

Allianz Technology Trust PLC

Technology investing from the heart of the industry

Allianz 
Global Investors

Aim

The Trust's objective is to achieve long-term capital growth by investing principally in the equity securities of quoted technology companies on a worldwide basis.

Trust Benefits

The award-winning Allianz Technology Trust PLC offers investors access to the fast moving world of technology with the reassurance that investment decisions are made by the highly experienced Global Technology Team which currently manages \$12bn in assets under management.

At the Heart of the Industry

Allianz Technology Trust is managed by the highly experienced Global Technology team based in San Francisco. The team benefits from its close proximity to Silicon Valley where many of the world's key technology companies are headquartered.

Awards & Ratings



A ranking, a rating or an award provides no indicator of future performance and is not constant over time.

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From 25 July 2022, discretionary portfolio management services formerly provided to Allianz Technology Trust PLC (the "Company") by Allianz Global Investors ("AllianzGI") have been delegated to Voya Investment Management Co. LLC ("Voya IM"). All members of the former AllianzGI Global Technology Team transferred to Voya IM and continue to manage the Company's portfolio. It is anticipated that there will be no change to the investment process. AllianzGI will remain the Company's AIFM (Alternative Investment Fund Manager), providing company secretarial, administration and sales and marketing services.

Total Assets £1,001.6m

Shares in Issue 403,915,580 (Ordinary 2.5p)

Market Cap £886.6m

Share Price

219.5p

NAV per Share

243.0p

Premium/-Discount

-9.7%

Share Price is the price of a single ordinary share, as determined by the stock market. The price shown above is the mid-market price.

Net Asset Value (NAV) per Share is calculated as available shareholders' funds divided by the number of shares in issue, with shareholders' funds taken to be the net value of all the company's assets after deducting liabilities. An undiluted, cum-income NAV is shown.

Premium/Discount. Since investment company shares are traded on a stock market, the share price that you get may be higher or lower than the NAV. The difference is known as a discount or premium.

Fund Manager's Review

The Allianz Technology Trust's NAV total return was 7.35% in January, compared to the Dow Jones World Technology Index return of 9.10%. During the month, stock selection and industry allocation detracted from relative performance.

Contributors

Our underweight in Microsoft Corp. was a top contributor in January. The company reported earnings results that were better than feared, particularly with Azure cloud growth at 38% year-on-year. Although the results were decent, management called out a more cautious environment with respect to near-term customer decisions due to macro challenges. Longer term, the company sees strong growth opportunities driven by the increasing importance of technology in today's business world. Microsoft has a large and diverse business that should be well-positioned, but we continue to monitor its execution as competitive threats persist. We maintain an underweight position relative to the benchmark's large weight in the stock.

Meta Platforms Inc. was also a top contributor. The company reported a solid quarter and provided promising comments around guidance, expense control and operational efficiency. Management's commentary around the "reels" service was also positive as they will make an effort to monetise this service going forward, potentially becoming an additional steady source of revenue. It appears that Meta is making a meaningful effort to become more nimble and efficient, which is music to investors' ears. In terms of our portfolio investment case, at the current valuation, we see significant upside potential if the company is more disciplined with expenses going forward.

Other top contributors included overweight positions in Taiwan Semiconductor Manufacturing Co., Ltd., Hubspot, Inc. and Netflix, Inc.

Detractors

Aspen Technology, Inc. was among the top detractors after the company

“many companies remain challenged to find workers to meet customer demands and are likely to further leverage technology-based solutions

reported earnings results that fell short of expectations. The reported results were complicated by a number of acquisitions the company has done over the past year. However, over time, we believe these acquisitions have the potential to enhance the company's overall business model and offers multiple options for future growth. Additionally, the environmental awareness of many of Aspen's petrochemical customers and the spend needed to achieve their goals should result in a secular tailwind for the company. We see an opportunity for Aspen to accelerate growth and generate significant free cash flow over the next year.

Datadog Inc. underperformed in January as recent channel checks indicated slower near-term demand. Due to the challenges in the macro environment, customers are looking to optimise their cloud environments and rationalise spending with monitoring tools. Despite these challenges, Datadog remains a leader in the observability and data analytics space, and we see a large opportunity for the sector.

Other top detractors included an underweight in Nvidia Corp. and overweight positions in Paycom Software, Inc. and JD.com, Inc.

