

F&C Investment Trust PLC

Annual General Meeting



Simon Fraser Chairman

Paul Niven Fund Manager

Investment risk

The value of investments and income derived from them can go down as well as up as a result of market or currency movements and investors may not get back the original amount invested.

The value of your investment is dependent on the supply and demand for the shares of the Investment Trust rather than its underlying assets. The value of your investment will not be the same as the value of the Investment Trusts underlying assets.

Agenda

2018 Results

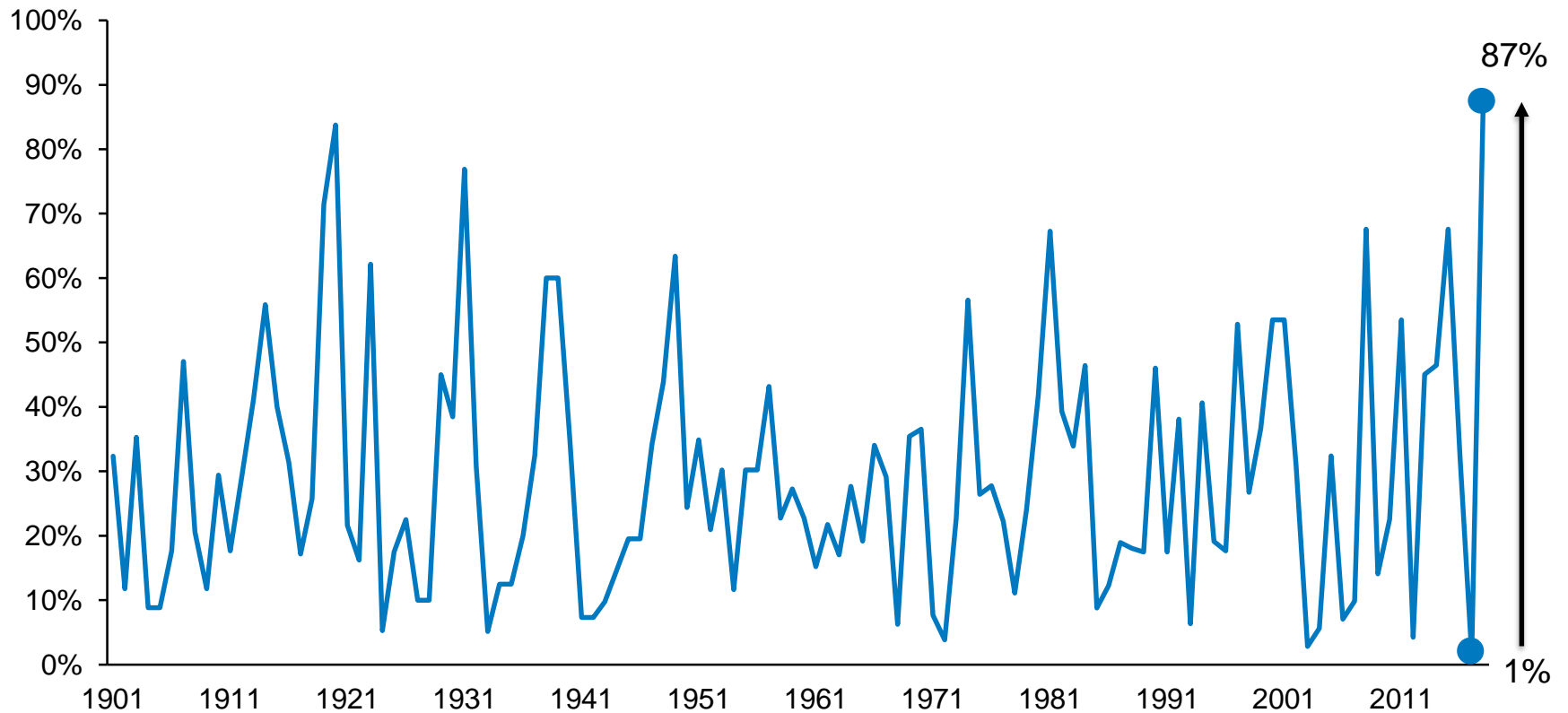
Engagement activity

Outlook

Q&A

Widespread declines in assets values in 2018

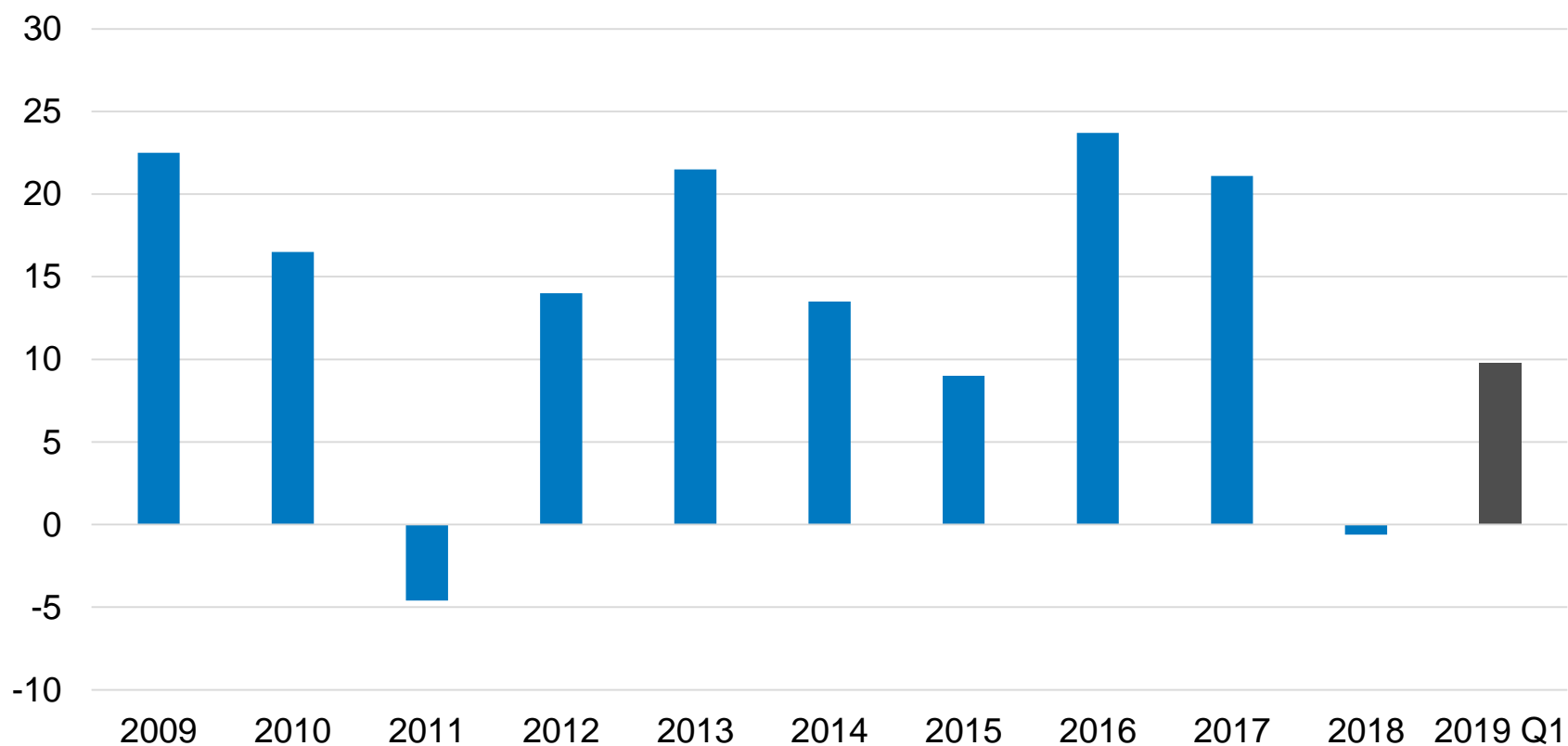
Percentage of Assets with a Negative Total Return in USD terms



Past performance should not be seen as an indication of future performance.

