

**YOUR VOTE IS IMPORTANT. PLEASE VOTE TODAY.**

**We encourage you to take advantage of Internet or telephone voting.**

**Both are available 24 hours a day, 7 days a week.**

Internet and telephone voting are available through 11:59 PM Eastern Time the day prior to the shareholder meeting date.



**INTERNET**

<http://www.proxyvoting.com/sfe>

Use the Internet to vote your proxy. Have your proxy card in hand when you access the web site.

**OR**

**TELEPHONE**

**1-866-540-5760**

Use any touch-tone telephone to vote your proxy. Have your proxy card in hand when you call.

If you vote your proxy by Internet or by telephone, you do NOT need to mail back your proxy card.

To vote by mail, mark, sign and date your proxy card and return it in the enclosed postage-paid envelope.

**Your Internet or telephone vote authorizes the named proxies to vote your shares in the same manner as if you marked, signed and returned your proxy card.**

WO#  
71487

**▼ FOLD AND DETACH HERE ▼**

**UNLESS OTHERWISE INSTRUCTED, THIS PROXY WILL BE VOTED IN ACCORDANCE WITH THE RECOMMENDATIONS OF THE BOARD OF DIRECTORS.**

**The Board of Directors recommends a vote FOR all nominees and FOR Proposal 2.**

Please mark your votes as indicated in this example



	<b>FOR ALL NOMINEES</b>	<b>WITHHELD FROM ALL NOMINEES</b>	<b>*EXCEPTIONS</b>
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<b>FOR</b>	<b>AGAINST</b>	<b>ABSTAIN</b>
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1. ELECTION OF DIRECTORS-  
Nominees:

<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
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2. Proposal to ratify the appointment of KPMG LLP as the Company's independent registered public accounting firm for the fiscal year ending December 31, 2010.

<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
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- |                     |                         |
|---------------------|-------------------------|
| 01 Peter J. Boni    | 05 George D. McClelland |
| 02 Julie A. Dobson  | 06 Jack L. Messman      |
| 03 Andrew E. Lietz  | 07 John J. Roberts      |
| 04 George MacKenzie | 08 Robert J. Rosenthal  |

**IN THEIR DISCRETION, THE PROXIES ARE AUTHORIZED TO VOTE UPON SUCH OTHER MATTERS AS MAY PROPERLY COME BEFORE THE MEETING AND AT ANY ADJOURNMENTS OR POSTPONEMENTS OF THE MEETING.**

(INSTRUCTIONS: To withhold authority to vote for any individual nominee(s), mark the "Exceptions" box above and write the name of the nominee(s) in the space provided below.)

\*Exceptions \_\_\_\_\_

To cumulate votes, write "cumulate for" in the space below, followed by the name of the nominee(s) and the number of votes to be cast for each nominee.  
\_\_\_\_\_

Mark Here for  
Address Change  
or Comments  
**SEE REVERSE**



**SIGNATURE(S) OF SHAREHOLDER(S)** \_\_\_\_\_ **Date** \_\_\_\_\_  
YOU MUST SIGN EXACTLY AS YOUR NAME APPEARS ON THIS CARD. If shares are jointly owned, you must both sign. Include title if you are signing as an attorney, executor, administrator, trustee or guardian, or on behalf of a corporation or partnership.

**Important notice regarding the Internet availability of proxy materials for the Safeguard Scientifics, Inc. 2010 Annual Meeting of Shareholders.** The Proxy Statement and the 2009 Annual Report to Shareholders are available at: <http://www.safeguard.com/proxy>.

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▼ FOLD AND DETACH HERE ▼

**PROXY**

**SAFEGUARD SCIENTIFICS, INC.**

**2010 Annual Meeting of Shareholders – May 13, 2010**

**THIS PROXY IS SOLICITED BY THE BOARD OF DIRECTORS OF THE COMPANY**

The shareholder named on the reverse side hereby appoints Brian J. Sisko and Deirdre Blackburn, and each of them, with power to act without the other and with power of substitution, as proxies and attorneys-in-fact and hereby authorizes them to represent and vote, as provided on the other side, all the shares of Safeguard Scientifics, Inc. Common Stock which the shareholder is entitled to vote, and, in their discretion, to vote upon such other business as may properly come before the 2010 Annual Meeting of Shareholders of the Company to be held on May 13, 2010, or at any adjournment or postponement thereof, with all powers which the shareholder would possess if present at the Meeting.

**If you do not indicate how you wish to vote, the proxies will vote (1) for all nominees to the Board of Directors; (2) for the proposal to ratify the appointment of KPMG LLP as the Company's independent registered public accounting firm for the fiscal year ending December 31, 2010; and (3) as they may determine, in their discretion, with regard to any other matter properly presented at the annual meeting.**

<p><b>Address Change/Comments</b> (Mark the corresponding box on the reverse side)</p>

BNY MELLON SHAREOWNER SERVICES  
P.O. BOX 3550  
SOUTH HACKENSACK, NJ 07606-9250

(Continued, and to be marked, dated and signed, on the reverse side)