

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

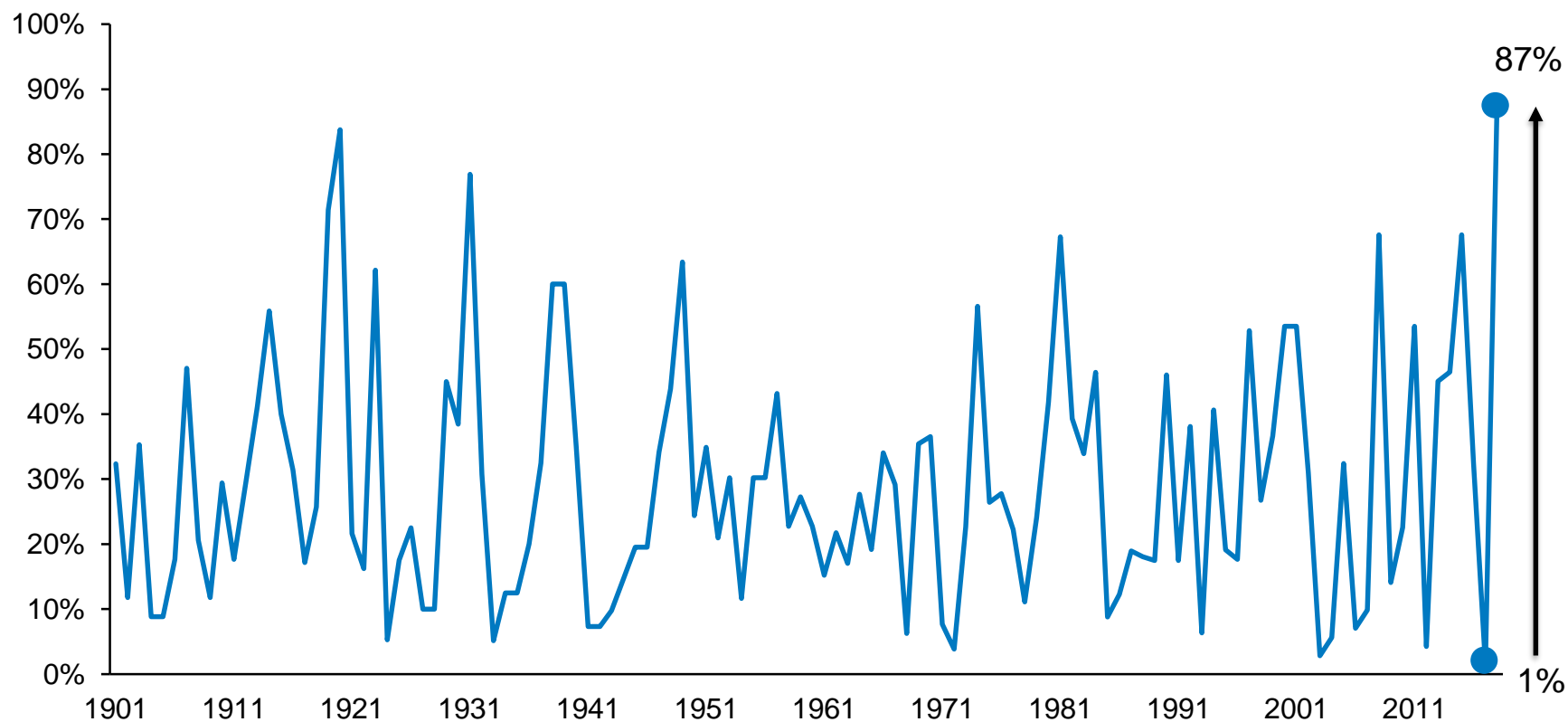
Engagement activity

Outlook

Q&A

Widespread declines in assets values in 2018

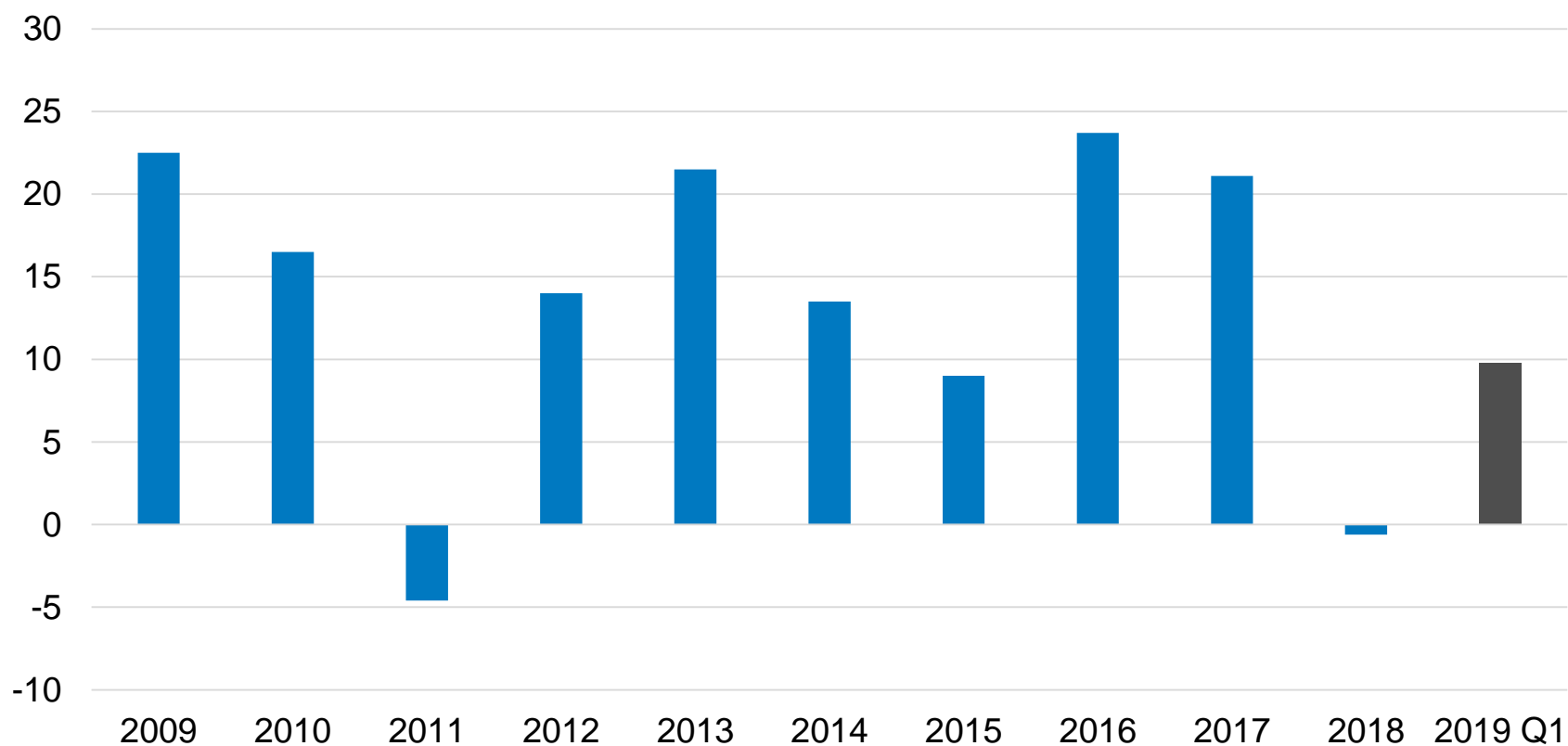