Source: Deutsche Bank at 31-Dec-18.

Annual shareholder returns for past decade

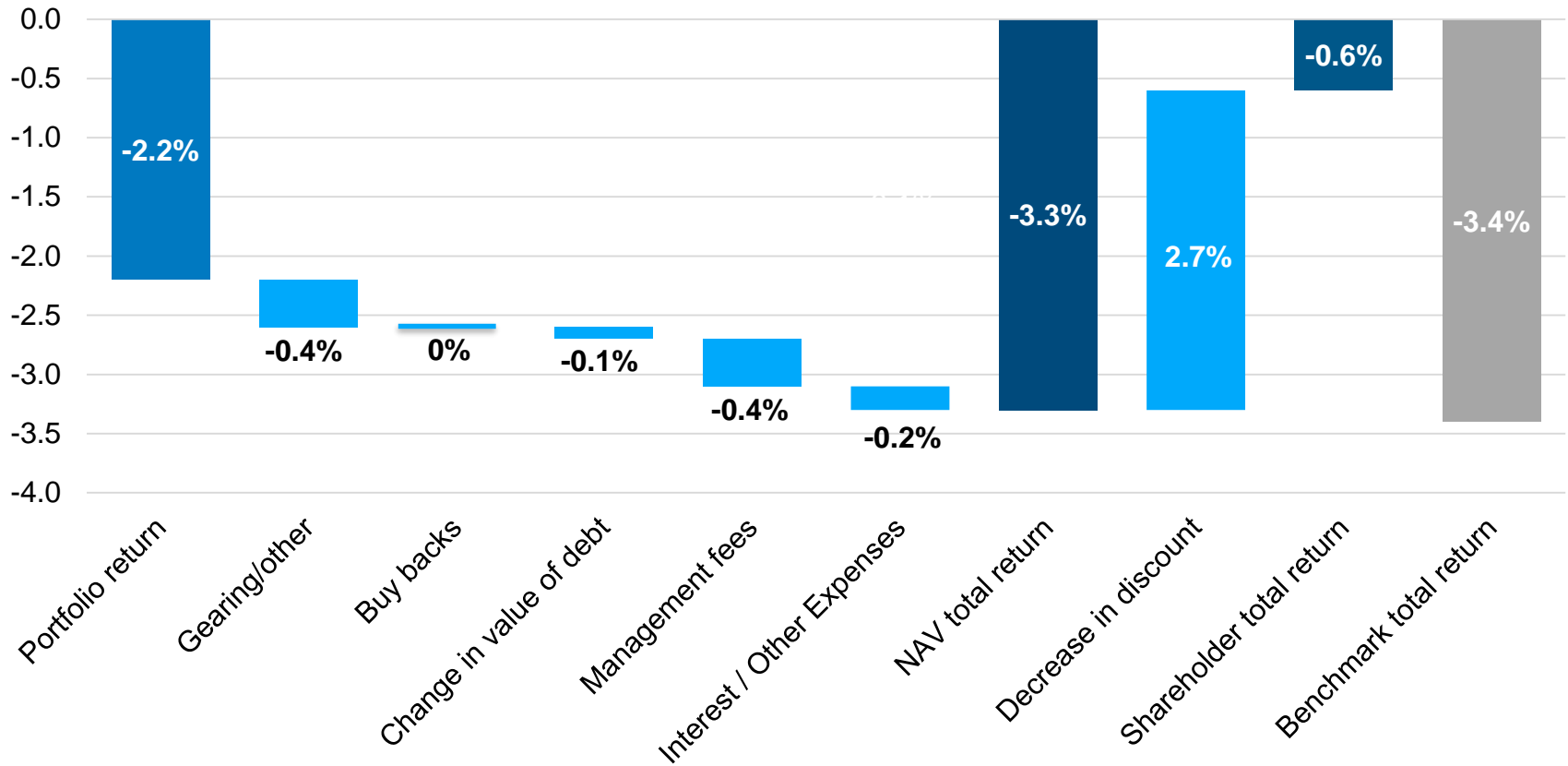


Past performance should not be seen as an indication of future performance.

Source: BMO Global Asset Management as at 31-March-19.



2018 total shareholder return of -0.6%



Past performance should not be seen as an indication of future performance.

