

# RCM Technology Trust PLC

Factsheet

31 March 2013

## 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 Highlights

The Trust's NAV returned 2.09% in March, which outperformed the benchmark return of 1.30%. During the month, stock selection was positive while industry allocation decisions had a neutral effect on relative performance.

At the stock level, LED lighting systems maker Cree was the largest contributor to active returns during the month. The company's shares surged after it increased current quarter sales and earnings forecasts above analyst expectations.

Micron Technology was also among the top contributors. Shares of the dynamic random-access memory (DRAM) chip maker surged on strong quarterly sales that exceeded analysts' expectations. In February, a Tokyo District Court approved the sale of DRAM chip maker Elpida Memory to Micron. The deal is expected to close in the middle of this year.

Other top contributors included cloud software company NetSuite and our underweight in tech giant Oracle.

On the negative side, Chinese holding Youku Tudou was among the top detractors from relative performance. The Internet television leader reported in-line fiscal Q4 results but provided disappointing sales guidance for the current quarter. Management highlighted that it expects near-term business impact from the recent merger between the two previously separate businesses, Youku and Tudou. We are confident that the combined company will be able to work through these temporary issues and emerge as a strong player in this market.

Web content delivery expert Akamai was also among the top detractors from relative performance. The company's shares were down over the month after management offered reduced long-term margins guidance. We continue to like the stock as the company should gain momentum with some of its long-term growth initiatives.

## Market Outlook

In our view equity markets have reacted positively to improving visibility on a number of the economic and political challenges impacting the global economy over the past few years. We believe the technology sector is especially well-positioned to benefit from additional clarity and further progress on these issues.

Broadly, we think technology companies should benefit from improvement in business technology spending trends over the coming years. U.S. corporations currently have record amounts of cash on their balance sheets and have experienced profit growth of over 100% since 2008. After severe underinvestment in technology for the past few years, we expect companies could start to increase their technology spending particularly on consumer-facing software solutions.

## Performance (%)



## Cumulative Performance (%)

	3 Months	6 Months	1 Year	3 Years	5 Years
Share Price	16.2	17.7	16.3	26.4	77.6
NAV	14.9	13.2	3.7	29.2	84.4
Benchmark	11.0	7.1	3.0	22.8	72.3

## Discrete Performance (%)

From To	31.03.08 31.03.09	31.03.09 31.03.10	31.03.10 31.03.11	31.03.11 30.03.12	30.03.12 29.03.13
Share Price	-8.8	54.1	18.5	-8.2	16.3
NAV	-4.8	49.9	27.4	-2.2	3.7
Benchmark	-7.7	52.1	6.5	12.0	3.0

Source: Lipper, percentage growth, mid to mid, total return to 31.03.13.

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

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

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## Capital Structure

Total Assets:	£106.7m
Shares in Issue:	25,882,256 (Ordinary 25p)
Ordinary Share Price <sup>1</sup> :	373.0p
Net Asset Value (Ordinary) <sup>2</sup> :	412.4p
Premium/-Discount to NAV <sup>2</sup> :	-9.6%
NAV Frequency	Daily

1. Source: Lipper as at 31.03.13, 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.

All data source Allianz Global Investors as at 31.03.13 unless otherwise stated.

Allianz Global Investors, 155 Bishopsgate, London EC2M 3AD

**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.**

**Allianz**   
Global Investors

## 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:	1% plus £50,000 p.a.
Performance Fee: <sup>2</sup>	Yes
On-going Charges: <sup>1</sup>	1.13%
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.rcmtechnologytrust.co.uk
Board of Directors:	David Quysner CBE (Chairman), John Cornish FCA (Chairman of the Audit Committee and Senior Independent Director), Paul Gaunt, Richard Holway MBE, Dr Chris Martin
Company Secretary	Peter Ingram
Investment Manager	Walter Price
Codes:	RIC: RTT SEDOL: 0339072

1. Source: AIC, as at the Trust's Financial Year End (30.11.2012). On-going Charges (previously Total Expense Ratios) are published annually to show operational expenses including Annual Management Fee.

2. Calculated as 20% of the outperformance of the NAV compared to the indexed NAV over the performance period.

## 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, which means that the shares may trade below (at a discount to) or above (at a premium to) the underlying net asset value.

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.

Investment trusts can enhance returns through gearing. This can boost a Trust's returns when investments perform well, though losses can be magnified when investments lose value. This Trust does not currently employ gearing. Derivatives can be used to manage the Trust efficiently.

## 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 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:

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## Sector Breakdown (%)

Technology	66.7	
Consumer Services	15.4	
Industrials	10.2	
Consumer Goods	3.5	
Utilities	2.2	
Telecommunications	0.8	
Financials	0.5	
Basic Materials	0.5	
Health Care	0.2	

## Geographic Breakdown (%)

North America	85.0	
Far East & Pacific	9.1	
Europe ex UK	3.8	
UK	1.5	
South America	0.6	

## Top Ten Holdings (%)

Google	6.2	Salesforce.com	3.0
SanDisk	3.8	Tesla Motors	2.9
Cisco Systems	3.7	Aruba Networks	2.7
Cree	3.3	Amazon	2.6
NetSuite	3.1	Western Digital	2.5
<b>Total Number of Holdings</b>	<b>78</b>		

All data source Allianz Global Investors as at 31.03.13 unless otherwise stated.

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