

Fund Information		
<b>Fund Manager</b>	Ronald Chan	
<b>Launch date</b>	20th June 2002	
<b>Fund benchmark</b>	MSCI AC Far East (ex Japan)	
<b>Annual charge</b>	1.75%	
	<b>ISA</b>	<b>Direct</b>
<b>Initial charge</b>	3%	4%
<b>Minimum investment</b>	£1,000	£500
<b>Additional investment</b>	£1,000	£500
<b>Regular savings plan</b>	£200	£50
<b>Ex dividend date</b>	1st May 1st November	
<b>Payment date</b>	30th June 31st December	
<b>Share classes and type</b>	A (Accumulation shares) C (Income shares)	

Total Expense Ratio	
	30th April 2008
<b>TER Share Class 'A'</b>	1.96%
<b>TER Share Class 'C'</b>	1.14%

A Total Expense Ratio is a figure representing all operating charges and expenses as a percentage of a Fund's value. It includes the annual management fee as well as all the administrative costs incurred by the Fund.

Performance Record		
	Highest Price (p)	Lowest Price (p)
<b>'A' Class</b>		
<b>2003</b>	229.63	148.60
<b>2004</b>	234.11	185.62
<b>2005</b>	302.85	216.73
<b>2006</b>	358.95	290.42
<b>2007</b>	529.25	341.89
<b>2008**</b>	473.91	351.65
<b>'C' Class</b>		
<b>2006*</b>	359.46	328.25
<b>2007</b>	530.52	342.89
<b>2008**</b>	470.79	348.91

\*For the period 2nd November 2006 to 31st December 2006

\*\*For the period to 30th April 2008

Dear Investor,

The short report below, as prescribed by the Financial Services Authority (FSA), aims to provide clearer, more concise information and is designed to enable shareholders to make an informed judgement on the activities of their investment during the period covered by the report. We continually strive to enhance the information we send to you and we would welcome any comments you may have on the new format. Audited Long-form report and accounts can still be viewed at [www.allianzgi.co.uk](http://www.allianzgi.co.uk). Alternatively, call our Investor Services team on 0800 317 573 to request a copy.

Thank you for your continued investment with Allianz Global Investors.

## Allianz RCM Total Return Asian Equity Fund

### Investment Objective and Policy

The Fund's objective is to maximise total return through dividend yield and capital appreciation.

The ACD aims to achieve the objective by investing high yielding or undervalued securities of companies in Asia, excluding Japan. The portfolio will consist of a concentrated range of securities from any sector in the MSCI AC Far East (ex Japan) Index and may include the securities of smaller companies.

The ACD may also utilise deposits and money market instruments in the management of the portfolio. The Fund may also invest in collective investment schemes.

### Risk Profile

**Equity Risk** – Equities are generally more risky than fixed interest securities. Considerable fluctuations in equity prices may mean that you do not get all your money back.

**Exchange Rates** – Exchange rate changes may cause the value of any overseas investments, and any income from them, to go up or down.

### Fund Manager's Comments

#### Performance Summary

Over the twelve month period under review, 1st May 2007 to 30th April 2008, the Fund's 'A' Class produced a total return of 11.0%. The Fund's benchmark, the MSCI AC Far East (ex Japan), produced a total return of 23.8%.

#### Market Background

The Asian stock markets were extremely volatile during the year under review, with all the markets recording extremely strong positive performance into October, only to face strong contraction for the rest of the year. Despite the volatility, China was the best performing market as it continued to benefit from strong liquidity flows in anticipation of continued strong growth and RMB appreciation. The ASEAN region was particularly strong, with Thailand the strongest market, followed by Indonesia, Malaysia, and Singapore. These markets benefited from an optimistic economic outlook driven by the strong demand for commodities and capital inflows that created buoyant liquidity conditions. The presidential elections in South Korea and Taiwan lifted the markets as optimism for stimulative populist measure gained traction in those markets.

#### Portfolio Review

The stocks selected in the energy, telecom services, materials, and industrials sectors contributed the most to the Fund's absolute performance. Stocks selected in the healthcare and consumer staples sectors detracted the most from absolute performance. In terms of country contribution, stocks selected in China, Thailand, and South Korea contributed the most to the Fund's absolute performance. Datang International Power, Country Garden Holdings, CNOOC Ltd, and China Oilfield Services in HK/China, and Kookmin Bank in Korea have contributed positively to performance.

#### Outlook

Exactly ten years after the onset of the Asian Crisis, Asian economies are well-poised for a continuation of strong growth. A combination of high currency reserves buttressed by high current account balances, capital controls that have kept net foreign investment relatively low, and relatively lower fiscal deficits, should all provide Asian economies the flexibility to address slowing from export markets. Clearly, with China's recent increase in the Deposit Reserve Ratio to 16%, overcapitalization is the primary concern, as neither access to capital, nor slowing export industries, appear to be top concerns for the Chinese government at the moment.