Source: BMO Global Asset Management as at 31-Dec-18. NAV = Net Asset Value

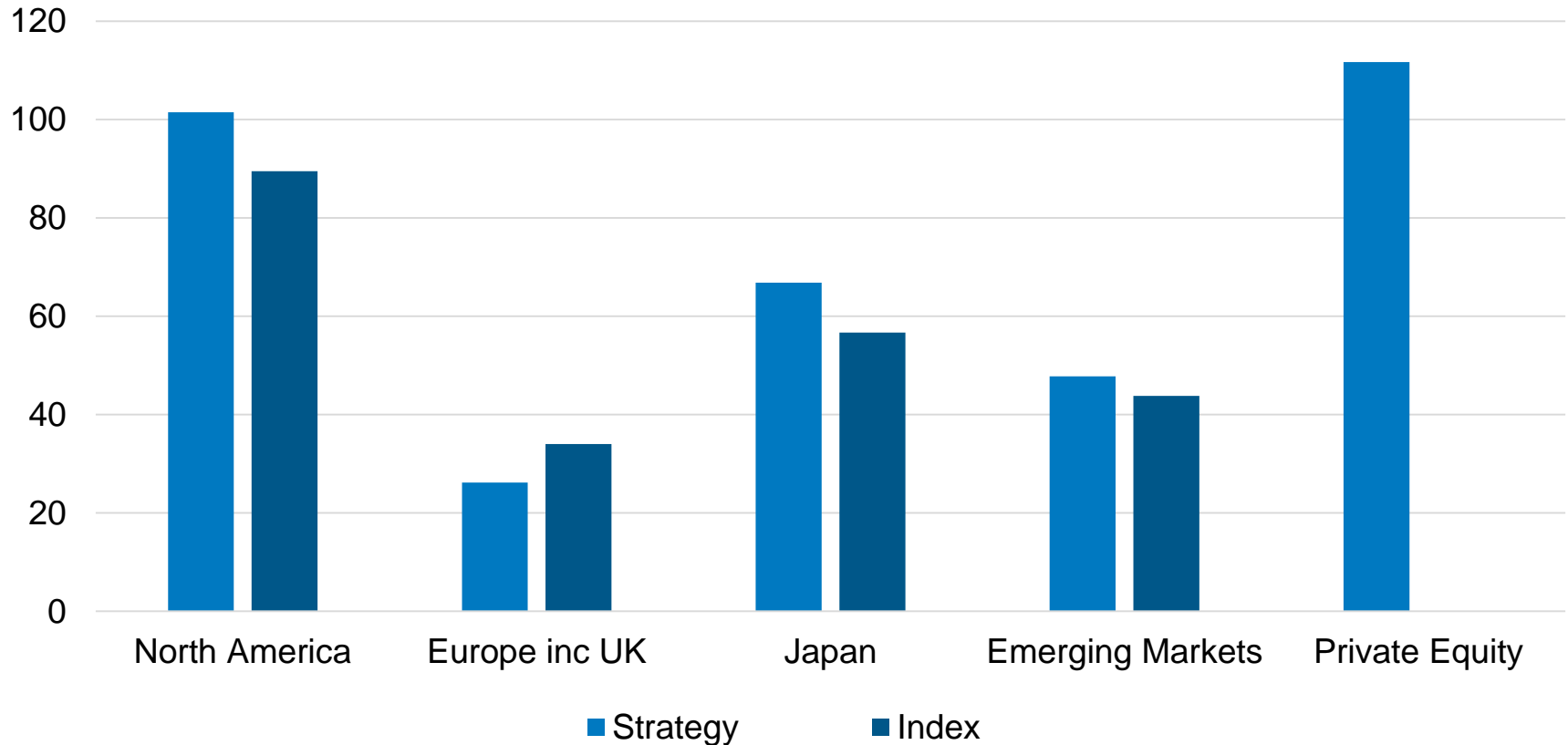
Underlying performance in 2018

	Allocation to strategy %	Underlying allocation %	Benchmark weighting %	Portfolio performance %	Benchmark performance %
North America	42.0	53.4	56.0	4.7	0.8
Europe inc UK	14.4	22.4	19.6	-15.1	-9.9
Japan	8.6	9.9	8.4	-10.0	-7.6
Emerging Markets	10.5	11.9	12.0	-5.3	-8.9*
Developed Pacific		2.4	4.0		-5.6
Global Strategies	16.6			-4.0	-3.4
Private Equity	7.9			19.7	

Past performance should not be seen as an indication of future performance.

Source: BMO Global Asset Management as at 31-Dec-18. *MSCI Emerging Markets Benchmark Return. FTSE International Limited ("FTSE") © FTSE 2019.

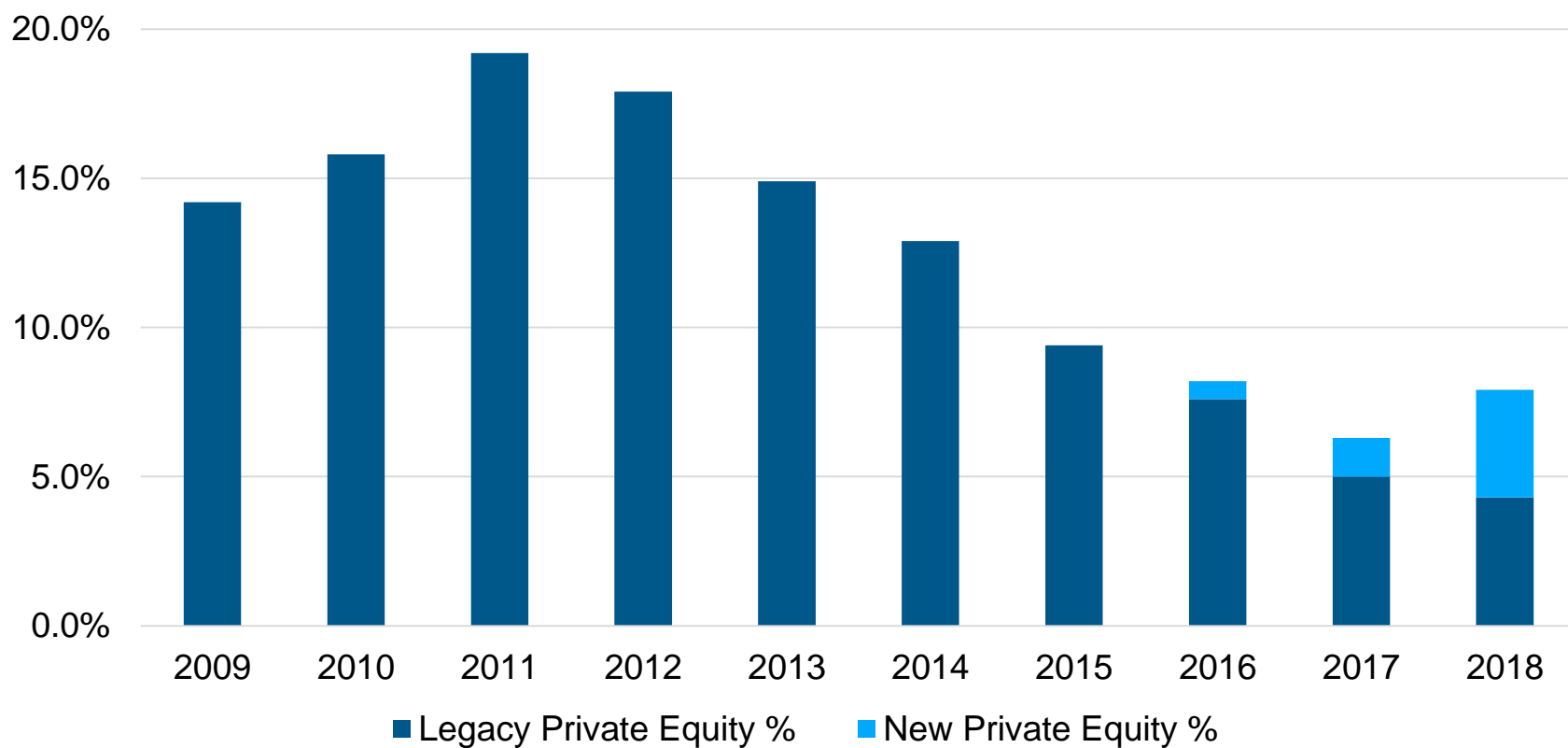
5 year investment returns by portfolio strategy



Past performance should not be seen as an indication of future performance.

Source: BMO Global Asset Management as at 31-Dec-18. MSCI Emerging Markets Benchmark Return. FTSE International Limited ("FTSE") © FTSE 2019.

