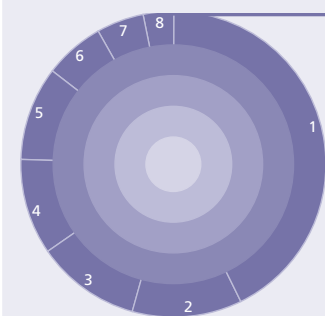


## Share Price Performance\*



## Sector Breakdown



1	Industrials	42.8%
2	Healthcare	11.7%
3	Technology	10.9%
4	Financials	10.2%
5	Consumer Services	9.9%
6	Oil & Gas	6.3%
7	Basic Materials	4.9%
8	Consumer Goods	3.3%

The chart shown above should be viewed in conjunction with the standardised rolling 12 month performance table below

## Ordinary Share & NAV Performance\*

	% Growth				
	6 months	1 Year	3 Years	5 Years	10 Years
Share Price	25.5%	43.4%	-12.0%	52.7%	108.7%
Net Asset Value	24.7%	40.7%	-8.2%	55.5%	100.8%
Hoare Govett SMC Ext (ex Investment Trusts)	26.5%	60.7%	-7.1%	42.6%	66.2%

## Standardised rolling 12 month performance\*

	% growth				
	31/12/04	31/12/05	31/12/06	31/12/07	31/12/08
	31/12/05	31/12/06	31/12/07	31/12/08	31/12/09
Investment Trust Share Price	34.5%	29.0%	-4.1%	-36.0%	43.4%

The standardised past performance information is updated on a quarterly basis. Should you require up-to-date past performance information this is available on our website: [www.invescoperpetual.co.uk/investmenttrusts](http://www.invescoperpetual.co.uk/investmenttrusts) or by contacting us.

**Past performance is not a guide to future returns.**

## Rolling 12 month Net Asset Value performance\*

	% growth				
	31/12/04	31/12/05	31/12/06	31/12/07	31/12/08
	31/12/05	31/12/06	31/12/07	31/12/08	31/12/09
Net Asset Value	30.2%	30.2%	0.0%	-34.8%	40.7%

## Top Ten Holdings\*\*

	% of Portfolio
Synergy Healthcare	4.1%
Chemring	3.7%
VT	2.7%
Fenner	2.4%
Mouchel	2.2%
Dignity	2.1%
Croda	1.9%
Dechra	1.8%
Mears	1.6%
Premier Oil	1.6%
<b>Total</b>	<b>24.1%</b>

\*\* Ordinary Shares unless stated otherwise.

\* Performance figures in this leaflet have been calculated using bid to bid market values, on a sterling basis, inclusive of net reinvested income to 31 December 2009. Graph figures are at the end of the relevant month unless otherwise stated. Standardised past performance figures are as at 31 December 2009. Source: Morningstar

Source: Invesco Perpetual unless stated otherwise.

## Investment Objective

Invesco Perpetual UK Smaller Companies Investment Trust plc aims to achieve long-term total return for its shareholders via an investment vehicle which gives access to a broad cross section of small to medium sized UK quoted companies.

Further details of the Company's Asset Allocation and Risk Diversification Policy can be found in the Report of the Directors contained within the Company's Annual Financial Report.

## Statistics

Ticker	IPU/LON
Total Gross Assets	£111.6m
Ordinary Shares:	
- Mid Market Price	154.0p
- Capital Net Asset Value	191.5p
- Cum-Income NAV	194.1p
Discount to Cum-Income NAV	20.7%
Dividend	4.1p
Dividend Yield	2.7%
Actual Gearing <sup>†</sup>	100

<sup>†</sup> "Actual Gearing" reflects loans drawn down. A figure of 100 means that the investment trust has no gearing.

