.**

<b>4</b>	Signature	<input style="width: 100%; height: 100%;" type="text"/>	Date	<input style="width: 100%; height: 100%;" type="text"/>	<input style="width: 100%; height: 100%;" type="text"/>	<input style="width: 100%; height: 100%;" type="text"/>
----------	-----------	---	------	---	---	---

<b>Authorised intermediaries should stamp and complete this box</b>
Contact Name
Firm Name
FSA No.
Address
Postcode
Tel.
Email Address

<b>Commission Options (tick one box)</b>
<b>Authorised intermediaries should complete this box</b> A) 3% upfront; no trail <input style="width: 80px; height: 20px;" type="checkbox"/> OR B) 2% upfront; 0.5% p.a. trail <input style="width: 80px; height: 20px;" type="checkbox"/>
<b>Commission waived (leave blank if nil waived)</b> Commission waived as extra shares (insert the sum in £s) <input style="width: 80px; height: 20px;" type="text"/>
Due completion of the agent's box indicates that the agent is duly authorised to transact investments of this type under the Financial Services and Markets Act 2000.

<b>For Official Use Only</b>			
Less than £11,000	<input style="width: 100%; height: 20px;" type="checkbox"/>	List A	<input style="width: 100%; height: 20px;" type="checkbox"/>
Personal Cheque	<input style="width: 100%; height: 20px;" type="checkbox"/>	List B	<input style="width: 100%; height: 20px;" type="checkbox"/>
Letter of Introduction	<input style="width: 100%; height: 20px;" type="checkbox"/>	Money Laundering Officer	<input style="width: 100%; height: 20px;" type="checkbox"/>



# Notes on Application Form

**Before making an application to acquire Shares you are strongly recommended to consult an appropriate financial adviser authorised under the Financial Services and Markets Act 2000.** It is essential that you complete all parts of the Application Form in accordance with the instructions in these notes. Please send the completed Application Form, together with your cheque or bankers' draft, by post, or deliver it by hand, to Downing Corporate Finance Limited, Kings Scholars House, 230 Vauxhall Bridge Road, London SW1V 1AU. If you have any questions on how to complete the Application Form please contact Downing Corporate Finance Limited on 020 7416 7780 or your financial adviser.

The following notes should be read in conjunction with the Application Form and the Terms and Conditions of Application.

**1**

Insert in Box 1 in BLOCK CAPITALS your full name, permanent address, daytime telephone number, date of birth, National Insurance number and, if you have one, your email address. Joint applications are not permitted.

**2**

Insert (in figures) in Box A the total amount you wish to invest under the Offers in respect of the 2009/10 tax year (state nil if appropriate). Insert (in figures) in Box B the amount you wish to invest under the Offers in respect of the 2010/11 tax year (state nil if appropriate). **You may post-date your cheque to 6 April 2010 in respect of the sum in Box B.** Insert (in figures) the total of Boxes A and B in Box C. This is the total amount you are subscribing under the Offers. Share subscriptions will be adjusted to reflect any commission waived (by agents) as extra Shares or any Additional Shares issued.

**Please note that the minimum investment is £5,000.** The maximum investment, on which tax reliefs on investments in VCTs are available, is £200,000 in each of the 2009/10 and 2010/11 tax years.

Attach your cheque or bankers' draft to the Application Form for the exact amount shown in Box C. Your cheque or bankers' draft must be made payable to **"Downing Absolute Income VCT 2 plc"** and crossed **"A/C Payee only"**. Your payment must relate solely to this application.

### Money Laundering Regulations 2007 – Important note for applications of £11,000 or more

If the value of the shares applied for is £11,000 or more (or is one of a series of linked applications, the value of which exceeds that amount) payment should be made by means of a cheque drawn on an account in the name of the Applicant. If this is not practicable and you use a cheque drawn by a third party or a building society cheque or bankers' draft, you should write the name, address and date of birth of the Applicant on the back of the cheque or bankers' draft and:

- (a) if a building society cheque or bankers' draft is used, the building society or bank must also endorse on the cheque or draft the name and account number of the person whose account is being debited; or
- (b) if a cheque is drawn by a third party, you must ensure that one item from each of List A and List B (see below) is enclosed with the form.

Alternatively, verification of the Applicant's identity may be provided by means of a "Letter of Introduction" in the prescribed form from a UK or European Economic Area financial institution (such as a bank or stockbroker) or other regulated person (such as a solicitor, accountant or appropriate financial adviser) who is required to comply with the ML Regulations. The relevant financial institution or regulated person will be familiar with the requirements and the relevant form.

### For applications of £11,000 or more and subscription by way of a cheque drawn by a third party

(one item from List A AND one item from List B)

#### List A (Verification of Identity)

Current signed passport  
Current UK Driving Licence  
HM Revenue and Customs Tax Notification  
Firearms Certificate

#### List B (Verification of Address)

Recent\* utility bill (but not a mobile telephone bill)  
Recent\* local authority tax bill  
Recent\* bank or building society statement  
Recent\* mortgage statement from a recognised lender

Please send original (not passport or driving licence) or certified copies of the documents. Certified as a true copy of the original by a UK lawyer, banker, authorised financial intermediary (e.g. financial adviser or an FSA authorised mortgage broker), accountant, teacher, doctor, minister of religion, postmaster or sub-postmaster. The person certifying the document should state that the copy is a true copy of the original, print their name, address, telephone number and profession and sign and date the copy. \*"Recent" means dated within the last three months.

**No money laundering verification is required to be enclosed if the application is for less than £11,000 or if payment is by means of a cheque drawn on an account in the name of the Applicant** (provided that (a) the cheque includes details of the Applicant's bank account or building society account (as applicable) and (b) the cheque is drawn on a UK or European Union authorised bank or credit institution). Please note, however, that Downing may, in its absolute discretion, require Money Laundering verification and that Money Laundering verification will be required by introducing financial advisers.

**3**

Please tick this box if you would like to receive email updates from the Company (approximately five emails per year).

**4**

**Read the declaration and sign and date the Application Form in Box 4.** If someone other than the Applicant named in Box 1 signs on such Applicant's behalf, such signatory must ensure that the declaration given on behalf of such Applicant is correct.

Authorised intermediaries who are entitled to receive commission should stamp and complete the agent's box, giving their full name and address, telephone number and details of their authorisation under the Financial Services and Markets Act 2000. The right is reserved to withhold payment of commission if the Company is not, at its sole discretion, satisfied that the agent is so authorised. Intermediaries should indicate which commission option they prefer by ticking one of the boxes. Intermediaries can choose to waive some or all of their upfront commission, which will be invested in additional shares for their clients.

**Receipt of applications will be acknowledged only by email to both Applicants and their intermediaries.**