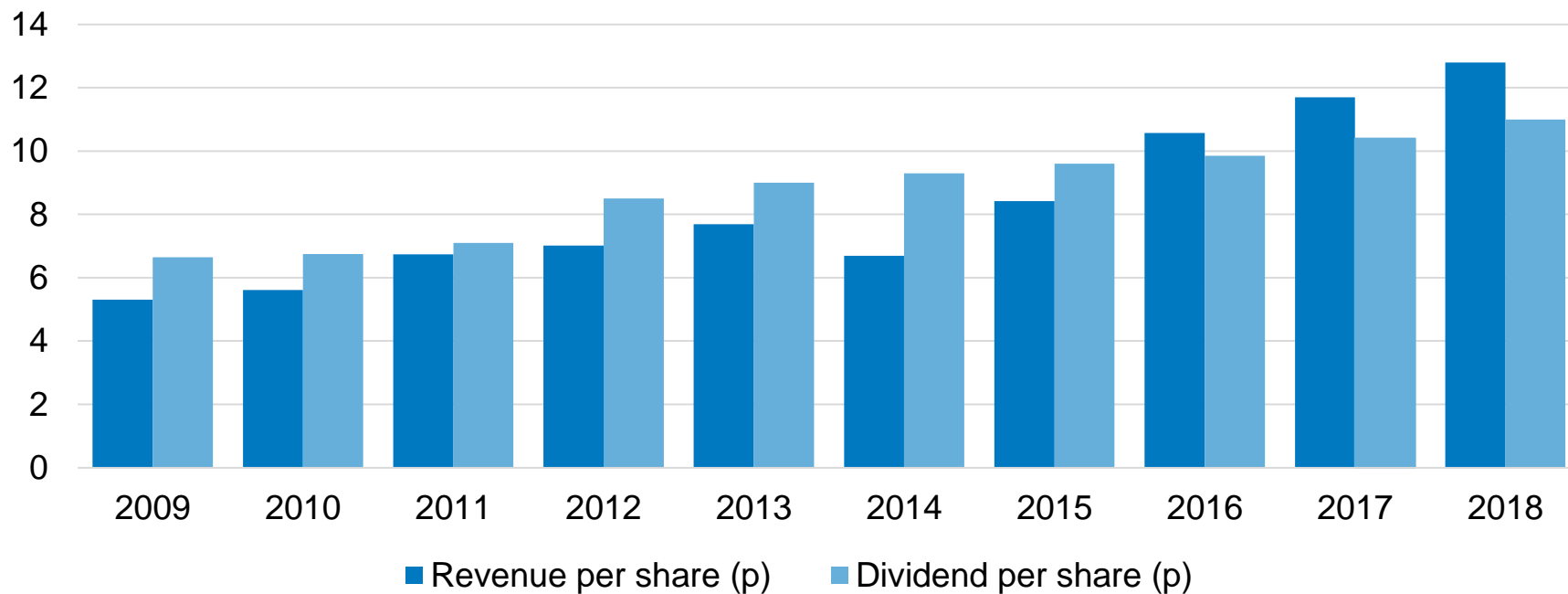
Private equity weighting



Source: BMO Global Asset Management as at 31-Dec-18. .

Revenue and dividends

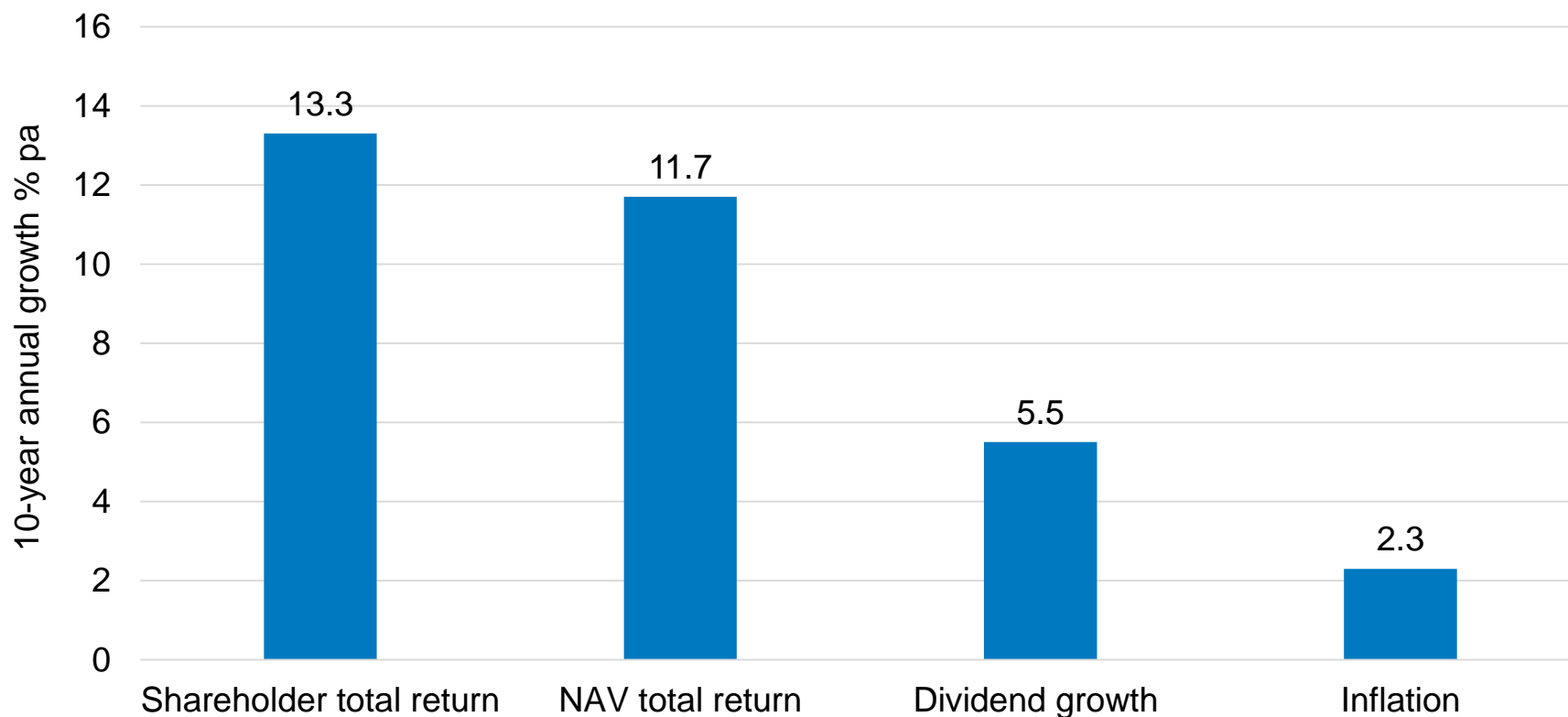
- 9.8% rise in net revenue return per share in 2018
- 5.8% rise in dividends per share in 2018



Past performance should not be seen as an indication of future performance.

Source: BMO Global Asset Management Limited as at 31-Dec-18.

