

Allianz Technology Trust PLC

Technology investing from the heart of the industry

Allianz 
Global Investors

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 the highly experienced Global Technology Team which currently manages \$12bn in assets under management.

At the Heart of the Industry

Allianz Technology Trust is managed by the highly experienced 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.

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From 25 July 2022, discretionary portfolio management services formerly provided to Allianz Technology Trust PLC (the "Company") by Allianz Global Investors ("AllianzGI") have been delegated to Voya Investment Management Co. LLC ("Voya IM"). All members of the former AllianzGI Global Technology Team transferred to Voya IM and continue to manage the Company's portfolio. It is anticipated that there will be no change to the investment process. AllianzGI will remain the Company's AIFM (Alternative Investment Fund Manager), providing company secretarial, administration and sales and marketing services.

Total Assets £1,006.8m **Shares in Issue** 401,591,953 (Ordinary 2.5p) **Market Cap** £901.6m

Share Price

224.5p

NAV per Share

250.7p

Premium/-Discount

-10.5%

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

Allianz Technology Trust's NAV total return was 1.10% in February, compared to the Dow Jones World Technology Index return of 0.81%. During the month, stock selection contributed to relative performance, while industry allocation modestly detracted.

Contributors

Palo Alto Networks delivered better-than-expected top and bottom-line metrics, strong full-year guidance and further evidence the company's innovation flywheel is healthier than ever. Both revenue and total billings grew 26% during the quarter and were ahead of Wall Street expectations. The company's operating margins were up 4.4% compared to the prior year to 22.8% which led to Earnings per Share (EPS) growth of 81%. 'Adjusted non-GAAP Free Cash Flow', a key metric of total company health, grew 76% on a trailing twelve-month (TTM) basis. Steady research and development (R&D) investments coupled with the benefits from successful Merger and Acquisition (M&A), drove \$2.3 billion in Next Generation Security (NGS) Annualized Recurring Revenue (ARR), which was up 63% compared to the prior year. The NGS business is the primary growth engine of the business which makes size and growth all the more impressive.

Meta Platforms Inc. delivered solid earnings results, driven by strong engagement as well as improvements in e-commerce ad spend. Meta lowered its full year 2023 total operating expenses and capital expenditures outlook, which have been a key focus of investor angst. The company noted that it will focus on driving efficiencies in some areas, while contemplating revenue growth in others. This is evident in the company's revised data center plans, where Meta is focused on cost-efficiency and flexibility. This is a very welcomed change as Meta's high level of spending has been a concern for several years. Additionally, Reels plays doubled year-over-year, and Meta expects Reels usage to be a "neutral" monetisation challenge at the end of 2023 or early 2024.

“ Meta Platforms Inc. delivered solid earnings results, driven by strong engagement as well as improvements in e-commerce ad spend

Reels has been a significant revenue challenge, so this improvement could contribute to more stable revenue growth over time.

Other top contributors included overweight positions to Hubspot, Inc. and Tesla, Inc., and an underweight position to Alphabet.

Detractors

Our underweight to NVIDIA Corp. was among the top detractors in February. Earnings results were ahead of consensus expectations, and management guided ahead of the Wall Street consensus viewpoint for the April quarter. The company appears to be through the bottoming process in its gaming segment, as well as seeing stabilisation for its data center business. The data center business is expected to produce solid growth in the April quarter and then accelerate further as the year goes on. Management highlighted several ways in which it is looking to monetise generative model training and inference in both hardware and software, which should become a key contributor to overall growth. We will look for attractive opportunities to add to the position to reduce the underweight relative to the benchmark.

Paycom reported modest revenue upside, while EBITDA (Earnings Before Interest, Taxes, Depreciation, and Amortisation) reached around \$164 million, about \$19 million ahead of consensus forecasts. Management highlighted the company continues to benefit from strong operational execution and healthy end-market demand that is expected to continue throughout 2023. Paycom exited the year with 36 thousand clients (+8%), while the number of employee records grew 14%, indicative of the



Mike Seidenberg, Lead Portfolio Manager

Michael Seidenberg received his BS in Business Administration from the University of Colorado in 1990. He received his Master of Business Administration from Columbia Business School in 1996 with concentrations in Finance and Accounting. Prior to attending Columbia Business School, Michael worked for Roche Laboratories (a division of Hoffman LaRoche) in pharmaceutical and biotechnology sales. From 1996-2001, he worked in the software industry in a variety of roles and spent time at Oracle Corporation. He began his investing career with Citadel Investment Group in 2001 covering the software space. Over the next 8 years he broadened his coverage list to include a variety of technology sectors. Prior to joining the Global Technology team in Sept 2009, Michael worked at a number of hedge funds including Pequot Capital and Andor Capital.

company moving upmarket to larger-sized employers. The company's customer retention rate of 93% was consistent with its four-year average, providing revenue stability with its core. We believe the company continues to execute well.

Other top detractors included overweight positions to JD.com, Inc. and Taiwan Semiconductor Manufacturing Co., Ltd., and an underweight to Apple Inc.