Percentage of Assets with a Negative Total Return in USD terms



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

Source: Deutsche Bank at 31-Dec-18.

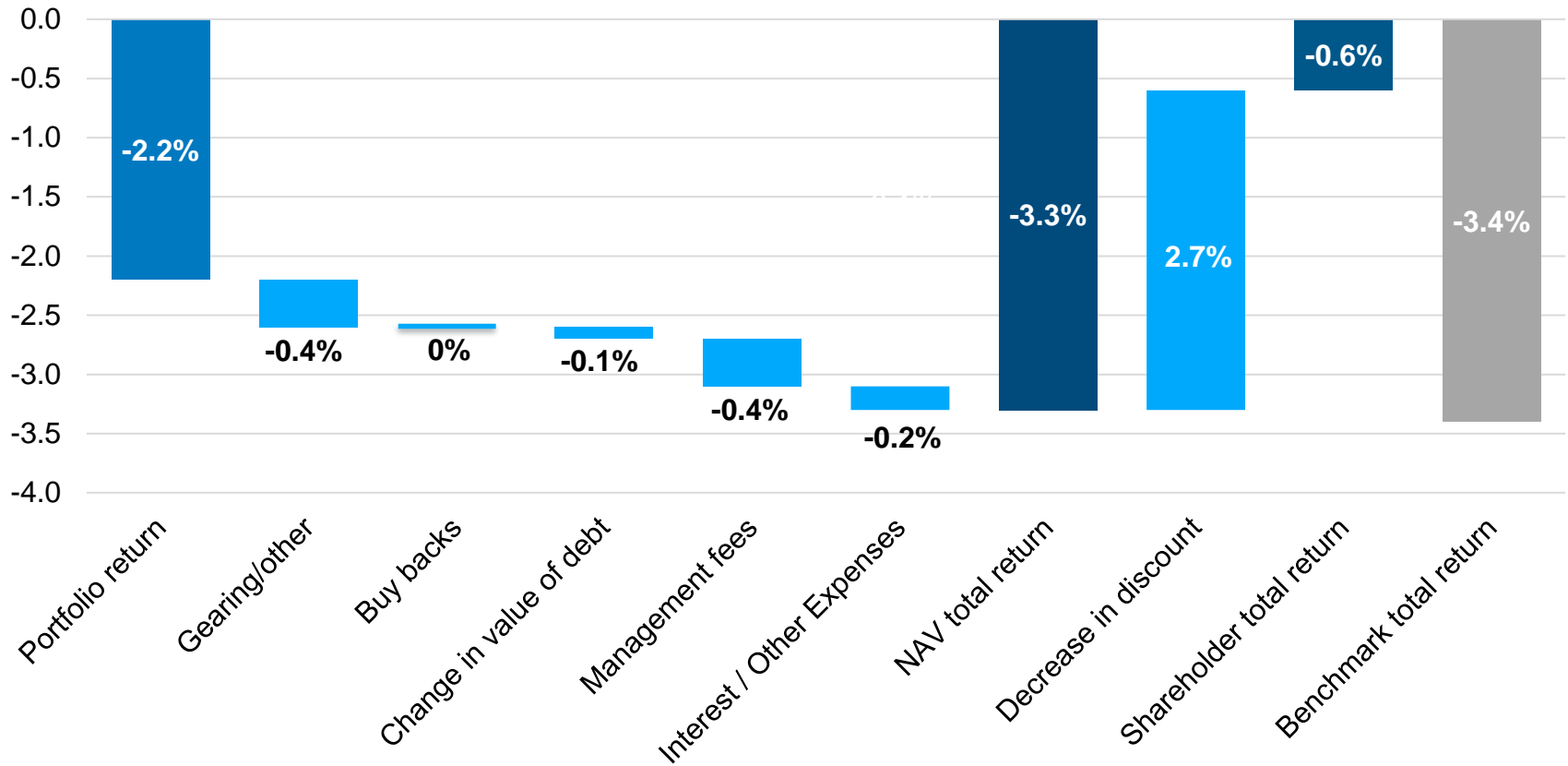
Annual shareholder returns for past decade



