

ALLIANZ GLOBAL INVESTORS IRELAND LIMITED
(the “Management Company”)
15/16 Fitzwilliam Place
Dublin 2
Ireland

This document is important and requires your immediate attention. If you are in any doubt as to the action you should take, you should seek advice from your investment consultant.

In accordance with the current policy of the Irish Financial Services Regulatory Authority (the “Financial Regulator”), this document has not been reviewed by the Financial Regulator.

If you have sold or transferred all of your Units in Allianz Global Investors Fund V (the “Trust”), please pass this document at once to the purchaser or transferee or to the stockbroker, bank or other agent through whom the sale or transfer was effected for transmission to the purchaser or transferee as soon as possible.

Capitalised terms used herein shall bear the same meaning as capitalised terms used in the prospectus of the Trust dated 1 February 2010 (the “Prospectus”). Copies of the Prospectus are available upon request during normal business hours from the registered office of the Management Company or from the local representative of the Trust in each jurisdiction in which the Trust is registered for public distribution.

5 March 2010

**Re: Withdrawal of proposal to introduce Initial Charge for all C2 and C2T Classes of Units
Adjournment of EGM to consider change in investment policies and name of the Allianz
RCM Internet Fund**

Dear Unitholder,

1. Background

The Trust is established as an umbrella fund and as an undertaking for collective investment in transferable securities (“UCITS”) in Ireland pursuant to the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations, 2003, as amended.

As the Management Company of the Trust, we are writing to you, further to our letter dated 20 January 2010, in relation to the following two matters:-

- (i) the proposal to introduce the Initial Charge for all C2 and C2T Classes of Units in all sub-funds of the Trust (each a “Fund”) has been withdrawn; and
- (ii) the Extraordinary General Meeting (“EGM”) of the Unitholders of the Allianz RCM Internet Fund (the “Internet Fund”) scheduled for 10.00 a.m. (CET) on 10 February 2010 at 15/16 Fitzwilliam Place, Dublin 2, Ireland did not have a sufficient number of Unitholders present in person or by proxy to form a quorum. In accordance with the procedures in relation to Unitholder meetings, provided for in the Trust Deed, the EGM has been adjourned and will now take place at 10.00 a.m. (CET) on 6 April 2010 (the “Adjourned EGM”). **The Unitholders present at the Adjourned EGM in person or by proxy shall form a quorum, regardless of their number or the number of Units held by them.** At the Adjourned EGM, Unitholders in the Internet Fund will be asked to consider and vote upon the proposed change in the investment policies of the Internet

Directors: John Donohoe, Jean-Christoph Arntz (German), Markus Nilles (German), Teddy Otto (German).

Registered office: as above.

Registered in Ireland under registration number 201154.

Fund as outlined in section 3 below. Material changes to the investment policies of the Internet Fund require Unitholder approval pursuant to the requirements of the Financial Regulator.

The purpose of this letter is to repeat the explanation of the background to, and reasons for, the changes set out in our letter to you of 20 January 2010 and to notify you of the adjournment of the EGM to 10.00 a.m. (CET) on 6 April 2010.

2. **Withdrawal of proposal to introduce Initial Charge for all C2 and C2T Classes of Units in all Funds**

Further to our letter to you dated 20 January 2010 outlining the proposed introduction of an Initial Charge in respect of all C2 and C2T Classes of Units of the Funds, this matter has been considered further and it has now been decided to withdraw the proposal to introduce this Initial Charge.

3. **Background to, and reasons for, the proposed change in investment policies of the Internet Fund**

According to the current investment policies of the Internet Fund set out in the Prospectus, the Fund seeks to achieve its investment objective primarily through investment in Internet Companies via the equity markets.

According to the proposed revised investment policies, the Fund would seek to achieve its investment objective primarily through investment in the global equity markets, focusing on companies which, in the opinion of the Investment Manager, are committed to, and likely to benefit from, investment in intellectual capital. For such purposes, "intellectual capital" is considered to mean the intellectual capital which arises from, without limitation, the processes of discovering, researching, developing and utilising new systems, products, strategies, services and/or intellectual property in order to increase the value, profitability and competitiveness of, or otherwise enhance or improve, a business. In this context, companies which are considered to be committed to, and likely to benefit from, investment in intellectual capital include, without limitation, those which, according to Factset Fundamentals, have levels of research and development expenditure equal to at least 1% of sales. ("Factset Fundamentals" means the financial database operated by FactSet Research Systems Inc. which is available on www.factset.com, a leading provider of financial data and analytics which provides comparative financial information in respect of more than 50,000 companies worldwide.) However, the Investment Manager may apply different or additional criteria from time to time in making this determination. For example, the Fund could invest in companies which have a lower level of research and development expenditure but which, in the opinion of the Investment Manager, have valuable intellectual capital. Please refer to Schedule 1 to this letter for the full text of the proposed amended investment policies.