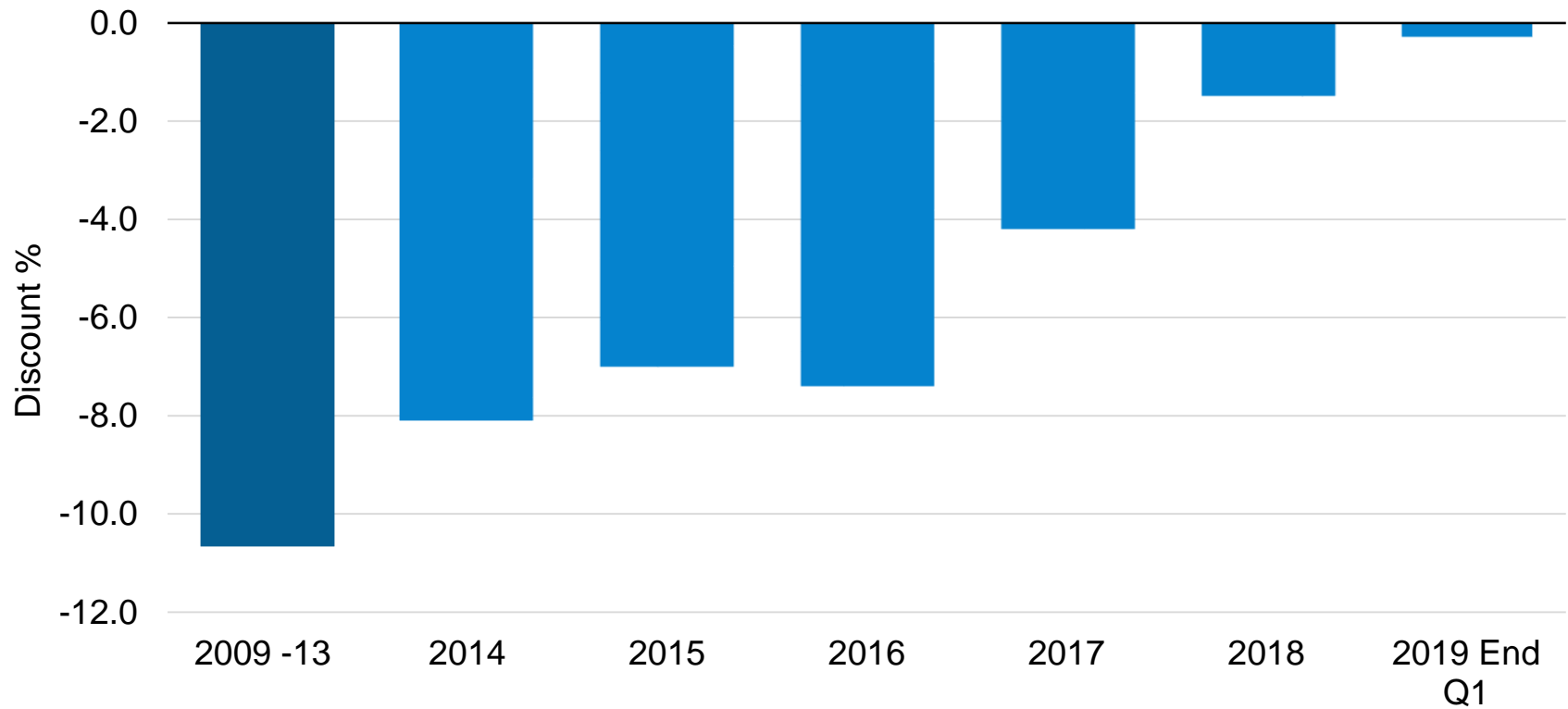
Long term growth in capital and income



Past performance should not be seen as an indication of future performance

Source: BMO Global Asset Management Limited as at 31-Dec-18.

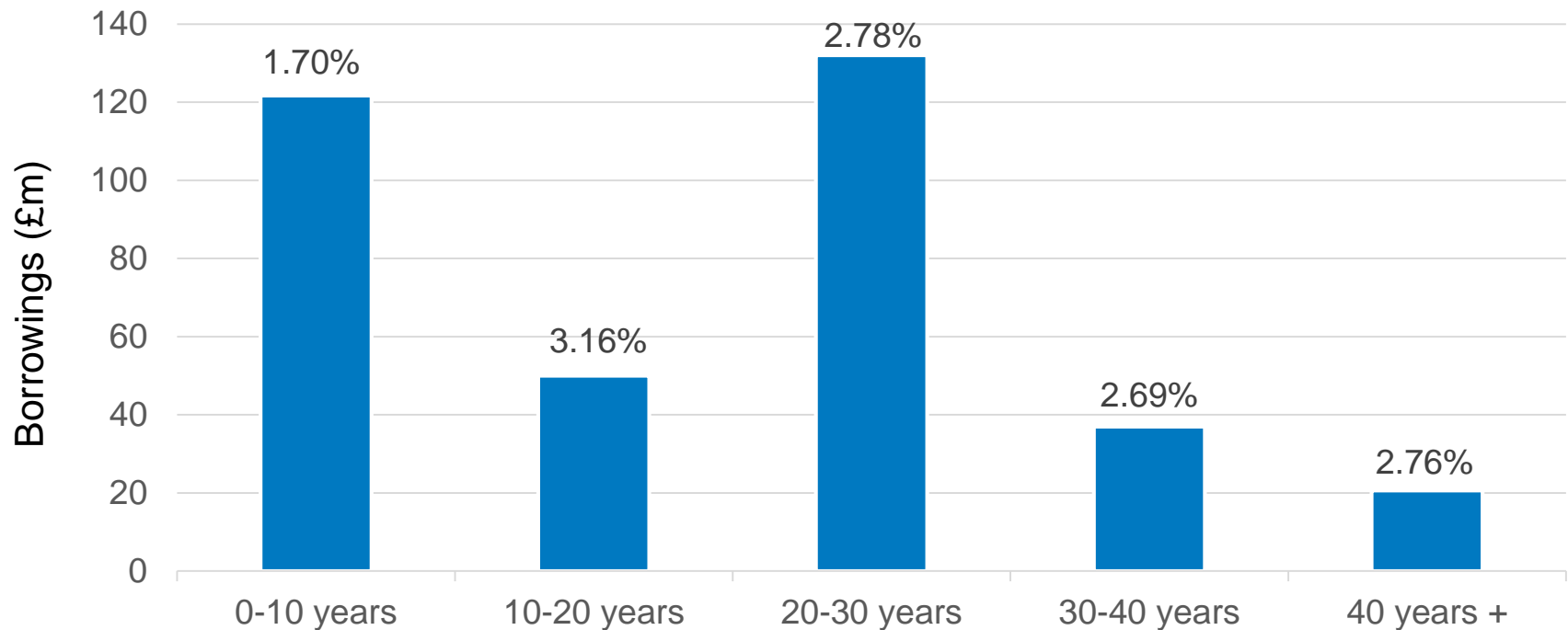
Recent progress in company rating



Source: BMO Global Asset Management as at 31-Dec-18.

Gearing costs reduced

- Weighted average cost of debt down from 7.1% at end 2013 to 2.5%
- £150m of 7 - 40 year debt at average rate of 2.2% to be drawn in June

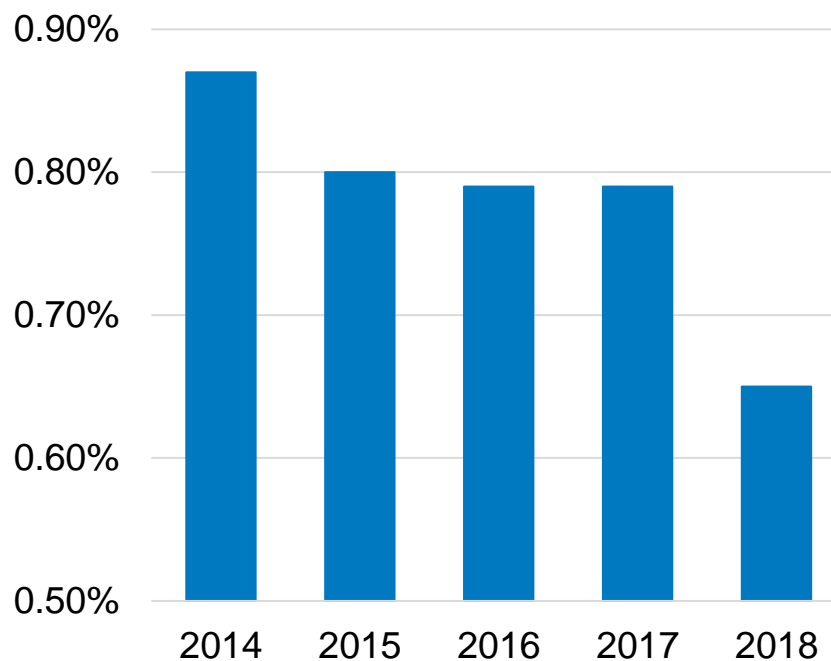


Source: BMO Global Asset Management as at 31-March.-19. Gearing = the ratio of a company's loan capital (debt) to the value of its ordinary shares (equity)..