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

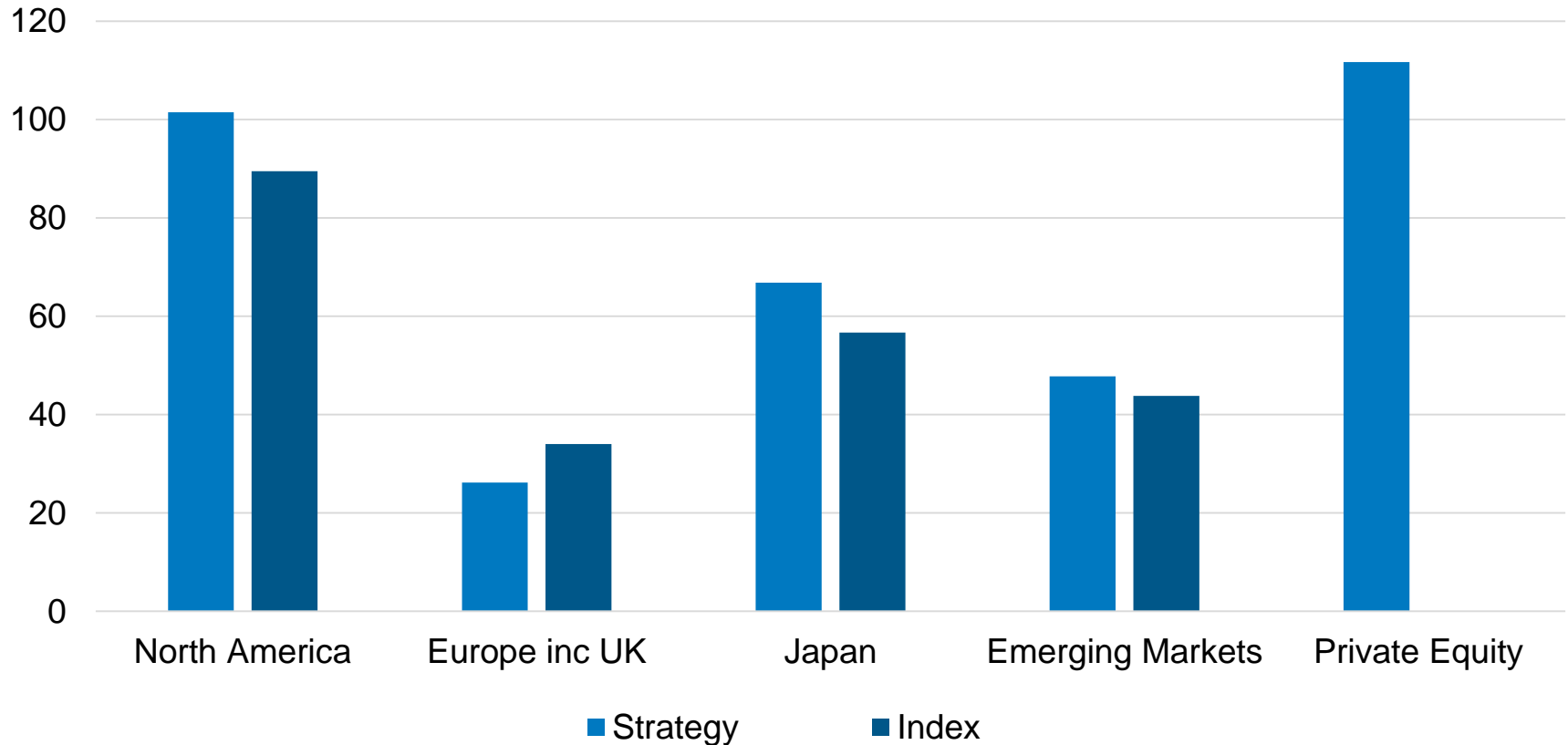
Underlying performance in 2018

	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.