Given that the internet sector is a niche sector, which lost much of its attractiveness after the bursting of the internet-bubble, we believe that it would be in the best interests of Unitholders to change the investment policies of the Fund. A re-positioning of the Fund would give the Fund the opportunity to extend its investment universe by adding potentially strong-growing sectors and offering a more diversified portfolio.

If this change is approved by Unitholders, in order to accurately reflect the revised investment policies, the name of the Fund shall be changed to "Allianz RCM Global Intellectual Capital".

4. **Adjourned EGM of the Internet Fund**

You will find attached a notice of the Adjourned EGM of the Unitholders of the Internet Fund, which will be held at 15/16 Fitzwilliam Place, Dublin 2, Ireland on 6 April 2010 at 10.00 a.m. (CET). At the Adjourned EGM, Unitholders in the Internet Fund will be asked to consider as an item of special business the change described above in section 3. The change

requires the approval of the Unitholders by way of an ordinary resolution. This means that a simple majority of the votes cast by Unitholders present and voting in person or by proxy at the EGM must be in favour of this resolution. **Please note that the Unitholders present in person or by proxy at the Adjourned EGM, whatever their number and the number of Units held by them, will form a quorum.** A copy of the draft resolution to be adopted can be found in the notice of the Adjourned EGM which accompanies this letter.

5. **Action to be taken by Unitholders in the Internet Fund**

If you are a Unitholder in the Internet Fund, you will find enclosed with this document a Form of Proxy for use at the Adjourned EGM. Whether you intend to be present at the Adjourned EGM or not, you are asked to complete the Form of Proxy in accordance with the instructions printed thereon and to return it to the Management Company's Company Secretary, Carne Global Financial Services Limited, as soon as possible and, in any event, so as to arrive not later than 10.00 a.m. (CET) on 1 April 2010. The completion and return of the Form of Proxy will not preclude you from attending the Adjourned EGM and voting in person if you wish to do so.

PLEASE NOTE THAT, ACCORDING TO THE RULES APPLICABLE TO UNITHOLDER MEETINGS SET OUT IN THE TRUST DEED, THE UNITHOLDERS PRESENT IN PERSON OR BY PROXY AT THE ADJOURNED EGM, WHATEVER THEIR NUMBER AND THE NUMBER OF UNITS HELD BY THEM, WILL FORM A QUORUM. GIVEN THAT THERE IS NO SPECIFIC MINIMUM QUORUM FOR THIS ADJOURNED EGM, A SIMPLE MAJORITY OF THE VOTES CAST BY THE UNITHOLDERS PRESENT IN PERSON OR BY PROXY AT THE MEETING, HOWEVER SMALL A PERCENTAGE OF THE TOTAL NUMBER OF UNITHOLDERS OR UNITS IN THE INTERNET FUND THEY REPRESENT, SHALL BE CAPABLE OF DETERMINING WHETHER OR NOT THE CHANGE OUTLINED IN SECTION 3 ABOVE IS APPROVED.

6. **Effective date of the changes**

Provided that the proposed change outlined in section 3 above is approved by Unitholders in the Internet Fund, the effective date of that change will be 26 May 2010 or the date upon which the Financial Regulator notes the prospectus of the Trust containing the revised investment policies of the Fund, whichever is the later. Confirmation as to whether or not the change outlined in section 3 has been approved by Unitholders will be contained in a letter to you following the Adjourned EGM.

If a revised prospectus is published following the Adjourned EGM, a copy of the prospectus is available upon request during normal business hours from the registered office of the Management Company or from the local representative of the Trust in each jurisdiction in which a Fund is registered for public distribution.

7. **Redemption of Units**

Unitholders who do not wish to remain in a Fund following the implementation of the above changes will have the opportunity to redeem their Units on any Dealing Day prior to 26 May 2010 by contacting the Registrar and Transfer Agent or a Distributor or Intermediary (for onward transmission to the Registrar and Transfer Agent) so that a written redemption request is received by the Registrar and Transfer Agent or Distributor or Intermediary no later than the Deadline for Redemptions for the relevant Dealing Day. If you have any queries in relation to the above please do not hesitate to contact us.

8. **Recommendation**

The Directors of the Management Company consider that the proposed change outlined in section 3 above is beneficial to the Internet Fund's Unitholders as a whole and, accordingly,

the Directors of the Management Company recommend that you vote in favour of the proposed change in the investment policies of the Fund.

Should you have any questions relating to these matters, you should either contact us at the above address or alternatively you should consult your investment consultant.

Yours sincerely,

Allianz Global Investors Ireland Limited

SCHEDULE 1

Revised investment policies of the Allianz RCM Internet Fund referred to in section 3 of the letter, black-lined to show proposed changes.

