

Allianz Technology Trust PLC*

*formerly RCM Technology Trust PLC



Factsheet

31 January 2015

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.

Fund Manager's Review



Walter Price

Portfolio Overview

The Allianz Technology Trust portfolio returned 0.19%, while the Dow Jones World Technology Index returned 1.34%. During the month, stock selection was moderately positive while industry allocation detracted from relative returns.

At the holdings level, **Palo Alto Networks** was also among the top performers for the month, as the stock continues its strong performance in a rising demand environment. With the persistent rise in high-profile security breaches, Cyber-security remains at the forefront of priorities for large corporations. Palo Alto Networks is well-positioned for the growing emphasis on next-generation security solutions, as it offers an integrated platform that addresses every step of the security chain. The integrated platform increases prevention rates compared to the single point solutions offered by other security vendors. We believe security spending should continue to rise at a rate of 50% or more over the next few years, which should bode well for Palo Alto Networks.

Other top active contributors included not holding **QUALCOMM** and underweighting **Microsoft**, as well as an overweight in **Amazon.com**.

On the negative side, our overweight position in **Alibaba** was among the top relative detractors for the month. While we like the long-term prospects for Alibaba, we reduced our position in early 2015 to lessen the negative performance impact from short-term headwinds. First, there was rhetoric from the Chinese government about Alibaba selling fake products on its website. Secondly, the rate of monetization on its mobile traffic was lower than we expected in the fourth quarter of 2014. These headwinds may weigh on the stock's performance in the short-term, but we believe the company's long-term positioning should outweigh the negative sentiment over time.

Our position in **Micron Technology** was also among the relative detractors for the month. The company reported a solid quarter, but its guidance was disappointing for the second quarter and for the year of 2015, driven by increased supply and lower seasonal demand. Micron is taking steps to move its DRAM manufacturing to the next process node (20nm), but this will result in lower production and no cost reduction benefits. Although the long term DRAM business remains intact, its NAND operation remains an underperformer due to product and manufacturing transition issues, as well as increasing price competition. Given these headwinds and the lack of earnings visibility, we exited our position to invest in higher conviction opportunities.

Other top active detractors included overweights in **SanDisk** and **Western Digital**, as well as an underweight in Apple (our largest absolute holding).

Market Outlook

We are finding excellent investment opportunities among more attractively valued areas of technology. In particular, certain technology incumbents are making compelling progress on their "as-a-service" offerings. Additionally, components makers in the hard disk drive and memory spaces, previously thought to be casualties of languishing PC sales, are finding good demand from the expansion in data centers needed to store data and deliver cloud services, and these companies are also benefiting from more stable profitability profiles because of industry consolidation. We think these companies could see significant re-ratings of their earnings multiples.

All data source Allianz Global Investors as at 31.01.15 unless otherwise stated.

Allianz Global Investors GmbH, UK Branch, 199 Bishopsgate, London EC2M 3TY

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 (%)



Cumulative Performance (%)

	3 Months	6 Months	1 Year	3 Years	5 Years
Share Price	2.9	10.6	4.9	84.1	117.7
NAV	2.7	14.0	10.2	64.8	120.5
Benchmark	6.5	14.6	26.0	57.4	98.2

Discrete Performance (%)

From To	29.01.10 31.01.11	31.01.11 31.01.12	31.01.12 31.01.13	31.01.13 31.01.14	31.01.14 30.01.15
Share Price	31.2	-9.9	13.1	55.1	4.9
NAV	40.9	-5.0	5.4	41.8	10.2
Benchmark	25.7	0.2	6.8	17.0	26.0

Source: Lipper, percentage growth, mid to mid, total return to 31.01.15.

Benchmark: Dow Jones World Technology Index (Sterling Adjusted).

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.

Copyright 2015 © Lipper, a Thomson Reuters company. All rights reserved. Lipper shall not be liable for any errors or delays in the content, or for any actions taken in reliance thereon.