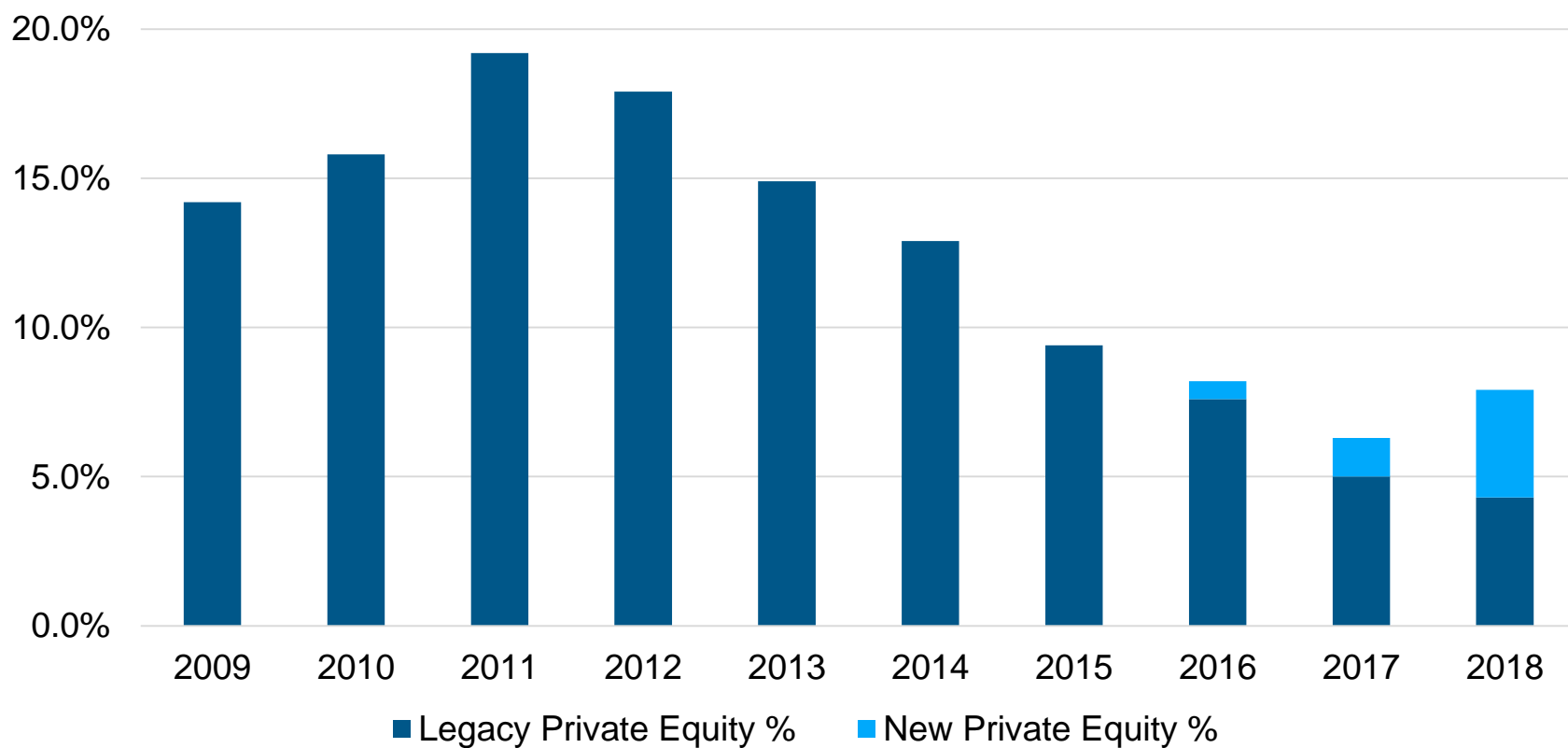
5 year investment returns by portfolio strategy



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.