OCF and management fees

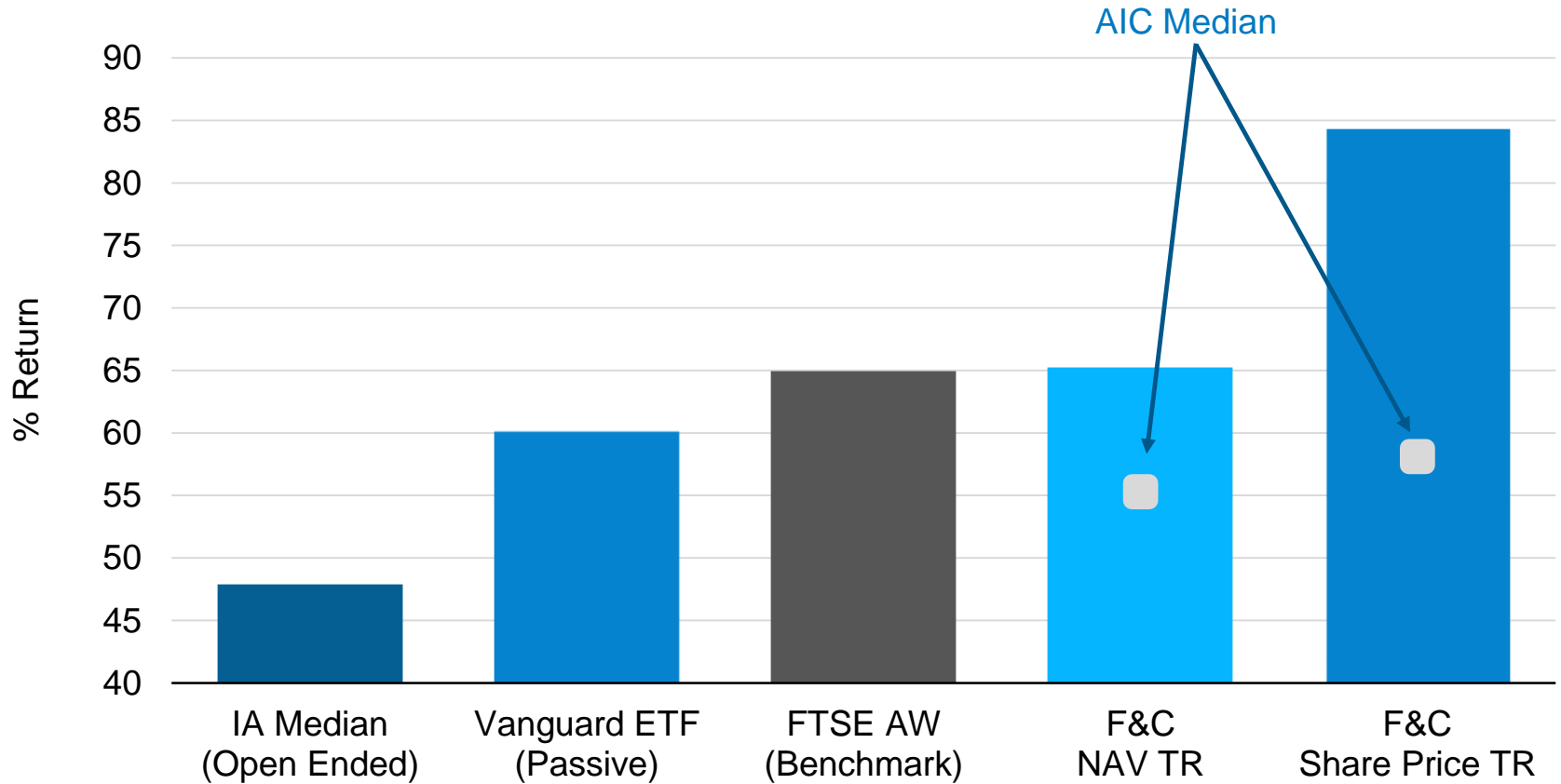
- 18% reduction in OCF from 0.79% to 0.65%
- Change in BMO fee arrangement from 36.5bp on market cap to a tiered approach from 1 January 2019;
 - 35bp on first £3bn
 - 30bp on £3-4bn
 - 25bp above £4bn

Ongoing charges figure



Source: BMO Global Asset Management as at 31-Dec-18. OCF= Ongoing Charges Figure

Returns vs comparators (5 years)



Past performance should not be seen as an indication of future performance

Source: BMO Global Asset Management as at 31-Dec-18. AIC = Association of Investment Companies

Final results to 31 December 2018

- Share price total return of -0.6%, ahead of market benchmark of -3.4%
- NAV total return of -3.3%
- Discount ended 2017 at 1.5% – lowest year end level for over 20 years
- First issuance of shares since 1959 and first ever at a premium
- Net revenue return per share up by 9.8% year-on-year to 12.8p
- Proposed 5.8% dividend increase for 2018 to 11p – 151st annual dividend and 48th consecutive annual increase. Dividend fully covered by 2018 earnings
- Ongoing charges cut by 18%, to 0.65%

Source: BMO Global Asset Management Limited as at 31-Dec-18. NAV = Net Asset Value; P = Pence

Voting and engagement

- 531 company holdings voted in 2018
- It is our belief that effective engagement can enhance shareholder value
 - 164 engagements with companies in 2018 over 25 countries

Key issues

- Governance structure, corporate culture and business ethics
- Alignment of pay with business strategy and risk
- Labour standards
- Management of climate change and natural resource scarcity

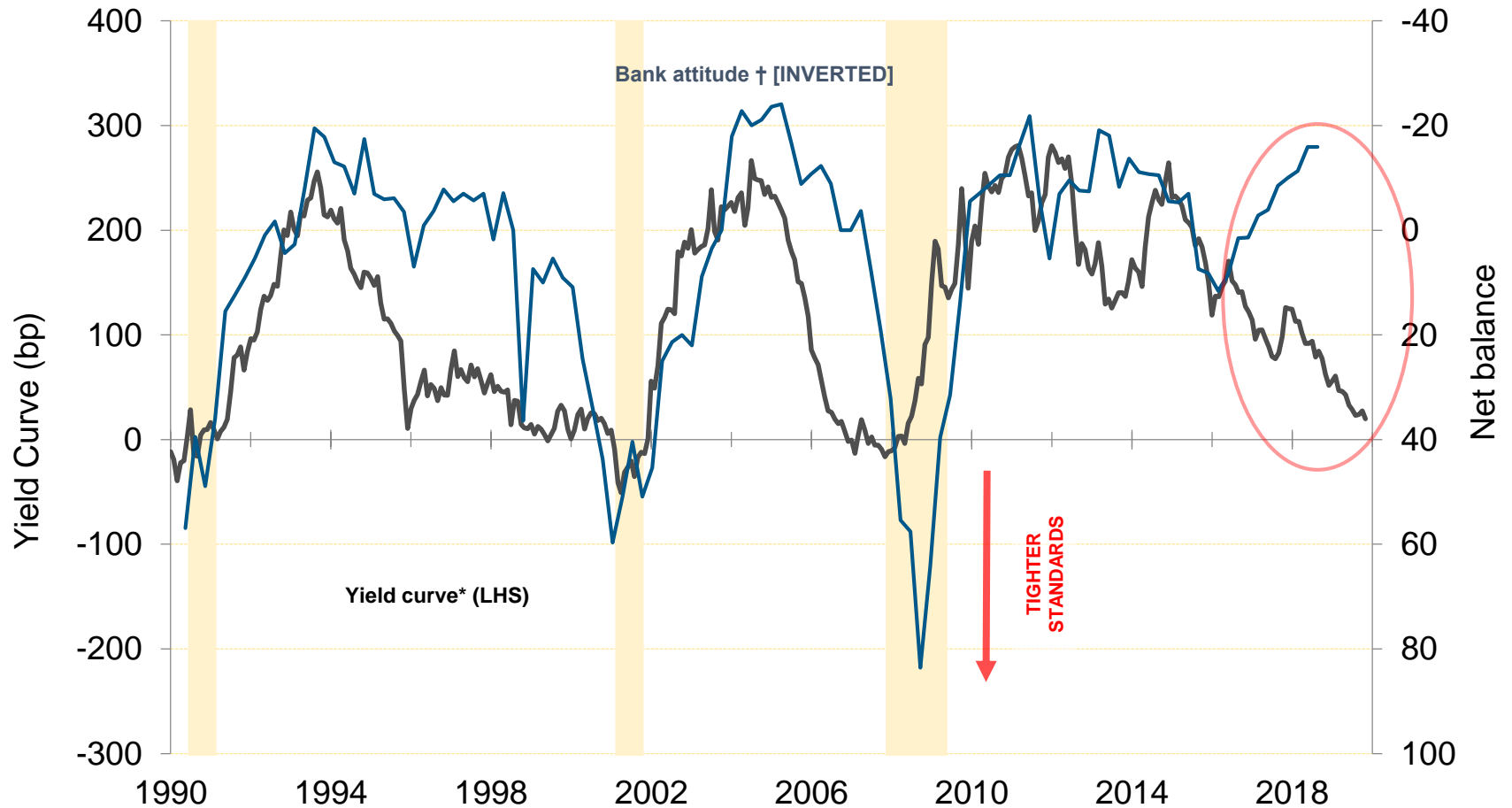
Source: BMO Global Asset Management Limited as at 31-Dec-18