Market Outlook (continued)

Another key growth area in technology is network security, which is rapidly gaining more attention as the increasing sophistication of cyberattacks has triggered more spending towards providers that offer new security technologies. We believe this trend will persist for several years, and companies that continue to enhance security technology stand to benefit over time.

While the broad selling pressure among Internet and cloud names appears to have lessened, we will continue carefully balancing risks and opportunities, leveraging our industry expertise, and emphasising individual stock selection.

Allianz 
Global Investors

Capital Structure

Total Assets:	£154.3m
Shares in Issue:	25,727,426 (Ordinary 25p)
Ordinary Share Price ¹ :	555.0p
Net Asset Value (Ordinary) ² :	599.7p
Premium/-Discount to NAV ² :	-7.5%
NAV Frequency	Daily

1. Source: Lipper as at 31.01.15, market close mid price.

2. A trust's Net Asset Value (NAV) 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, cumulative NAV is shown.

Key Information

Launch Date:	December 1995
Continuation Vote:	2016
AIC Sector:	Specialist Sector: Technology, Media & Telecoms
Benchmark:	Dow Jones World Technology Index (Sterling Adjusted)
Annual Management Charge:	0.8% plus £55,000 p.a. (Administration Fee)
Performance Fee: ²	Yes
Ongoing Charges: ¹	1.32%
Year end:	30 November
Annual Financial Report:	Final posted in March, Half-yearly posted in July
AGM:	April
Price Information:	Financial Times, The Daily Telegraph, www.allianztechnologytrust.com
Board of Directors:	Robert Jeens (Chairman), John Cornish FCA (Chairman of the Audit Committee and Senior Independent Director), Paul Gaunt, Richard Holway MBE, Dr Chris Martin, Elisabeth Scott
Company Secretary	Peter Ingram
Investment Manager	Walter Price
Codes:	RIC: ATT.L SEDOL: 0339072

1. Source: AIC, as at the Trust's Financial Year End (30.11.2013). Ongoing Charges (previously Total Expense Ratios) are published annually to show operational expenses including Annual Management Fee.

2. Calculated as 12.5% of the outperformance of the NAV compared to the indexed NAV over the performance period. The fee is capped at a maximum of 2.25% of the Trust's NAV at the year-end.

Risks & 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.

Sector Breakdown (%)

Technology	70.6
Consumer Services	15.3
Consumer Goods	4.9
Industrials	2.4
Financials	2.0
Utilities	2.0
Cash	1.8
Telecommunications	1.0

Geographic Breakdown (%)

North America	78.6
Far East & Pacific	14.2
Europe ex UK	3.2
UK	2.2
Cash	1.8

Top Ten Holdings (%)

Apple	7.6	Western Digital	2.8
Palo Alto Networks	6.1	Fireeye	2.8
Facebook	5.1	Freescale Semiconductor	2.5
ServiceNow	4.2	Intel	2.4
Amazon	4.0	Netflix	2.3
Total Number of Holdings	59		

How to Invest

The Trust is a UK public limited company traded openly on the stock market. You can purchase shares through a stock broker. Shares in the Trust can be held within an ISA, JISA, SIPP and/or savings scheme and a number of providers offer this facility. A list of suppliers is available on our website.

Contact Us

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

0800 389 4696

e-mail: investment-trusts@allianzgi.com

website: www.allianztechnologytrust.com

All data source Allianz Global Investors as at 31.01.15 unless otherwise stated.

This is a marketing communication issued by Allianz Global Investors GmbH, an investment company with limited liability, incorporated in Germany, with its registered office at Bockenheimer Landstrasse 42-44, D-60323 Frankfurt/M, registered with the local court Frankfurt/M under HRB 9340, authorised by Bundesanstalt für Finanzdienstleistungsaufsicht (www.bafin.de). Allianz Global Investors GmbH has established a branch in the United Kingdom, Allianz Global Investors GmbH, UK branch, which is subject to limited regulation by the Financial Conduct Authority (www.fca.org.uk). Details about the extent of our regulation by the Financial Conduct Authority are available from us on request.

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.