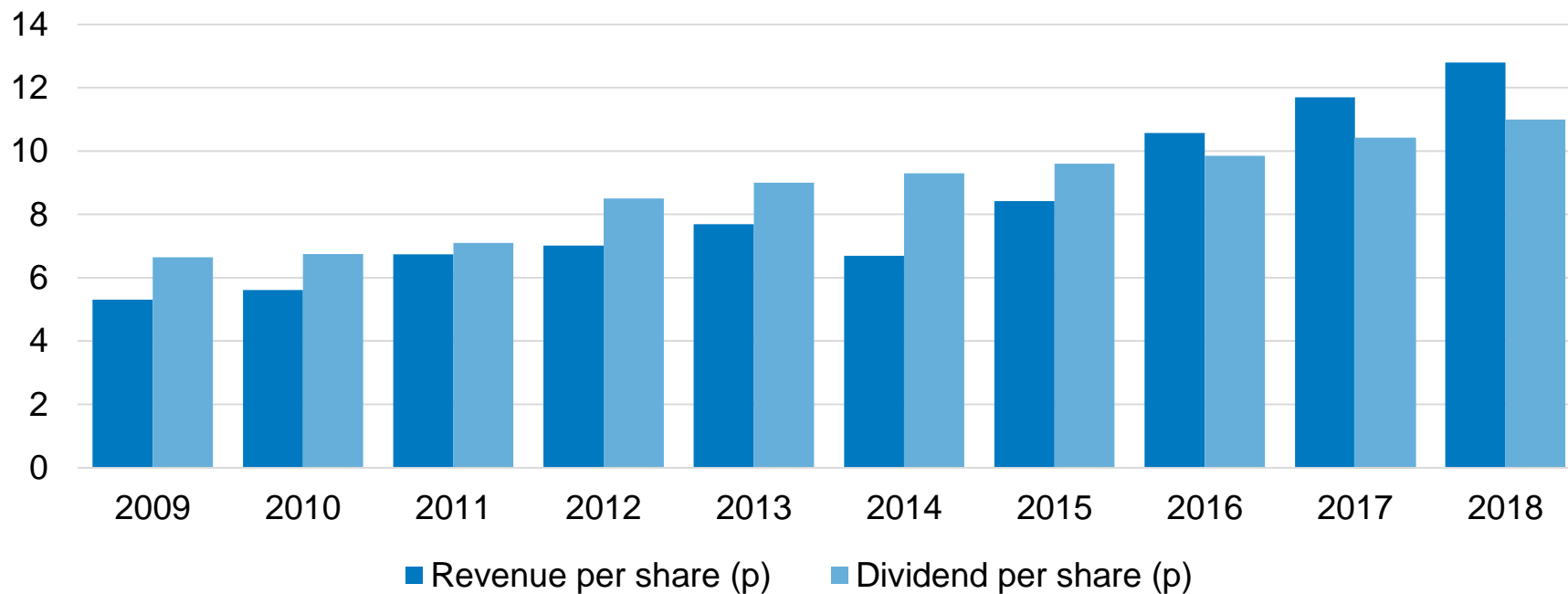
Private equity weighting



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

Revenue and dividends

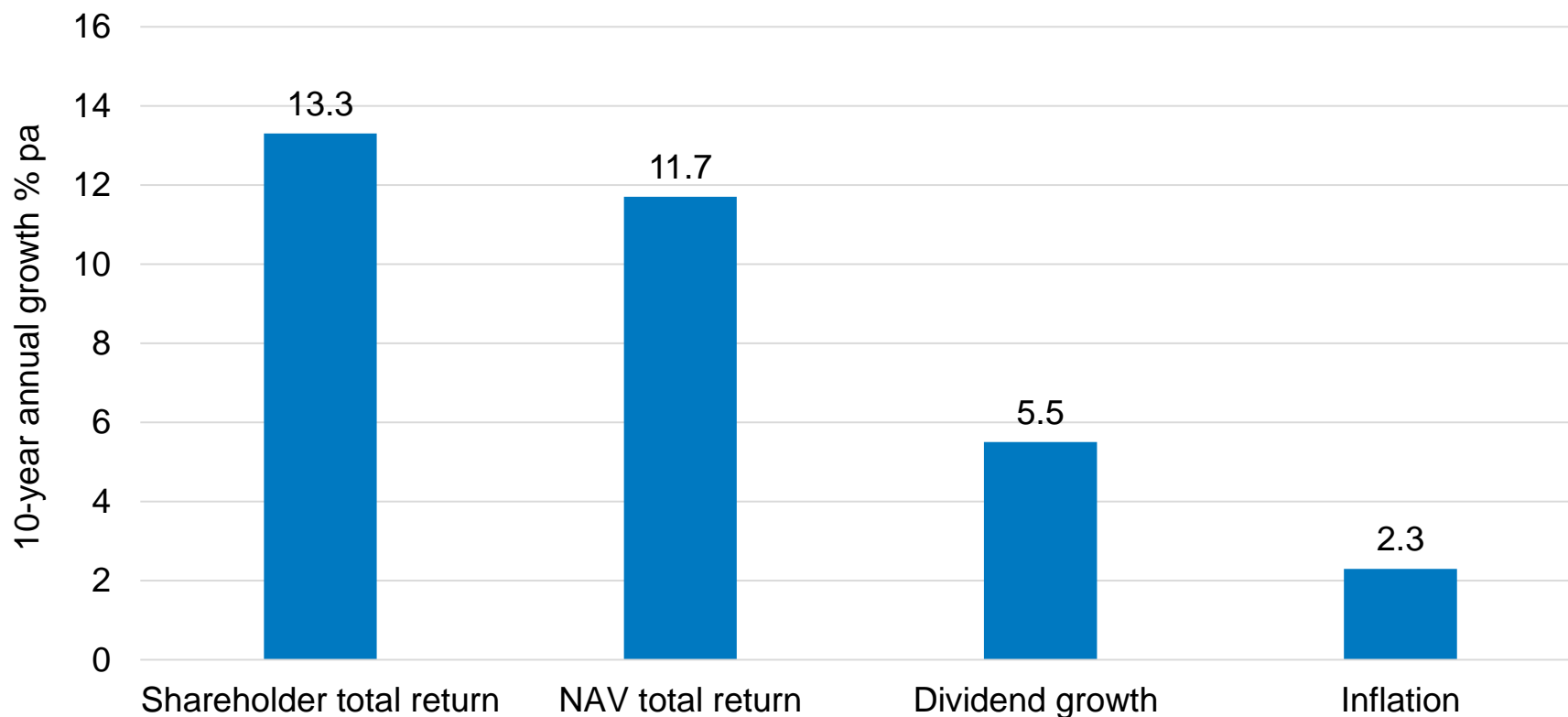
- 9.8% rise in net revenue return per share in 2018
- 5.8% rise in dividends per share in 2018



