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If you have sold or transferred all of your Shares in Brookwell Limited, please forward this document to the purchaser or transferee or to the stockbroker, bank or other agent through or by whom the sale or transfer was effected, for delivery to the purchaser or transferee.

BROOKWELL LIMITED

(Incorporated in Guernsey under registered number 48958)

11 New Street, St Peter Port, Guernsey, GY1 2PF

Directors:

C J Clark (non-executive Chairman)

P A Clarke (non-executive)

C D Ferbrache (non-executive)

A R McLaren (non-executive)

P D Soulsby (non-executive)

15 March 2011

To the holders of Participating Redeemable Preference Shares ("Shares")

Dear Sir or Madam,

Notice of compulsory redemption of B Shares

The Company announced today that it had sold the remaining investment in the B Class Fund. In accordance with the Company's Articles of Incorporation, we hereby give you notice that the Company will return the final attributable net assets to holders of B Shares, expected to be approximately £0.4m on 31 March 2011 ("the redemption date"). All of the remaining B Shares assets will be returned to holders of B Shares on the register at the close of business on the redemption date and the redemption price of the B Shares will be determined by reference to the Net Asset Value per B Share at the close of business on the day immediately preceding the redemption date less any costs attributable to the redemption.

The amount to be applied to the redemption of B Shares comprises the entirety of the cash balances received from disposals of investments attributed to the B Class Fund since the previous redemption less funds used or required to settle liabilities attributable to the B Class Fund (including any purchases of B Shares in the market). All of the B Shares will be redeemed.

The Company issued 12,960,844 B Shares in a placing during the first quarter of 2009 of which 12,541,986 have been redeemed and cancelled in the previous *pro rata* redemptions at an aggregate cost of £13,899,967. No B Shares have been purchased in the market. Therefore as at the date of this letter, the Company has 418,858 B Shares in issue. All of the B Shares redeemed will be cancelled.

Certificated holdings:-

If you hold B Shares in certificated form, to receive your entitlement please forward your certificate now in respect of your B Shares to the UK office of the Company's Registrar, Capita Registrars, The Registry, 34 Beckenham Road, Beckenham, Kent, BR3 4TU. The Company's UK registration agent

will send you a cheque for your redemption entitlement within 14 days of the redemption date or, if later, within 14 days of receipt of your share certificate.

If any holder of Shares in certificated form fails or refuses to deliver the relevant share certificate as described above, the Company will retain the amount payable on redemption to that member until delivery of the certificate or receipt of an indemnity satisfactory to the Company (whereupon the Company shall pay the amount payable on redemption without interest within 14 days of that delivery or receipt).

Uncertificated holdings:-

If you hold your B Shares in uncertificated form in CREST, please note that the B Shares will be disabled in CREST on the redemption date and the existing ISIN number GG00B4KG7S24 will expire on this date. CREST members will receive their redemption proceeds on the next business day following the redemption date.

Yours faithfully,

Christopher Clark
Chairman