Market outlook

Our expectation is that the recent decline in technology stocks could translate to an attractive opportunity for long-term investors as the



Mike Seidenberg, Lead Portfolio Manager

Michael Seidenberg received his BS in Business Administration from the University of Colorado in 1990. He received his Master of Business Administration from Columbia Business School in 1996 with concentrations in Finance and Accounting. Prior to attending Columbia Business School, Michael worked for Roche Laboratories (a division of Hoffman LaRoche) in pharmaceutical and biotechnology sales. From 1996-2001, he worked in the software industry in a variety of roles and spent time at Oracle Corporation. He began his investing career with Citadel Investment Group in 2001 covering the software space. Over the next 8 years he broadened his coverage list to include a variety of technology sectors. Prior to joining the Global Technology team in Sept 2009, Michael worked at a number of hedge funds including Pequot Capital and Andor Capital.

technology sector is likely to continue benefiting from secular tailwinds which should, we believe, drive capital appreciation over time. While the Covid appears to be increasingly in the rearview mirror, the use of technology accelerated as a result of the crisis and may have permanently changed how we live and work and has translated to a further embrace of technology usage. Having said this, we are cognisant of the scrutiny on IT budgets and the potential challenge in the near term. In addition, many companies remain challenged to find workers to meet customer demands and are likely to further leverage technology-based solutions to improve productivity of limited staffs. As companies need to reduce costs and improve productivity, particularly in light a potentially uncertain macroeconomic outlook, we expect to see accelerating demand for innovative and more productive solutions such as cloud, software-as-a-service, artificial intelligence, cyber security, etc. We are in a period of rapid change, where the importance of technology is key to the prosperity of most industries. We believe that this environment is likely to provide attractive growth opportunities in many technology stocks over the next several years.

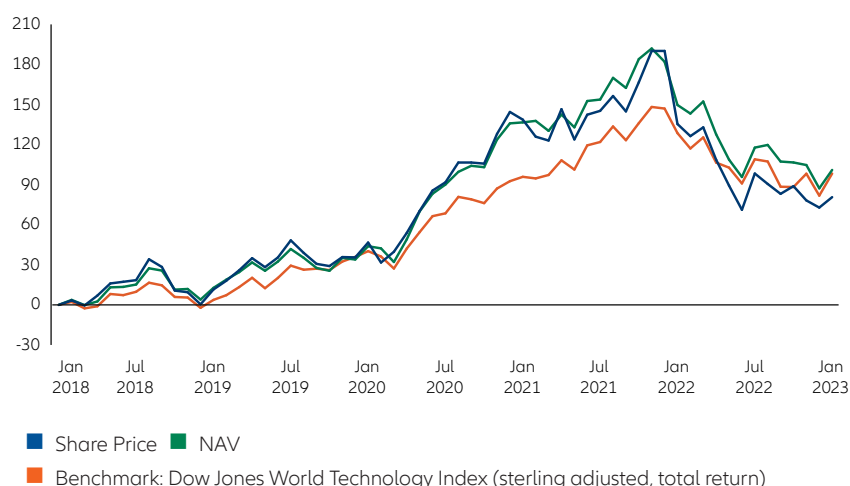
At the end of January, the portfolio remained overweight to software and IT services stocks, thanks to their attractive bottom-up stock potential, relative to the benchmark. Conversely, the portfolio is underweight in technology hardware and interactive media stocks, where near term prospects were less attractive. We continue to believe the technology sector can provide some of the best absolute and relative return opportunities in the equity markets — particularly for bottom-up stock pickers with proven long-term selection capabilities.

Mike Seidenberg
23 February 2023

This is no recommendation or solicitation to buy or sell any particular security. Any security mentioned above will not necessarily be comprised in the portfolio by the time this document is disclosed or at any other subsequent date.

Performance Track Record

Five Year Performance (%)



Risk & Features

Investment trusts are quoted companies listed on the London Stock Exchange. Their share prices are determined by factors including the balance of supply and demand in the market.

Competition among technology companies may result in aggressive pricing of their products and services, which may affect the profitability of the companies in which the Trust invests. In addition, because of the rapid pace of technological development, products or services developed by these companies may become rapidly obsolete or have relatively short product cycles. This may have the effect of making the Trust's returns more volatile than the returns of a fund that does not invest in similarly related companies.

Derivatives can be used to manage the Trust efficiently.

Cumulative Returns (%)

	3M	6M	1Y	3Y	5Y
Share Price	-4.4	-8.9	-23.3	23.2	80.7
NAV	-2.7	-7.7	-19.5	39.6	100.9
Benchmark	5.4	-5.1	-13.2	41.5	98.3

Discrete 12 Month Returns to 31 January (%)

	2023	2022	2021	2020	2019
Share Price	-23.3	-1.4	62.7	31.5	11.5
NAV	-19.5	5.5	64.4	27.7	12.7
Benchmark	-13.2	16.7	39.7	35.2	3.7

Source: Thomson Reuters Refinitiv DataStream, percentage growth, mid to mid, total return to 31.01.23. Copyright 2023 © DataStream, a Thomson Reuters company. All rights reserved. DataStream shall not be liable for any errors or delays in the content, or for any actions taken in reliance thereon.

Past performance is not a reliable indicator of future returns. You should not make any assumptions on the future on the basis of performance information. The value of an investment and the income from it can fall as well as rise as a result of market fluctuations and you may not get back the amount originally invested.