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

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

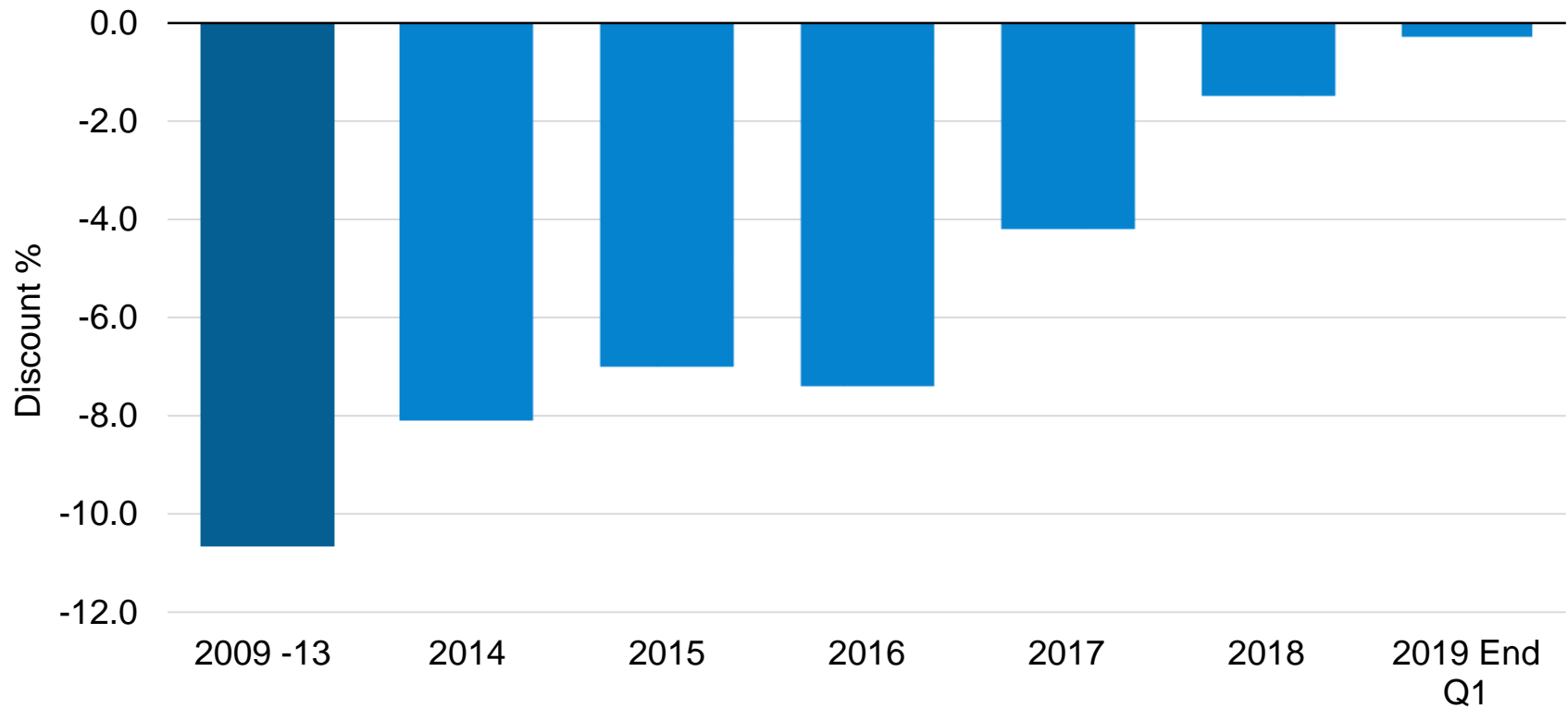
Long term growth in capital and income



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

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

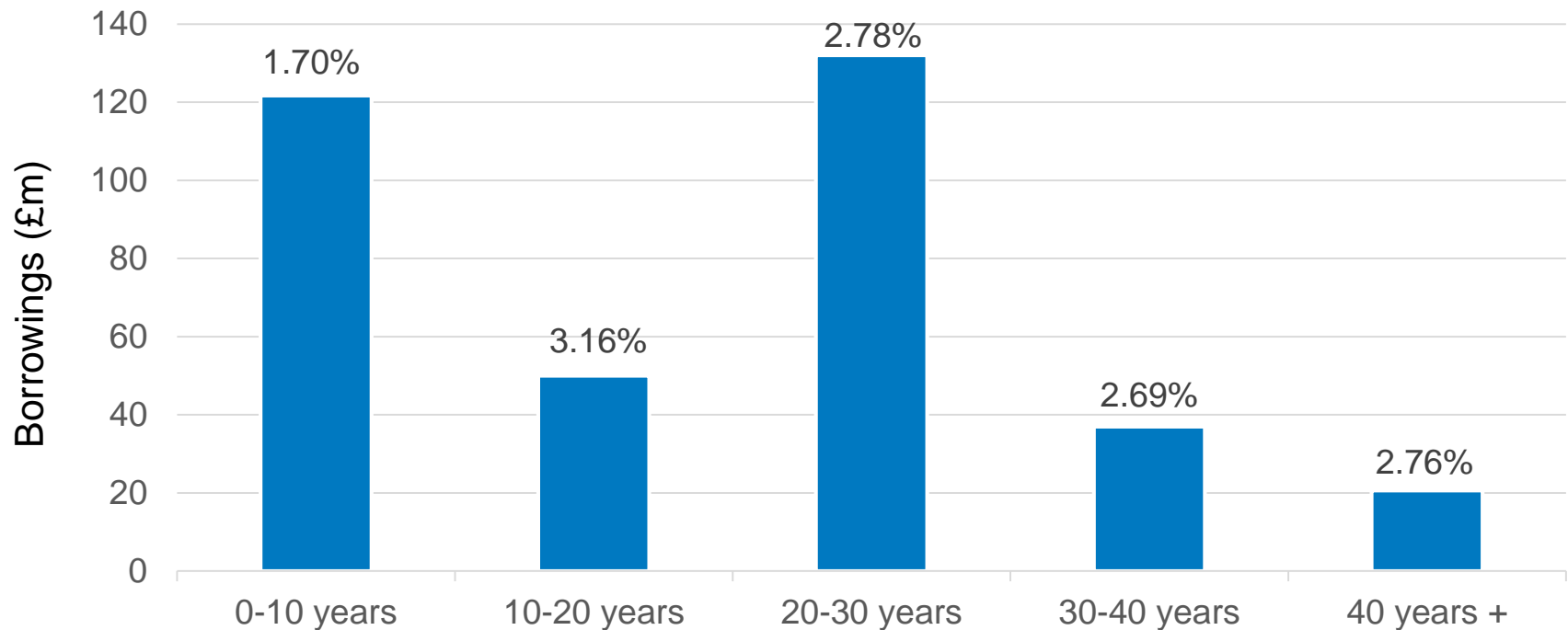
Recent progress in company rating



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

