

## RCM Technology Trust PLC

Key Information	
<b>Total Assets</b> <sup>†</sup>	£58.5m
<b>Gearing</b> <sup>†</sup> (net)	nil
<b>No. of Shares</b> <sup>†</sup> (Ordinary Shares)	23,565,249
<b>No. of Shares</b> <sup>†</sup> (Subscription Shares)	4772,062.0
<b>Share price*</b> (Ordinary Shares)	230.75p
<b>Share price*</b> (Subscription Shares)	27.5p
<b>Premium/-discount to NAV</b> <sup>†</sup>	-6.5%
<b>Package Value</b> <sup>†</sup>	236.25p
<b>Package premium/ -discount</b> <sup>†</sup>	-2.3%
<b>Net asset value</b> <sup>†</sup> (Ordinary Shares)	246.76p
<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

† Source: Allianz Global Investors as at 31.08.08

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. An undiluted, cum-income NAV is shown, as a capital NAV is not announced for the Trust.

\* Source: Lipper as at 31.08.08

\*\* 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.

### 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.

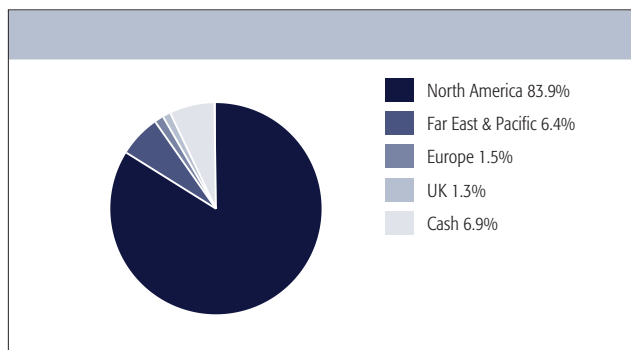
### Fund Manager's Review



Walter Price

Inputs of weaker consumer spending in August hurt many consumer-sensitive holdings such as Google, Nintendo, Samsung, Qualcomm, and Research in Motion. This was despite a better than expected reception to the 3G iPhone from Apple which helped our holding in the stock. Other negative effects were a perceived slowdown in orders at Salesforce.com and weakness in China from the earthquake and Olympics pause. Partially offsetting these negative effects were strong results from solar holdings such as Suntech and SunPower, who had excellent results in their quarters, as well as some of the enterprise companies that are coping with the slowdown well, such as McAfee in the security area.

During this period we raised some cash and made the portfolio more conservative, as we worried that expectations of a quick recovery were too optimistic, given the continuing financial pressures on consumers and lenders. For example, we bought back a large position in Microsoft, given the low valuation and fear about another Yahoo bid, which we felt was misplaced. We expect another period of reducing expectations will pressure most technology stocks, and we hope to buy those that we think will continue to do well during this slow economy.



Source: Allianz Global Investors as at 31.08.08.  
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	%
Qualcomm	5.6
Apple	5.0
Google	4.1
Microsoft	3.8
Research In Motion	3.8
Salesforce.com	3.8
Cisco Systems	3.5
Hewlett Packard	3.5
Oracle	3.4
Intel	3.4
<b>Total</b>	<b>39.9</b>

Source: Allianz Global Investors as at 31.08.08. 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. 373,500 shares have been repurchased for cancellation since RCM assumed management of the Company, and no shares are currently held in treasury.