Some key points from last year's outlook

- Increased focus on regulatory risk on the disruptors
- Trade tensions to subside
- Market concentration and market power is good for investors, bad for competition and workers
- Expect more volatility as rates rise
- No marked economic downturn
- Fundamentals remain supportive for equities
- Long bull market to continue

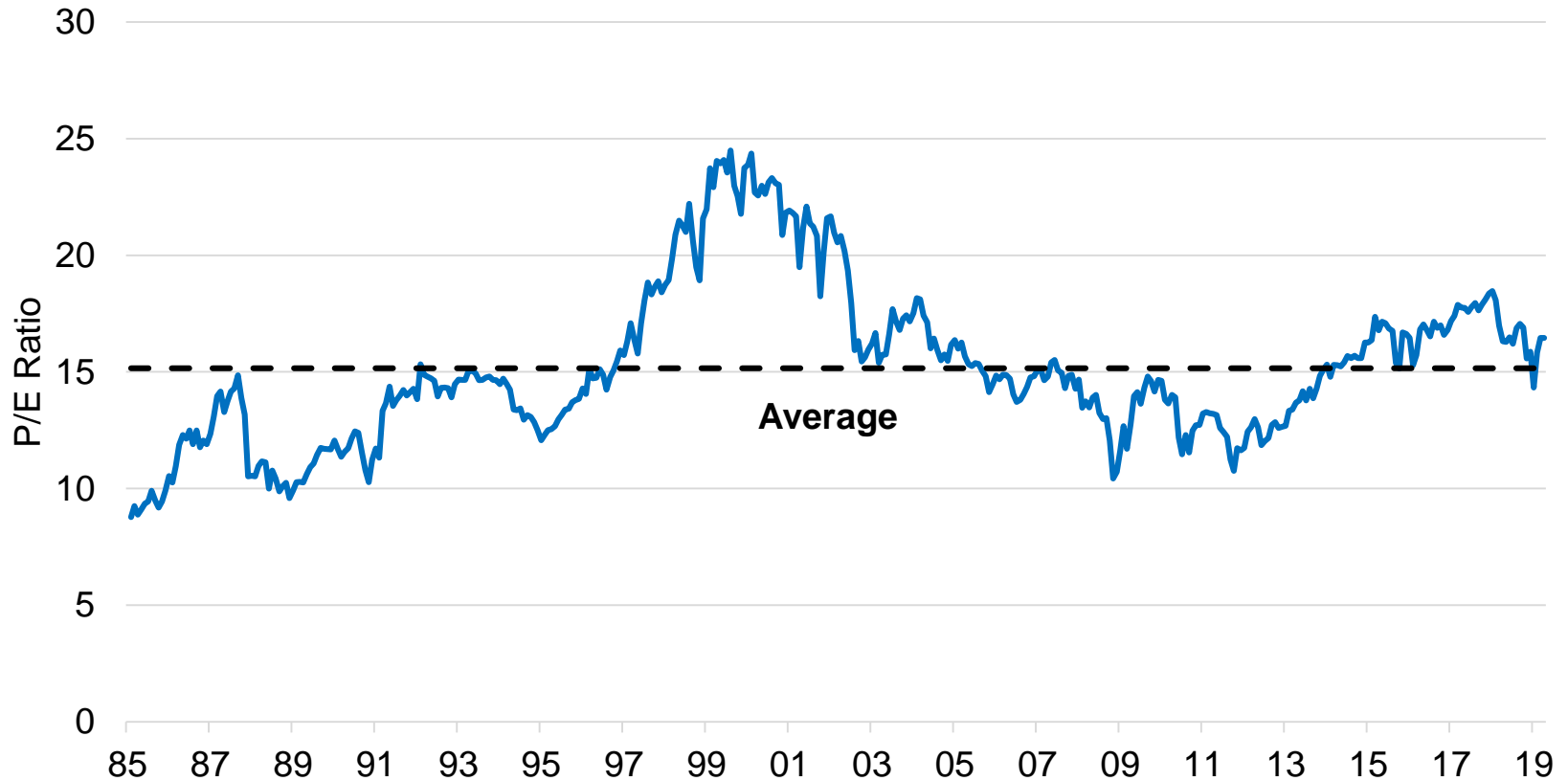
Source: BMO Global Asset Management Limited as at 31-Dec-18. .

Yield curve, recessions and bank lending



Source: BMO Global Asset Management, Bloomberg as at 31-Dec-18. Yield curve = is a line that plots the interests rates, at set point in time, of bonds having equal credit quality but differing maturity dates. . .