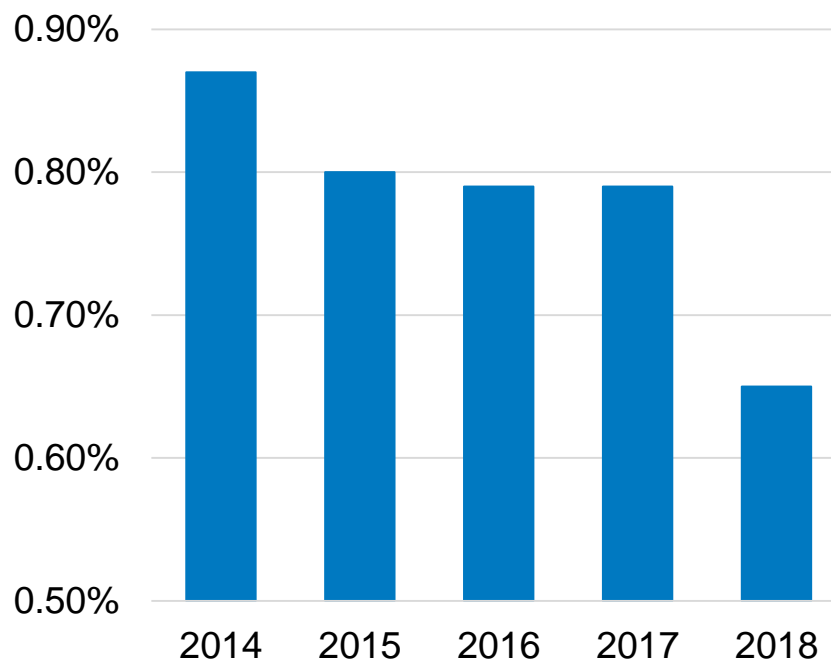


Source: BMO Global Asset Management as at 31-March.-19. Gearing = the ratio of a company's loan capital (debt) to the value of its ordinary shares (equity)..

OCF and management fees

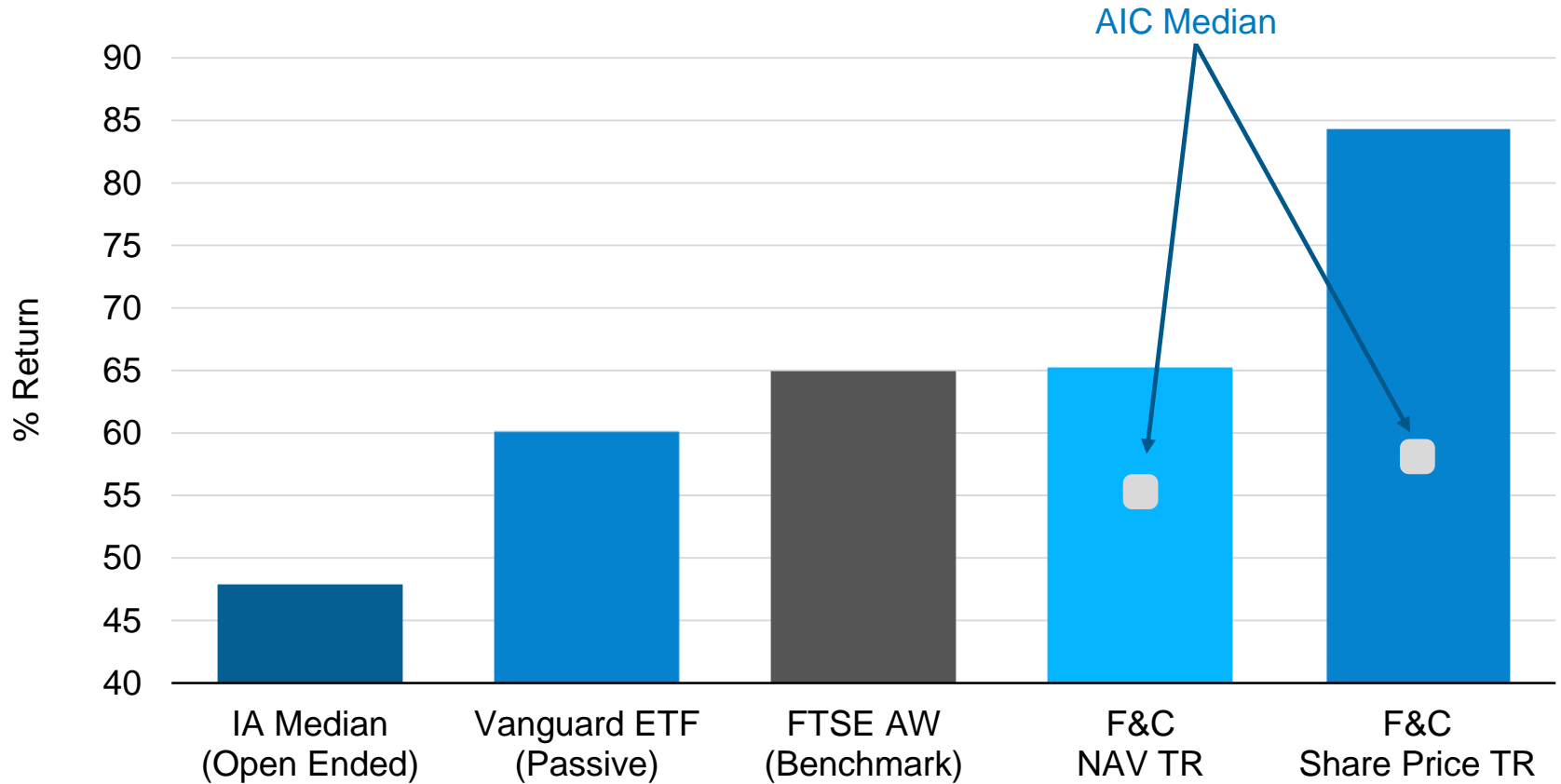
- 18% reduction in OCF from 0.79% to 0.65%
- Change in BMO fee arrangement from 36.5bp on market cap to a tiered approach from 1 January 2019;
 - 35bp on first £3bn
 - 30bp on £3-4bn
 - 25bp above £4bn