Please note that certain non-material changes may be made to this text in order to satisfy the requirements of the Financial Regulator or where otherwise deemed appropriate by the Management Company. Details of any such changes shall be brought to the attention of Unitholders at the EGM.

Definitions

FactSet Fundamentals

means the financial database operated by FactSet Research Systems Inc. which is available on www.factset.com, a leading provider of financial data and analytics which provides comparative financial information in respect of more than 50,000 companies worldwide;

Intellectual Capital

means the intellectual capital which arises from, without limitation, the processes of discovering, researching, developing and utilising new systems, products, strategies, services and / or intellectual property in order to increase the value, profitability and competitiveness of, or otherwise enhance or improve, a business;

Investment Objective and Policies

The Fund's investment objective is to achieve capital appreciation in the long-term. The Fund will seek to achieve its investment objective primarily through investment in ~~Internet Companies via the equity markets~~the global equity markets focusing on companies which, in the opinion of the Investment Manager, are committed to, and likely to benefit from, investment in Intellectual Capital. In this context, companies which are considered to be committed to and likely to benefit from, investment in Intellectual Capital, include, without limitation, those which, according to Factset Fundamentals, have levels of research and development expenditure equal to at least 1 % of sales. However, the Investment Manager may apply different or additional criteria from time to time in making this determination. For example, the Fund may invest in companies which have a lower level of research and development expenditure but which, in the opinion of the Investment Manager, have valuable Intellectual Capital.

Hedged Classes of Units will also enter into transactions to reduce their foreign exchange exposure.

To achieve the investment objective, the assets of the Fund will be invested in accordance with the principle of risk diversification as follows.

- (a) The Fund will invest at least ~~870~~ 87 % of its net assets ~~(excluding Ancillary Liquid Assets)~~ in Equity Securities of ~~Internet Companies~~issuers which may be located ~~worldwide~~anywhere in the world. Investments by the Fund in Certificates whose risk profiles typically correlate with such Equity Securities ~~of Internet Companies~~or with the investment markets, of which such Equity Securities form part, are also permitted and are attributed to this limit.
- (b) At least three-quarters of the value of the Equity Securities and Certificates referred to in (a)

above will be invested in (i) Equity Securities of companies which, in the opinion of the Investment Manager, are committed to, and likely to benefit from, investment in Intellectual Capital as well as in (ii) Certificates which have such companies as underlyings.

(c) The Fund may invest up to ~~10~~35 % of its net assets in Equity Securities of issuers which are ~~not Internet Companies. Investments by the Fund in Certificates whose risk profiles typically do not correlate with Equity Securities of Internet Companies are also permitted and are attributed to this limit~~incorporated in Non-Developed Countries.

(ed) The Fund is permitted to invest up to 10 % of its net assets in other collective investment schemes (also called “funds”), including UCITS and Non-UCITS, provided that these collective investment schemes are Equity Funds or Money Market Funds.

Regarding investment in Equity Funds, such funds may be either broadly diversified funds or funds that invest in particular countries, regions or sectors, depending on the Investment Manager’s assessment of the market situation.

Regarding investment in Money Market Funds, such funds may be either broadly diversified or concentrated on particular groups of issuers or currencies, depending on the Investment Manager’s assessment of the market situation.

In principle, the only units in Equity Funds and Money Market Funds that shall be acquired shall be those issued by funds that are managed directly or indirectly by the Management Company itself or by a member company of the Allianz group. Units in other funds shall be acquired only by way of an exception and only if none of the aforementioned funds pursue the investment policy that the Investment Manager considers necessary in the particular circumstances or if they are units of a collective investment scheme designed to track the performance of a securities index of a Regulated Market referred to in Schedule II of the Prospectus.

(de) Furthermore, the Fund is permitted to place cash on deposit and to purchase money market instruments, i. e. instruments normally dealt in on a money market which are liquid and have a value which can be accurately determined at any time such as certificates of deposit or commercial papers. The total value of such investments and investments in Money Market Funds as referred to in (ed) above may not exceed ~~15~~20 % of the net assets of the Fund. The Fund will not invest in deposits and money market instruments for strategic purposes but rather to ensure sufficient liquidity for the fulfilment of obligations (such as payment for purchases of securities or to meet Unit redemption requests). Any collateral or margins provided are not included in this limit.

(ef) There are no restrictions regarding the currencies which the Fund’s investments are denominated in.

In particular, hedging transactions may be entered into at Class level for hedged Classes of Units with the aim of reducing their foreign exchange exposure. In this context, investment instruments that are not denominated in any currency are considered to be denominated in the currency of the country in which the registered office of the issuer is located, or, in the case of securities representing equities, where the company, and, in the case of certificates, where the underlying is

located.

