

Allianz Technology Trust PLC

Technology investing from the heart of the industry



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 Walter Price who has over 45 years of experience of investing in technology. He is Co-Head of the AllianzGI Global Technology Team which currently manages \$11bn in assets under management.

At the Heart of the Industry

Allianz Technology Trust is managed by the highly experienced AllianzGI 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.

© 2021 Morningstar. All Rights Reserved. The information contained herein: (1) is proprietary to Morningstar and/or its content providers; (2) may not be copied or distributed; and (3) is not warranted to be accurate, complete or timely. Neither Morningstar nor its content providers are responsible for any damages or losses arising from any use of this information. Past performance is no guarantee of future results.

Source and copyright of Citywire. Walter Price is '+' rated by Citywire for his three year risk-adjusted performance for the period 31.05.2018 to 31.05.2021. Citywire awards apply to the Manager, rather than the Fund.

Total Assets £1,234.4m **Shares in Issue** 428,756,680 (Ordinary 2.5p) **Market Cap** £1,166.2m

Share Price

272.0p

NAV per Share

287.9p

Premium/-Discount

-5.5%

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

Portfolio Overview

The Allianz Technology Trust's NAV returned -3.9% in May, underperforming the Dow Jones World Technology Index return of -3.3%. During the month, stock selection and industry allocation detracted from relative performance.

Our underweight position in Apple, one of the largest holdings in the benchmark, was the top contributor to relative performance as shares were negatively impacted by the rotation away from growth and into more cyclical/value stocks. At the end of April, Apple reported robust quarterly financial results that beat expectations with revenue growing 54% year-on-year. Every product category saw double-digit revenue growth led by iPhones, Macs, and iPads, and international growth was very strong in Greater China and Europe. Management's guidance was better than expected despite supply constraints, and the board authorized an increase of \$90bn to the existing share repurchase program. The iPhone installed base continued to grow beyond a billion units and reached an all-time high, helping to drive record services revenue. In part, Apple is benefitting from the work-from-home and learn-from-home trends as reflected in strength in their PC and tablet product categories. The ongoing roll out of the new 5G iPhone is expected to be one of the biggest product cycles in the company's history. Apple remains one of the top positions in the portfolio but continues to be significantly underweight relative to the benchmark's large position.

Our position in CrowdStrike was also a top relative contributor during the period. The company announced an expanded partnership with Google

“ Given the early stage of the corporate migration to the cloud, AWS is well-positioned

to integrate its Falcon platform with Google Cloud's suite of security products. With this agreement, CrowdStrike could increase its lead over security software peers after already becoming the top security provider for workloads deployed on Amazon Web Services (AWS). While the company has seen consistently strong demand with the large enterprise, the low-touch frictionless model is also resonating with small-to-medium sized business customers.

Other top active contributors included not owning Alibaba and overweight positions in Seagate and Western Digital.

Our position in Okta was the top relative detractor during the period as some investors were concerned about mixed forward guidance and the CFO's announced departure. Okta delivered a strong quarter and exceeded expectations for nearly all relevant metrics. With the Auth0 acquisition completed shortly after quarter-end, the company has now set its sights on \$4bn+ in revenue by fiscal 2026 with a 20% free cash flow margin. Subscription revenue grew 38% year-on-year and billings grew 74% year-on-year. Customer count was up 650 quarter on quarter, the highest increase on record, while customers with annual contract value >\$100k increased by 125 quarter on quarter, exceeding last year's increase of 113. The company announced that CFO Mike Kourey is stepping down effective June 1, 2021, and the current SVP of Finance and Treasurer, Brett Tighe, was appointed as interim CFO. The company is currently searching for a permanent replacement. We believe Okta is on a multiyear journey benefiting from massive tailwinds such as zero trust, digital transformation, and cloud transition, which will likely provide a catalyst for growth for years to come.

Our position in Amazon.com was also a top relative detractor as shares



Walter Price CFA, Portfolio Manager

Allianz Technology Trust PLC is managed by Walter Price who is a Managing Director and Co-Head of the AllianzGI Technology Team in San Francisco, having joined in 1974. Walter is a current Director and past president of the M.I.T. Club of Northern California. He also heads the Educational Council for M.I.T. in the Bay Area and is a past Chairman of the AIMR Committee on Corporate Reporting for the computer and electronics industries.

were impacted by the rotation away from growth and into more cyclical/value stocks. At the end of April, Amazon reported strong quarterly financial results that beat expectations across the board on revenue, operating leverage, Earnings per Share (EPS), and cash flow. Amazon Web Services (AWS) showed strong sequential acceleration to 32% year-on-year from 28% year-on-year despite approaching a \$50bn run rate. Given the early stage of the corporate migration to the cloud, AWS is well-positioned to become potentially the largest and most profitable technology platform. Advertising related revenues accelerated to 73% year-on-year growth, and retail continues to be strong in every region, but with notable improvements in operating efficiency in international markets. The company delivered a very strong 8.2% operating margin on the quarter, and management provided guidance that was 7% above street expectations for revenue. In our view, the pandemic is strengthening Amazon's long-term competitiveness as demand for e-commerce and cloud computing has increased and will likely remain high post the pandemic. Overall, the company continues to delight its customers in ways that are allowing it to capture a larger and larger share of spend, both consumer and enterprise.