## Financial Calendar

Year End	31 January
Annual Financial Report published	March/April
Half-Yearly Financial Report published	September
Interim Management Statements:	May and November
Ordinary Share Dividends:	
Final Paid	May
Interim Paid	October
Annual General Meeting	May

Awards:  
Best Invest Rating

\*\*\*

## Managers Report

### Market Commentary

The UK equity market ended 2009 with a flourish, as reflected by the 4.3% rise in the FTSE All-Share index over December. In terms of market capitalisation, large-cap companies outperformed their mid-cap and small-cap counterparts. The Bank of England's Monetary Policy Committee voted unanimously to keep interest rates unchanged at 0.5% at the December meeting. Inflation, as measured by the consumer prices index (CPI), came in slightly higher than expected in November, rising to 1.9% year-on-year (y-o-y) from 1.5% y-o-y in October (the consensus estimate was 1.8% y-o-y). Higher fuel prices exerted the largest upward effect on CPI. With inflation now just shy of the Bank of England's 2% target, expectations are growing that CPI will rise above 3% temporarily in early 2010 due to the influence of higher commodity prices and the return to 17.5% VAT.

### Trust Strategy

In 2010, we will continue to seek out companies that are global leaders in niche markets as we believe that these types of companies have the ability to grow their earnings in this difficult economic environment. Our largest sector overweight is support services, which we believe is well placed to benefit from increased government outsourcing, and we continue to see opportunities in the healthcare sector, where NHS outsourcing should also add value. By contrast, we continue to avoid financials and real estate.

## Investment Trust History and Structure

Invesco Perpetual UK Smaller Companies Investment Trust plc was launched in March 1988, and was formerly known as Berry Starquest plc. Perpetual took over the management of the investment trust on 1 March 1994. On 13 June 2002, following shareholder resolution, the investment trust's name changed to Invesco Perpetual UK Smaller Companies Investment Trust plc.

1,942,000 ordinary shares have been repurchased since 01 June 2008. The current number of ordinary shares in issue is 57,494,629.

The investment trust is authorised to buy up to 14.99% of its Ordinary Shares. This was approved by shareholders at the May 2009 AGM.

Shares in the investment trust are listed on the London Stock Exchange.

The investment trust is managed by Richard Smith.

## Important Information

This factsheet has been approved for issue by Invesco Asset Management Limited, its Manager and Company Secretary.

The value of investments and any income will fluctuate (this may partly be as a result of exchange rate fluctuations) and investors may not get back the full amount invested. Current tax levels and reliefs may change. Depending on individual circumstances, this may affect investment returns. Past performance is not a guide to future returns. The market price of shares in investment trusts may not reflect their underlying net asset value.

As the Invesco Perpetual UK Smaller Companies Investment Trust plc is a smaller companies investment trust, investors should be prepared to accept a higher degree of risk than for a investment trust with a broader investment mandate.

50% of the annual management charge, and any performance-related fees which become payable and loan interest will be deducted from the investment trust's capital, which may boost income but constrain or erode long-term capital growth.

When making an investment in an investment trust you are buying shares in a company that is listed on a stock exchange. The price of the shares will be determined by supply and demand. Consequently, the share price of an investment trust may be higher or lower than the underlying net asset value of the investments in its portfolio and there can be no certainty that there will be liquidity in the shares.

The information contained in this factsheet is selective and does not constitute an offer, or an invitation to subscribe for, or purchase, any securities. This document does not form part of any prospectus and application for shares should be considered only on the basis of a full prospectus.

Where Invesco Perpetual has expressed views and opinions, these may change.

Telephone calls may be recorded.

Detailed information on our investment trusts is available from the office of the Manager, Invesco Asset Management Limited. Authorised and regulated by the Financial Services Authority.

## For further information

### Broker Services

Telephone 0800 028 2121  
adviserenquiry@invescoperpetual.co.uk

### Investor Services

Telephone 0800 085 8677  
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[www.invescoperpetual.co.uk/investmenttrusts](http://www.invescoperpetual.co.uk/investmenttrusts)