

MFM Techinvest Technology Fund (Class A)

Fund Update: January 2019

<p>IA Classification: Technology and Telecommunications</p> <p>Fund Objective: The aim of the MFM Techinvest Technology Fund is to provide capital growth and the accumulation of income through a globally invested portfolio of equities and bonds. Emphasis is placed on technology-based businesses worldwide. It is envisaged that up to 75% of the total fund value is normally invested in securities quoted on the London Stock Exchange, with the balance invested elsewhere, primarily North America.</p>	<p>Share Price: 510.74p (at 31st December 2018)</p> <p>Five year performance:</p> <table> <tr> <td>Fund Share Price</td> <td>41.42%</td> </tr> <tr> <td>FTSE 100:</td> <td>-0.31%</td> </tr> <tr> <td>FTSE TechMARK All-Share:</td> <td>19.28%</td> </tr> <tr> <td>AIM All-Share:</td> <td>0.93%</td> </tr> </table>	Fund Share Price	41.42%	FTSE 100:	-0.31%	FTSE TechMARK All-Share:	19.28%	AIM All-Share:	0.93%
Fund Share Price	41.42%								
FTSE 100:	-0.31%								
FTSE TechMARK All-Share:	19.28%								
AIM All-Share:	0.93%								

Source: Bloomberg (Indices), Morningstar (Fund, mid-to-mid)

Manager's Comment

Equity markets dipped in December, with notable declines in the major US indices. In what is traditionally a quiet month on the company reporting front, share prices were largely driven by macroeconomic factors. Concerns over the health of the global economy and escalating tensions between the US and China weighed on investor sentiment. Christmas Eve trading saw the commencement of a strong rally in US equities which has continued into early January. This has been accompanied by an uptick in M&A activity, with corporate buyers being attracted by lower asset prices.

The **MFM Techinvest Technology Fund** is showing a gain of 474.06% since the start of 2009, putting it in second place in the Technology & Telecoms IA classification table over that period. (source: Bloomberg, Morningstar; 31st December 2018).

Recent Activity

During December the Fund took advantage of opportunities presented by the indiscriminate nature of the sell-off in equities, to add to a number of its existing holdings at attractive prices. These included Pluralsight, an enterprise learning platform offering end-to-end learning solutions for businesses; PayPal, the renowned digital payments company; and Quantenna Communications, a provider of high-performance Wi-Fi solutions capitalising on the continuing explosive growth in internet data consumption.

Fund Performance				
	5 years %	3 years %	1 year %	6 months %
MFM Techinvest Technology Fund	41.42	45.59	8.32	-5.34
FTSE 100	-0.31	7.78	-12.48	-11.90
FTSE TechMARK All Share	19.28	1.69	-6.79	-6.03

Discrete Year Performance	Fund Performance %
01/01/2018 to 31/12/2018	8.32
01/01/2017 to 31/12/2017	11.03
01/01/2016 to 31/12/2016	21.05
01/01/2015 to 31/12/2015	-6.08
01/01/2014 to 31/12/2014	3.43

Please remember that past performance is not a guide to the future. Fund launched 19th May 2003. Source: Bloomberg (Indices), Morningstar (Fund, mid-to-mid). Data at close 31st December 2018.

Top 10 Holdings		Geographic Breakdown	
Attunity	9.4%	<p>Legend: ■ UK & Ireland ■ United States □ Canada</p>	
Mitek Systems	7.3%		
Nokia	4.5%		
Etsy	4.5%		
Radware	4.5%		
Aviat Networks	4.4%		
Ceragon Networks	3.7%		
Vicor	3.5%		
Invitae	3.1%		
Fireeye	2.9%		

Source: Techinvest Limited. Data at close 31st December 2018.

Authorised Corporate Director	Marlborough Fund Managers Limited (Authorised and regulated by the Financial Conduct Authority) Head Office: Marlborough House, 59 Chorley New Road, Bolton, BL1 4QP. Telephone: +44 (0) 1204 380 060
Investment Manager	Techinvest Limited (Regulated by the Central Bank of Ireland) Merchants House, 27/30 Merchants Quay, Dublin 8, Ireland
Fund Size	£41.0m
Fund Launch	19 th May 2003
Minimum Investment	£1,000
Valuation Point	Weekly (each Wednesday at noon)
Initial Charge	5%
Ongoing Charge (Class A)	1.71%
Contact	Marlborough Fund Managers Ltd Marlborough House, 59 Chorley New Road, Bolton, BL1 4QP. Telephone: +44 (0) 1204 380 060 The Key Investor Information Document and Full Prospectus are available free of charge.

Source: Marlborough Fund Managers. Data at close 31st December 2018.

† The Lipper Fund Awards are part of the Thomson Reuters Awards for Excellence, a global family of awards that celebrate exceptional performance throughout the professional investment community. The Thomson Reuters Awards for Excellence recognise the world's top funds, fund management firms, sell-side firms, research analysts, and investor relations teams. For more information, please refer to www.lipperfundawards.com.

Risk Warnings

The price of shares in the Fund can go down as well as up and therefore investors may not get back all they have invested. The Fund is subject to an initial charge and consequently charges are not made uniformly throughout the period of investment. Changes in exchange rates between currencies may cause the value of investments to diminish or increase. The Fund invests in smaller companies and companies listed on AIM, which carry a higher degree of risk than larger companies. The shares of smaller companies may be less liquid and their performance more volatile over shorter time periods. The Fund focuses on a specific sector which can also lead to greater volatility.

The contents of this document are purely for information purposes only, and are not to be considered as an offer or solicitation to deal in investments. Opinions expressed, whether in general or on the performance of individual securities and in a wider economic context, represent the views of *Techinvest* at the time of preparation. They are subject to change and should not be interpreted as investment advice.

Issued and approved by Techinvest Limited. Techinvest Ltd is regulated by the Central Bank of Ireland. The MFM Techinvest Technology Fund is authorised by the Financial Conduct Authority. The Fund is not authorised for sale in the Republic of Ireland. Techinvest is the Investment Manager of the Fund and is separately remunerated for its services.