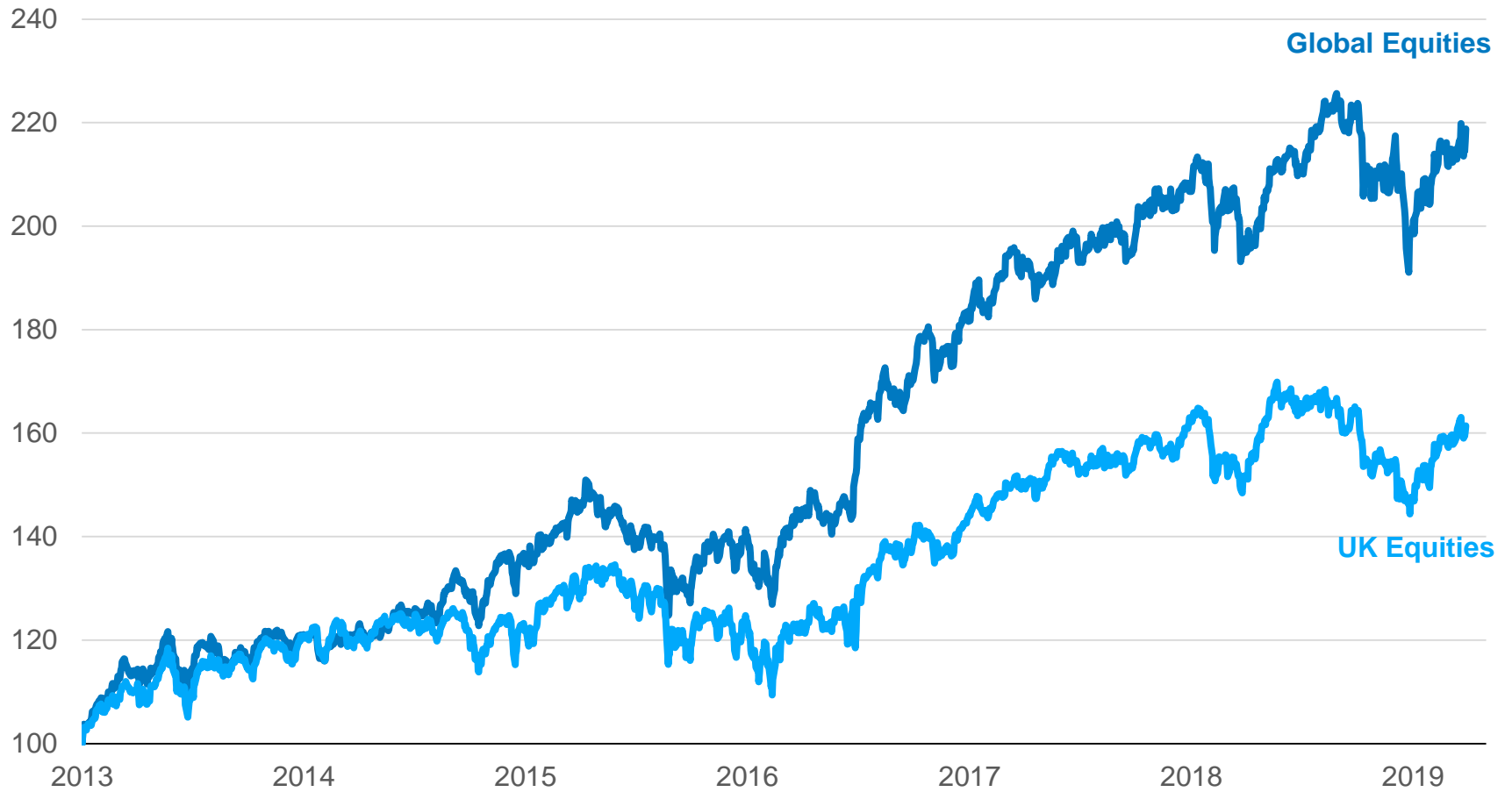
US equity valuations



Past performance should not be seen as an indication of future performance.

Source: BMO Global Asset Management, Bloomberg as at 31-March-19. P/E ratio = Price to earning ratio is a the ratio for valuing a company that measures its current share price relative its per-share earnings (EPS)..

Global vs UK equity returns



Source: BMO Global Asset Management, Bloomberg as at 31-Mar-19.

Discrete performance

Percentage growth 12m to December	2018	2017	2016	2015	2014
F&C Investment Trust Share Price TR	-0.6	21.0	23.7	9.0	13.5
F&C Investment Trust NAV	-3.3	16.7	24.0	7.6	9.7
Benchmark	-3.4	13.8	29.6	4.0	11.3

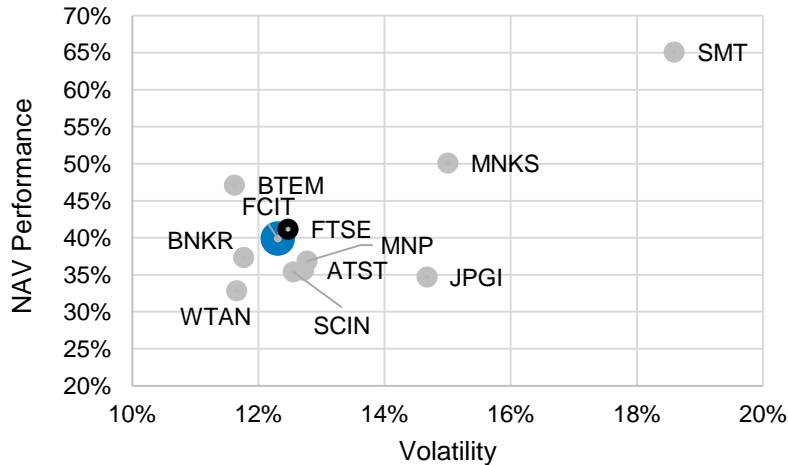


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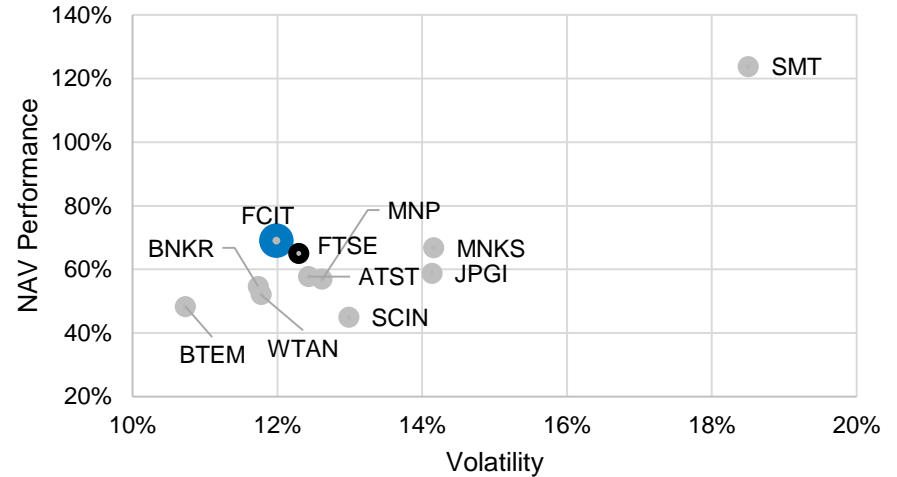
Source: BMO Global Asset Management as at 31-Dec-18. The discrete annual performance table refers to 12-month periods, ending at the date shown. Performance shown is net of fees. Benchmark: FTSE All World Total Return Index.

Attractive risk-adjusted returns

3-years NAV return/volatility

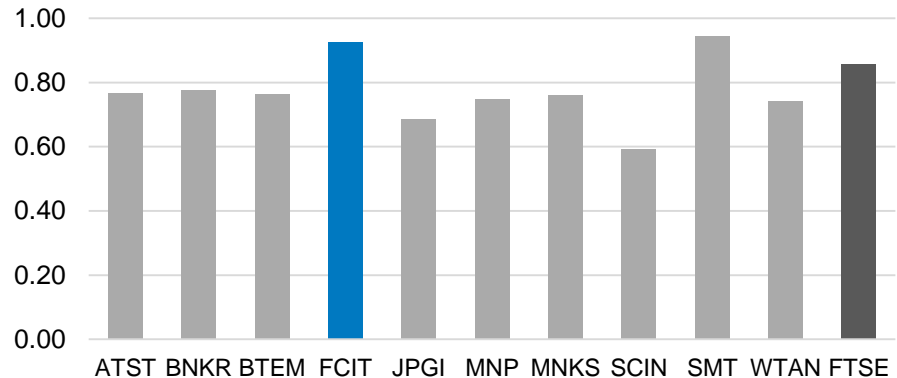


5-years NAV return/volatility



- ATST = Alliance Trust
- BNKR = Bankers Investment Trust
- BTEM = British Empire Securities and General Trust
- FCIT = F&C Investment Trust**
- JPGI = JPMorgan Overseas Investment Trust
- MNKS = Monks Investment Trust
- MNP = Martin Currie Global Portfolio Investment Trust
- SCIN = Scottish Investment Trust
- SMT = Scottish Mortgage Investment Trust
- WTAN = Witan Investment Trust

5-year Index and Competitor NAV Return/Volatility



Source: BMO Global Asset Management, Bloomberg as at 31-Dec-18.

Disclaimer

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