Other top active detractors included overweight positions in HP, Paycom Software, and Square.

Market Outlook

In our view, the technology sector continues to benefit from strong tailwinds which should continue to drive attractive long term appreciation. There is no question in our minds that the present events around the COVID-19 crisis will spur the use of technology and change how we live and work in the future. We are in a period of rapid change, where the importance of technology is key to the prosperity of most industries. This environment is likely to provide attractive growth opportunities in many technology stocks over the next several years.

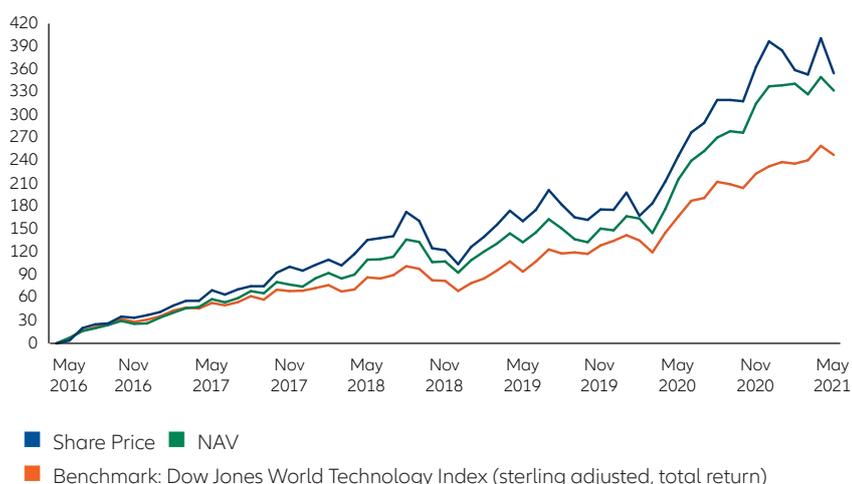
We continue to believe the technology sector can provide some of the best absolute and relative return opportunities in the equity markets – especially for bottom-up stock pickers.

Walter Price
17 June 2021

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	-0.9	-1.8	31.4	92.9	354.8
NAV	-2.1	4.1	37.0	105.8	332.0
Benchmark	3.4	7.6	30.3	86.1	247.5

Discrete 12 Month Returns to 31 May (%)

	2021	2020	2019	2018	2017
Share Price	31.4	32.9	10.5	38.9	69.7
NAV	37.0	35.4	11.0	32.8	58.0
Benchmark	30.3	37.3	4.0	22.0	53.1

Source: Thomson Reuters DataStream, percentage growth, mid to mid, total return to 31.05.21. Copyright 2021 © 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 (%)

Technology	76.4	
Industrials	7.4	
Consumer Services	6.9	
Consumer Goods	5.4	
Financials	0.8	
Health Care	0.8	
Cash	2.3	

Top Ten Holdings (%)

Alphabet - A shares	6.1
Amazon	4.0
Micron Technology	3.7
Microsoft	3.7
Facebook	3.5
Expedia Group	3.2
CrowdStrike	3.2
Samsung Electronics	3.1
Seagate Technology	3.1
Lam Research	2.5

Total number of holdings 66

Geographic Breakdown (%)

North America	86.5	
Far East & Pacific	5.6	
Europe ex UK	4.2	
UK	1.5	
Cash	2.3	

Market Cap Breakdown (%)

Over US \$100bn	36.4	
US \$10bn to 100bn	54.5	
US \$1bn to 10bn	6.8	
Cash	2.3	

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
Continuation Vote	2021 AGM
AIC Sector	Specialist Sector: Technology, Media & Telecoms
Benchmark	Dow Jones World Technology Index (sterling adjusted, total return)
Annual Management Charge	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	0.80%
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	Eleanor Emuss
Investment Manager	Walter Price
Codes	RIC: ATT.L SEDOL: BNG2M15

1. 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.

2. Source: AIC, as at the Trust's Financial Year End (31.12.2020). Ongoing Charges (previously Total Expense Ratios) are published annually to show operational expenses 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
Elisabeth Scott

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 31.05.21 unless otherwise stated.

This is a marketing communication issued by Allianz Global Investors GmbH, www.allianzgi.com, an investment company with limited liability, incorporated in Germany, with its registered office at Bockenheimer Landstrasse 42-44, 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, 199 Bishopsgate, London, EC2M 3TY, www.allianzglobalinvestors.co.uk, deemed authorised and regulated by the Financial Conduct Authority. Details of the Temporary Permissions Regime, which allows EEA-based firms to operate in the UK for a limited period while seeking full authorisation, are available on the Financial Conduct Authority's website 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.