

## RCM Technology Trust PLC

Key Information	
<b>Total Assets</b> <sup>†</sup>	£54.3m
<b>Gearing</b> <sup>†</sup> (net)	nil
<b>No. of Shares</b> <sup>†</sup> (Ordinary Shares)	23,595,249
<b>No. of Shares</b> <sup>†</sup> (Subscription Shares)	4,772,062
<b>Share price*</b> (Ordinary Shares)	230p
<b>Share price*</b> (Subscription Shares)	31.5p
<b>Premium/-discount to NAV</b> <sup>†</sup>	-0.1%
<b>Package Value</b> <sup>†</sup>	236.3p
<b>Package premium/ -discount</b> <sup>†</sup>	-2.7%
<b>Net asset value</b> <sup>†</sup> (Ordinary Shares)	230.2p
<b>Benchmark</b>	Dow Jones World Technology Index (Sterling adjusted, total return basis)
<b>AIC Sector</b>	Tech Media & Telecomm
<b>RIC</b>	RTT
<b>Year end</b>	30th November
<b>Reports and Accounts</b>	Final posted in March, Interim posted in July
<b>AGM</b>	April
<b>Dividends</b>	None
<b>Price Information</b>	Financial Times and The Daily Telegraph
<b>Board of Directors</b>	David Quysner (Chairman), John Cornish FCA, Paul Gaunt, Dr Chris Martin, Richard Holway
<b>Investor services</b>	020 7065 1407
<b>Brochure request</b>	0800 317 573

† Source: Allianz Global Investors as at 30.06.08

Investment trusts are quoted companies listed on the London Stock Exchange. Their share price is determined by factors including demand, or lack of, which means that the shares may trade below (at a discount to) or above (at a premium to) the underlying net asset value. The package value is the value of one Ordinary Share and 1/5th of a Subscription Share.

The Trust may also seek to enhance returns for its shareholders through gearing, in the form of bank borrowings. Gearing can boost the Trust's returns when investments perform well, though losses can be magnified when investments do badly. It is the capital NAV that is shown, which excludes any income.

\* Source: Lipper as at 30.06.08

\*\* Following the approval of special resolutions at an extraordinary general meeting in August 2007, 4,770,568 RCM Technology Trust Subscription Shares have been listed. Qualifying shareholders received one Subscription Share for every five Ordinary Shares held by them on the 17.08.07. These are qualifying investments for stocks and shares ISAs. Each Subscription Share is capable of conversion, on notification to the Company in the thirty days preceding the annual general meeting in any of the years 2008 to 2012 (inclusive), into one Ordinary Share on the date of the relevant annual general meeting. The Conversion Price of the Subscription Shares will be 267p, which represented a 10% premium to the Net Asset Value per Share (calculated on an undiluted basis and in accordance with the basis set out in the prospectus dated 18.07.07) as at the close of business on 14.08.07. The Subscription shares may be traded separately from the Ordinary shares.

### Trust aim & characteristics

The investment objective of the Company is to invest principally in the equity securities of quoted technology companies on a worldwide basis with the aim of achieving long-term capital growth.

### Fund Manager's Review



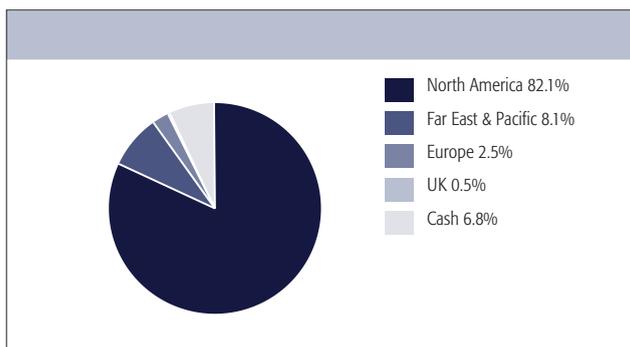
Walter Price

Stocks that did relatively well during the month included solar holdings such as First Solar, our videogame holdings like Nintendo and Activision, and our agriculture technology holding, Monsanto. We continue to like these themes but cut back our holding of Monsanto as prices spiked up for grain because of floods in the US. We have also cut our oil technology holdings because of the spike in crude oil.

Portfolio holdings in the communications and hardware sectors that rebounded in April and May gave up much of their gains during June, with stocks such as Riverbed, Juniper, and Cisco weak as communication orders were again deferred.

It is difficult to see the world stock markets recovering in a sustainable way until the worries about inflation subside. However, we may be close to that point with governments around the world focused on the issue and willing to accept slower growth rather than higher inflation. The idea that only the US will slow down and other economies will stay strong seems more unlikely, and stocks are adjusting to diminished expectations at this time. However we are still hopeful that the world will avoid a global recession.

Consumers seem to continue to find value in smart phones, to increase their use of the internet, as well as showing broader interest in videogames. We think this will continue. Many of the issues around food supply, raw materials availability, and stagnant oil supply will take some time to fix, but we see solutions on the horizon. Hybrid or electric vehicles will appear from all major suppliers in the 2010 model year. New seed technology is significantly improving crop yields. Solar power continues to ride a strong learning curve as new technologies are brought into production and the volume of silicon is increased dramatically. Smart grids with intelligent meters and more efficient computers and lighting are helping to reduce power demand. Many of these solutions involve technology companies that we own, and we are confident about their potential growth rates even if overall economic growth is low.



Source: Allianz Global Investors as at 30.06.08. Changes in rates of exchange may cause the value of investments and the income from them to go down or up.

Standardised Past Performance					
From to	30/06/2003 to 30/06/2004	30/06/2004 to 30/06/2005	30/06/2005 to 30/06/2006	30/06/2006 to 29/06/2007	29/06/2007 to 30/06/2008
<b>Share Price</b>	<b>13.8%</b>	<b>11.1%</b>	<b>1.7%</b>	<b>8.1%</b>	<b>1.6%</b>

Source: Allianz Global Investors/Lipper Hindsight. Discrete years, mid to mid, basic rate tax, based in UK sterling. Standardised past performance figures comply with the Financial Services Authority's regulations to enable investors to compare different products from different providers.

**Please note that RCM were appointed managers of this Trust on 30th April 2007.**

Past performance is not a reliable indicator of future performance. 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.

## Top 10 holdings

Name	%
Apple	5.9
Google	5.0
Cisco Systems	4.6
Salesforce.Com	4.3
Cognizant Technology	3.9
Research In Motion	3.5
US Treasury Bills - 0% 24/7/2008	3.5
Hewlett Packard	3.0
International Business Machines	3.0
US Treasury Bills - 0% 4/9/2008	2.9
<b>Total</b>	<b>39.6</b>

Source: Allianz Global Investors as at 30.06.08. 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.

## History

The Trust was launched in December 1995 as a way for investors to gain exposure to quoted technology companies on a worldwide basis with the aim of achieving long-term capital growth. The Board appointed RCM to manage the fund's assets from April 2007. The decision was based on the performance of RCM's US-based technology team, their experience and the manager's depth of expertise in the management of investment trusts.

**Launch Date:** December 1995 **Wind-up Date:** None (continuation vote in 2011)

## Share buybacks

The Company has adopted a discount management policy whereby consideration is given to buying back shares, for cancellation and into treasury, at prices representing a discount greater than 7.0% to net asset value per share, if there is demand for it to do so. 343,500 shares have been repurchased for cancellation since RCM assumed management of the Company, and no shares are currently held in treasury.