Market outlook

Our expectation is that the recent decline in technology stocks could translate to an attractive opportunity for long-term investors as the technology sector is likely to continue benefiting from secular tailwinds which should, we believe, drive capital appreciation over time. Having said this, we are cognisant of the scrutiny on IT budgets and the potential challenge near term. In addition, many companies remain challenged to find workers to meet customer demands and are likely to further leverage technology-based solutions to improve productivity of limited staffs. As companies need to reduce costs and improve productivity, particularly in light of a potentially uncertain macroeconomic outlook, we expect to see accelerating demand for innovative and more productive solutions such as cloud, software-as-a-service, artificial intelligence, cyber security, etc. We are in a period of rapid change, where the importance of technology is key to the prosperity of most industries. We believe that this environment is likely to provide attractive growth opportunities in many technology stocks over the next several years.

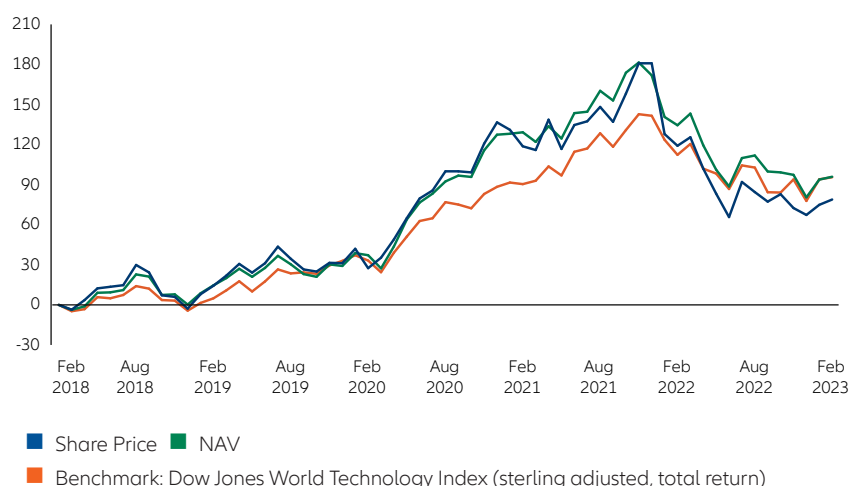
We continue to believe the technology sector can provide some of the best absolute and relative return opportunities in the equity markets — particularly for bottom-up stock pickers with proven long-term selection capabilities.

Mike Seidenberg
13 March 2023

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	3.7	-3.0	-18.4	40.3	78.9
NAV	-0.7	-7.5	-16.5	42.8	95.9
Benchmark	0.9	-3.6	-7.9	46.8	95.6

Discrete 12 Month Returns to 28 February (%)

	2023	2022	2021	2020	2019
Share Price	-18.4	0.2	71.6	11.5	14.3
NAV	-16.5	2.3	67.1	19.7	14.6
Benchmark	-7.9	11.5	42.9	27.0	4.9

Source: Thomson Reuters Refinitiv DataStream, percentage growth, mid to mid, total return to 28.02.23. Copyright 2023 © 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 (%)

Information Technology	88.1	
Consumer Discretionary	6.8	
Industrials	2.8	
Cash	2.2	

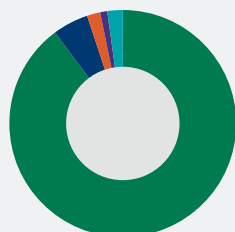
Top Ten Holdings (%)

Apple	7.8
Microsoft	6.5
Meta	4.7
Alphabet - A shares	4.7
Taiwan Semiconductor	3.7
Palo Alto Networks	3.3
HubSpot	2.6
ON Semiconductor	2.5
ASML	2.3
Pure Storage	2.3

Total number of holdings 56

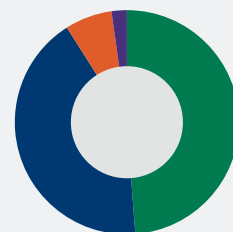
Geographic Breakdown (%)

North America	89.8	
Far East & Pacific	5.1	
Europe ex UK	1.9	
UK	1.0	
Cash	2.2	



Market Cap Breakdown (%)

Over US \$100bn	48.8	
US \$10bn to 100bn	42.2	
US \$1bn to 10bn	6.8	
Cash	2.2	



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
AIC Sector	Specialist Sector: Technology, Media & Telecoms
Benchmark	Dow Jones World Technology Index (sterling adjusted, total return)
Annual Management Fee	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	0.70%
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	Kelly Nice
Investment Manager	Mike Seidenberg
Codes	RIC: ATT.L SEDOL: BNG2M15

1. Calculated as 10% of outperformance against the benchmark, after adjusting for changes in share capital and will be capped at 1.75% of the Company's average daily NAV over the relevant year.

2. As at the Trust's Financial Year End (31.12.2022). Ongoing Charges (previously Total Expense Ratios) are published annually to show operational expenses, which include the annual management fee, incurred in the running of the company but excluding financing costs.

Board of Directors

Robert Jeens (Chairman)
Katya Thomson (Chairman of the Audit & Risk Committee)
Humphrey van der Klugt (Senior Independent Director)
Neeta Patel
Tim Scholefield
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 28.02.23 unless otherwise stated.

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