

MFM Techinvest Technology Fund (Class A)

Fund Update: June 2018

<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: 518.04p (at 31st May 2018)</p> <p>Five year performance:</p> <table> <tr> <td>Fund Share Price</td> <td>86.91%</td> </tr> <tr> <td>FTSE 100:</td> <td>16.64%</td> </tr> <tr> <td>FTSE TechMARK All-Share:</td> <td>48.08%</td> </tr> <tr> <td>AIM All-Share:</td> <td>48.32%</td> </tr> </table>	Fund Share Price	86.91%	FTSE 100:	16.64%	FTSE TechMARK All-Share:	48.08%	AIM All-Share:	48.32%
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Source: Bloomberg (Indices), Morningstar (Fund, mid-to-mid)

Manager's Comment

The major technology indices in both the UK and US made steady progress during the month of May. Markets were buoyed by strong trading updates and shook off geopolitical concerns, in particular the resurfacing of trade disputes and political turmoil in Italy. There are positive signs of a pickup in the share prices of small cap stocks, after an extended period of outperformance by a number of the high profile mega caps.

The **MFM Techinvest Technology Fund** is showing a gain of 482.26% since the start of 2009, putting it in second place in the Technology & Telecoms IA classification table over that period.
(source: Bloomberg, Morningstar; 31st May 2018).

Recent Activity

During the month, the Fund took a position in Exfo, a Canadian Company which develops network test, monitoring and analytics solutions for communications service providers, network equipment manufacturers and webscale companies. The Company is a play on the forthcoming wave of investment required to build the next generation 5G communications networks. During May, the Fund also acquired a position in OneSpan, which operates in the burgeoning area of digital security. The Company provides security solutions, incorporating identity, fraud prevention, electronic and transaction signing, mobile application protection and risk analysis. More than half of the top 100 global banks use OneSpan solutions to protect their online, mobile, and ATM channels.

Fund Performance				
	5 years %	3 years %	1 year %	6 months %
MFM Techinvest Technology Fund	86.91	34.83	5.32	8.27
FTSE 100	16.64	9.93	2.10	4.80
FTSE TechMARK All Share	48.08	7.10	-2.38	3.03

Discrete Year Performance	Fund Performance %
01/06/2017 to 31/05/2018	5.32
01/06/2016 to 31/05/2017	42.36
01/06/2015 to 31/05/2016	-10.08
01/06/2014 to 31/05/2015	11.75
01/06/2013 to 31/05/2014	24.05

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 May 2018.

Top 10 Holdings		Geographic Breakdown	
Mitek Systems	5.7%	<p>■ UK & Ireland ■ United States □ Canada</p>	
Vicor	5.4%		
Radcom	5.2%		
Attunity	4.9%		
Aviat Networks	3.9%		
Radware	3.4%		
Datawatch	3.4%		
Learning Technologies	3.4%		
First Derivatives	3.1%		
Adesto Technologies	3.0%		

Source: Techinvest Limited. Data at close 31st May 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	£42.5m
Fund Launch	19 th May 2003
Minimum Investment	£1,000
Valuation Point	Weekly (each Wednesday at noon)
Initial Charge	5%
Ongoing Charge (Class A)	1.72%
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 May 2018.

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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.