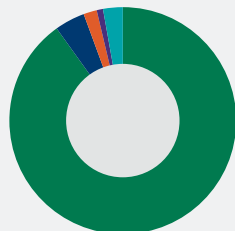
Portfolio Breakdown

Sector Breakdown (%)

Information Technology	85.5	
Consumer Discretionary	6.7	
Industrials	5.0	
Cash	2.8	

Geographic Breakdown (%)

North America	90.0	
Far East & Pacific	4.3	
Europe ex UK	1.9	
UK	0.9	
Cash	2.8	



Note regarding change of geographic classification of TSMC ADR holding from US/North America to Taiwan/Far East & Pacific:

In annual reporting the company has historically reported the geography of any holding in TSMC (Taiwan Semiconductor Manufacturing Company) as being Taiwan, however in monthly Geographical Distribution RNS announcements, in monthly factsheets and on the website, this has been reported as being the US (grouped in the "North America" region) as the specific security held for TSMC is an ADR (American Depositary Receipt). This is because the ADR is traded on the US market and affords an investor the ease of access of that market as well as ensuring associated governance standards. Whilst it is not technically incorrect therefore to report the holding under the US domicile of the security, the Board feel it is more appropriate to report the underlying domicile of the Company (Taiwan), particularly given the increasing geopolitical tensions in that region. As the reporting on our website and on factsheets is by grouped 'region' for geography rather than by individual country, TSMC will be classified under "Far East & Pacific".

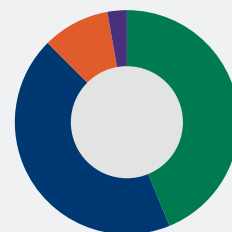
Top Ten Holdings (%)

Apple	5.6
Microsoft	5.4
Alphabet - A shares	5.1
Meta	4.0
Taiwan Semiconductor	3.8
Paycom Software	3.1
Palo Alto Networks	2.7
ASML	2.4
ON Semiconductor	2.4
Pure Storage	2.3

Total number of holdings 56

Market Cap Breakdown (%)

Over US \$100bn	43.8	
US \$10bn to 100bn	43.7	
US \$1bn to 10bn	9.7	
Cash	2.8	



The data shown is not constant over time and the allocation may change in the future. Totals may not sum to 100.0% due to rounding. This is no recommendation or solicitation to buy or sell any particular security.

Key Information

Launch Date	December 1995
AllianzGI Appointment	April 2007
AIC Sector	Specialist Sector: Technology, Media & Telecoms
Benchmark	Dow Jones World Technology Index (sterling adjusted, total return)
Annual Management Fee	0.8% p.a. on market capitalisation up to £400 million, 0.6% p.a. on any market capitalisation between £400 million and £1 billion, and 0.5% p.a. on any market capitalisation over £1 billion. In addition there is an admin fee of £55,000 p.a.
Performance Fee ¹	Yes
Ongoing Charges ²	0.69%
Year End	31 December
Annual Financial Report	Final published in March, Half-yearly published in August
AGM	April
NAV Frequency	Daily
Price Information	Financial Times, The Daily Telegraph, www.allianztechnologytrust.com
Company Secretary	Kelly Nice
Investment Manager	Mike Seidenberg
Codes	RIC: ATT.L SEDOL: BNG2M15

1. Calculated as 10% of outperformance against the benchmark, after adjusting for changes in share capital and will be capped at 1.75% of the Company's average daily NAV over the relevant year.

2. As at the Trust's Financial Year End (31.12.2021). Ongoing Charges (previously Total Expense Ratios) are published annually to show operational expenses, which include the annual management fee, incurred in the running of the company but excluding financing costs.

Board of Directors

Robert Jeens (Chairman)
Humphrey van der Klugt (Chairman of the Audit & Risk Committee and Senior Independent Director)
Neeta Patel
Tim Scholefield
Elisabeth Scott
Katya Thomson

How to invest

You can buy shares in the Trust through:

- A third party provider - see 'How to Invest' on our website, where you will find links to a range of these platforms, many of which allow you to hold the shares within an ISA, Junior ISA, SIPP and/or savings scheme.
- A stockbroker.
- A financial adviser.

Contact us

If you have any queries regarding our investment trusts our Investor Services team can be contacted on:

0800 389 4696

www.allianztechnologytrust.com

E-mail: investment-trusts@allianzgi.com

You will find much more information about Allianz Technology Trust on our website.

Please note that we can only offer information and are unable to provide investment advice. You should contact your financial adviser before making any investment decision.



Investing involves risk. The value of an investment and the income from it may fall as well as rise and investors may not get back the full amount invested. The views and opinions expressed herein, which are subject to change without notice, are those of the issuer and/or its affiliated companies at the time of publication. The data used is derived from various sources, and assumed to be correct and reliable, but it has not been independently verified; its accuracy or completeness is not guaranteed and no liability is assumed for any direct or consequential losses arising from its use, unless caused by gross negligence or wilful misconduct. The conditions of any underlying offer or contract that may have been or will be made or concluded shall prevail.

All data source Allianz Global Investors as at 31.01.23 unless otherwise stated.

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