Across Asia, inflation should continue to be high as overcapitalisation and cheap labour reduce barriers to entry, thereby prompting industries, particularly those industries that are very capital and labour intensive, to produce at marginal cost and razor thin margins. In this environment, across Asia we prefer upstream companies that supply into these industries as well as downstream companies that have the scale and efficiency to pass rising costs on to their customers. China's policies to enact wage floors, labour laws, and tighter environmental regulations will be necessary to battle overcapitalisation and should see significant traction in the coming quarters. Already, China's 21.5% year-on-year increase in March retail sales signals that these are steps in the right direction.

Intra-Asian trade has demonstrated to be rather resilient to the exogenous factors from slowing in the US and Europe and we expect intra-Asian trade to cushion Asian economies in the face of falling demand from slowing markets outside of Asia.

16th May 2008

Source of performance figures: Allianz Global Investors/Lipper. Fund performance based on end of day mid prices, net of fees and expenses, with income reinvested in Sterling. Benchmark performance based on end of day prices.

Investors are reminded that the value of shares within an OEIC fund, and the income from them, may go down as well as up and is not guaranteed. An investor may not get back the amount invested. The past is no guide to future performance.

The opinions expressed here are believed to be accurate and reliable, however these opinions may change without notice. Although the information is believed to be reliable, Allianz Global Investors does not guarantee the timeliness, accuracy or suitability of such information in any way and anyone who acts on the information does so at their own risk. Allianz Global Investors only provides information on our own products and does not give advice based on personal circumstances.

## Further Information

The information in this report is designed to enable shareholders to make an informed judgement on the activities of the Fund during the period covered by the report and the results of those activities at the end of the period. For more information about the performance of the Fund during this and the previous period, please contact us at the following address:

### Authorised Corporate Director (ACD)

Allianz Global Investors (UK) Limited, 155 Bishopsgate, London EC2M 3AD

### Depository

J.P. Morgan Trustee and Depository Company Limited, Chaseside, Bournemouth BH7 7DA

### Independent Auditors

PricewaterhouseCoopers LLP, Hay's Galleria  
1 Hay's Lane, London SE1 2RD

### Registrar of Shareholders

International Financial Data Services (UK) Limited,  
IFDS House, St. Nicholas Lane, Basildon, Essex SS15 5FS

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Firm Registered No. 122218.

## Summary of Fund Performance

Share Class	Net Asset Value (£000s)		Net Value per share (p)		Change (%)
	30th April 2008	30th April 2007	30th April 2008	30th April 2007	
'A' Shares	60,531	55,081	415.56	370.93	12.03
'C' Shares	11,462	5,203	412.68	370.56	11.37

Summary of Distribution			P
Share class	Payment dates	Net distribution per share	
'A' Shares	30th June 2008	2.32	
	31st December 2007	4.59	
'C' Shares	30th June 2008	0.45	
	31st December 2007	4.81	

Please note: Investors are reminded that the Fund distributes semi-annually.

## Classification of Investments

Ten Largest Holdings (as at 30th April 2008)	
Name	%
China Mobile (Hong Kong)	7.73
Shinhan Financial	7.07
Samsung Electronics	5.29
China Construction Bank	4.33
Taiwan Semicon Manufacturing	4.29
Daewoo International	3.89
CNOOC	3.41
Boc Hong Kong	3.13
Hon Hai Precision	2.84
Lee & Man Paper	2.74
<b>Total</b>	<b>44.72</b>

Geographical Breakdown (as at 30th April 2008)	
Country	%
Bermuda	1.09
China	6.34
Hong Kong	38.99
India	0.00
Indonesia	0.70
Malaysia	2.50
Pakistan	0.00
Philippines	0.00
Singapore	3.94
South Korea	24.51
Taiwan	9.82
Thailand	2.73
United States	4.29
Net other assets	5.09
<b>Net Assets</b>	<b>100.00</b>

Ten Largest Holdings (as at 30th April 2007)	
Name	%
Shinsegae	5.61
Bank of East Asia	5.53
China Construction Bank	5.37
Siliconware Precision	5.09
Samsung Electronics	4.98
China Mobile (Hong Kong)	3.97
Datang International Power Generation	3.36
Posco	3.05
Hon Hai Precision	2.78
DBS	2.62
<b>Total</b>	<b>42.36</b>

Geographical Breakdown (as at 30th April 2007)	
Country	%
Bermuda	0.00
China	10.12
Hong Kong	28.10
India	0.98
Indonesia	0.62
Malaysia	7.69
Pakistan	1.80
Philippines	0.36
Singapore	5.64
South Korea	24.25
Taiwan	19.04
Thailand	0.72
United States	0.00
Net other assets	0.68
<b>Net Assets</b>	<b>100.00</b>