(fg) In the context of and taking account of the above restrictions and those set out in Schedule IV of the Prospectus, the assets of the Fund may, depending on the Investment Manager's assessment of the market situation be concentrated in:

- particular types of assets; and/or
- particular currencies; and/or
- particular sectors; and/or
- particular countries; and/or
- securities of particular issuers;

or may be invested in a broadly diversified way.

Securities for investment by the Fund are selected irrespective of the size of the company and regardless of whether a security is considered to be a value stock or growth stock. This may lead either to a concentration on companies of a certain size and type or to the portfolio being broadly diversified.

(gh) The investment limits mentioned under (a), (b), (c), ~~(d)~~ and ~~(e)~~ above may be exceeded for reasons beyond the control of the Fund, such as the appreciation or depreciation of investments of the Fund, the execution of entitlements from rights issues or options and the change of the value of the entire Fund, for example, due to subscriptions and redemptions. Such breaches will be rectified as a priority, taking due account of the interests of the Unitholders.

(hi) The market exposure of financial derivative instruments, measured in each case as the delta-weighted value of the underlying asset, will be taken into account in measuring the investment limits under (a), (b), ~~(c)~~ and ~~(e)~~ above.

(ij) The Fund may invest fully in money market instruments and bank deposits in circumstances where the Fund is being liquidated.

(jk) Subject to the investment restrictions per the Regulations as set out in Schedule IV of the Prospectus, the Fund is permitted, but not required, to use financial derivative instruments such as futures, options (including options on futures), swaps, swaptions, forwards, caps and floors, contracts for differences, credit derivatives, structured notes (including index certificates, index linked notes, convertible securities, exchangeable securities and mortgage backed securities), investment certificates and hybrid securities. Such financial derivative instruments may be used for hedging and/or investment purposes. Investors' attention is drawn to Schedule III A of the Prospectus) where the permitted use of financial derivative instruments in the Fund is explained in detail.

(kl) The Fund is permitted to effect repurchase agreements, reverse repurchase agreements and stocklending agreements in accordance with the Regulations as set out in Schedule III B of the Prospectus).

(lm) The Fund may not borrow money, grant loans or act as guarantor on behalf of third parties,

except as follows: (i) foreign currency may be acquired by means of a back-to-back loan agreement. Foreign currency obtained in this manner is not classified as borrowing for the purposes of Regulation 70(1) provided that the offsetting deposit (a) is denominated in the Base Currency of the Fund and (b) equals or exceeds the value of the foreign currency loan outstanding; and (ii) borrowings not exceeding 10 % of the net assets of the Fund may be made on a temporary basis.

Risk Profile

Considering the above-mentioned circumstances and risks, the Fund – compared with other fund types – contains the relatively highest risks and potential opportunities that are associated with investing in equities.

Bearing in mind the Fund's equity-market orientation and its investment objective, it is very highly exposed in particular to investment risk, industry risk, general market risk, company-specific risk, risk associated with investment in small capitalisation companies, creditworthiness risk, risk of insolvency, counterparty risk ~~and liquidity, risk of settlement default, emerging markets risks, liquidity risk, country/transfer risks, and custodial~~ risk. Among other things, as regards the equity-market orientation of the Fund, it should be stressed that declines in prices, particularly those that affect the overall market, possibly even exceedingly persistent ones, can have a negative impact on the Fund's assets.

Bearing in mind the limited exposure to money-market and deposited assets, there is a possibility of losses arising due to the risk of interest rate changes, general market risk, company-specific risk, creditworthiness risk, counterparty risk ~~and liquidity, risk of settlement default, emerging markets risks, liquidity risk, country/transfer risks, and custodial~~ risk in addition to the risks mentioned in the following paragraphs.

There is a significant currency risk if a particular Class of Units is not hedged for currency risks at the level of the Class of Units.

In addition, the Fund is exposed to concentration risk, ~~emerging markets risks,~~ political risk, ~~country/transfer risks, custodial risk, risk of settlement default,~~ risks associated with the use of financial derivative instruments, the specific risks of investing in target funds, fund size risk, risk of dealing restrictions and compulsory actions, inflation risk, risk of general changes, risk of changes in constitutional documentation, investment objective and policies and general conditions, key person risk, risk of transaction costs due to subscriptions and redemptions affecting the entire Fund as well as the individual Class, performance fee risk and currency risk in connection with hedged currency Classes of Units.

Investors' attention is drawn to the section in the Prospectus entitled "Risk Factors in relation to the Funds" where the above risks are explained in detail. Concerning the specific risks in the use of financial derivative instruments, please see under "Risks associated with the use of financial derivative instruments" in that section and in Schedule III of the Prospectus.

THE VALUE OF THE UNITS OF THE FUND MAY BE SUBJECT TO A VERY HIGH LEVEL OF FLUCTUATION.