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 2018 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

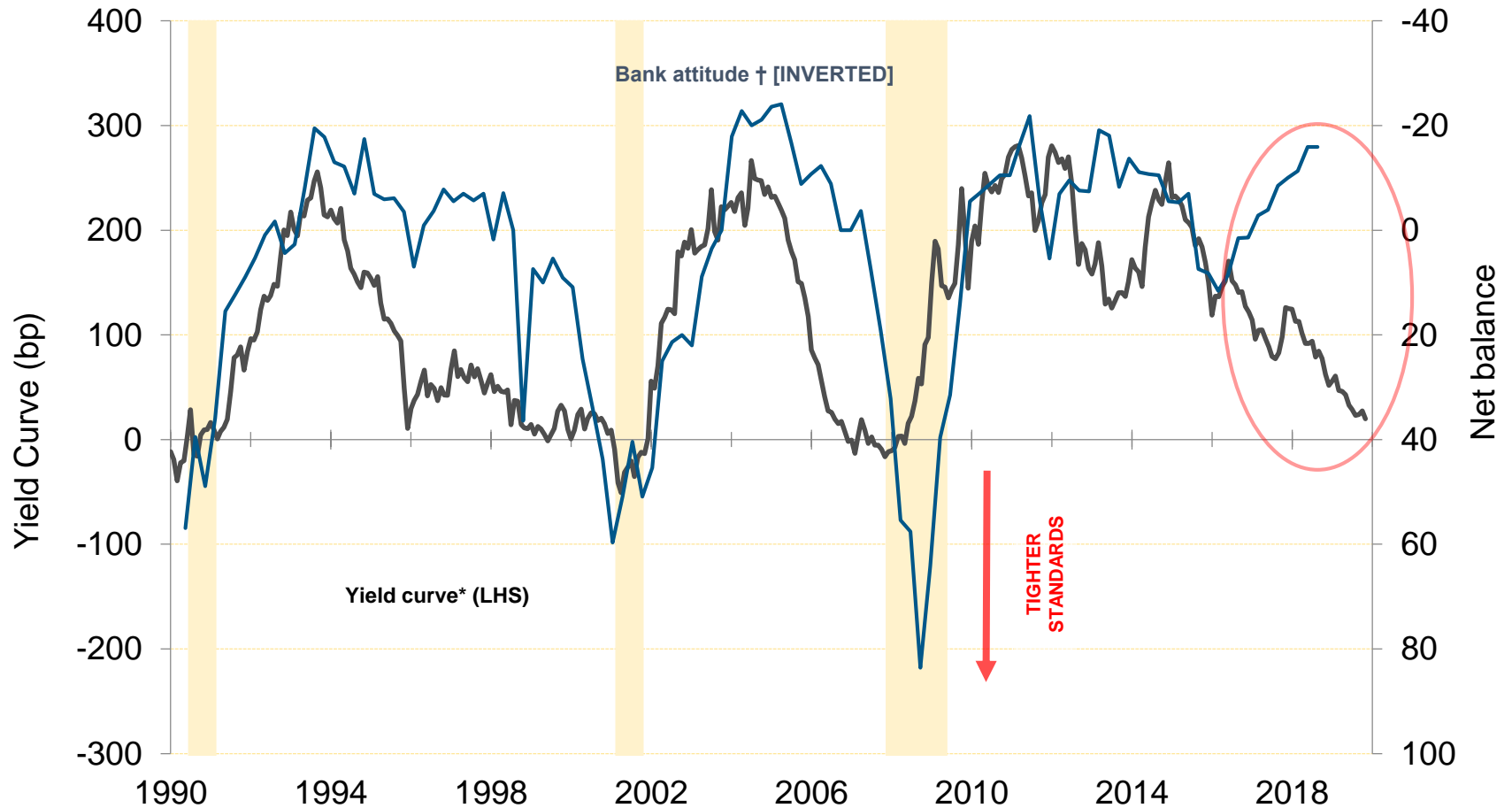
Source: BMO Global Asset Management Limited as at 31-Dec-18

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

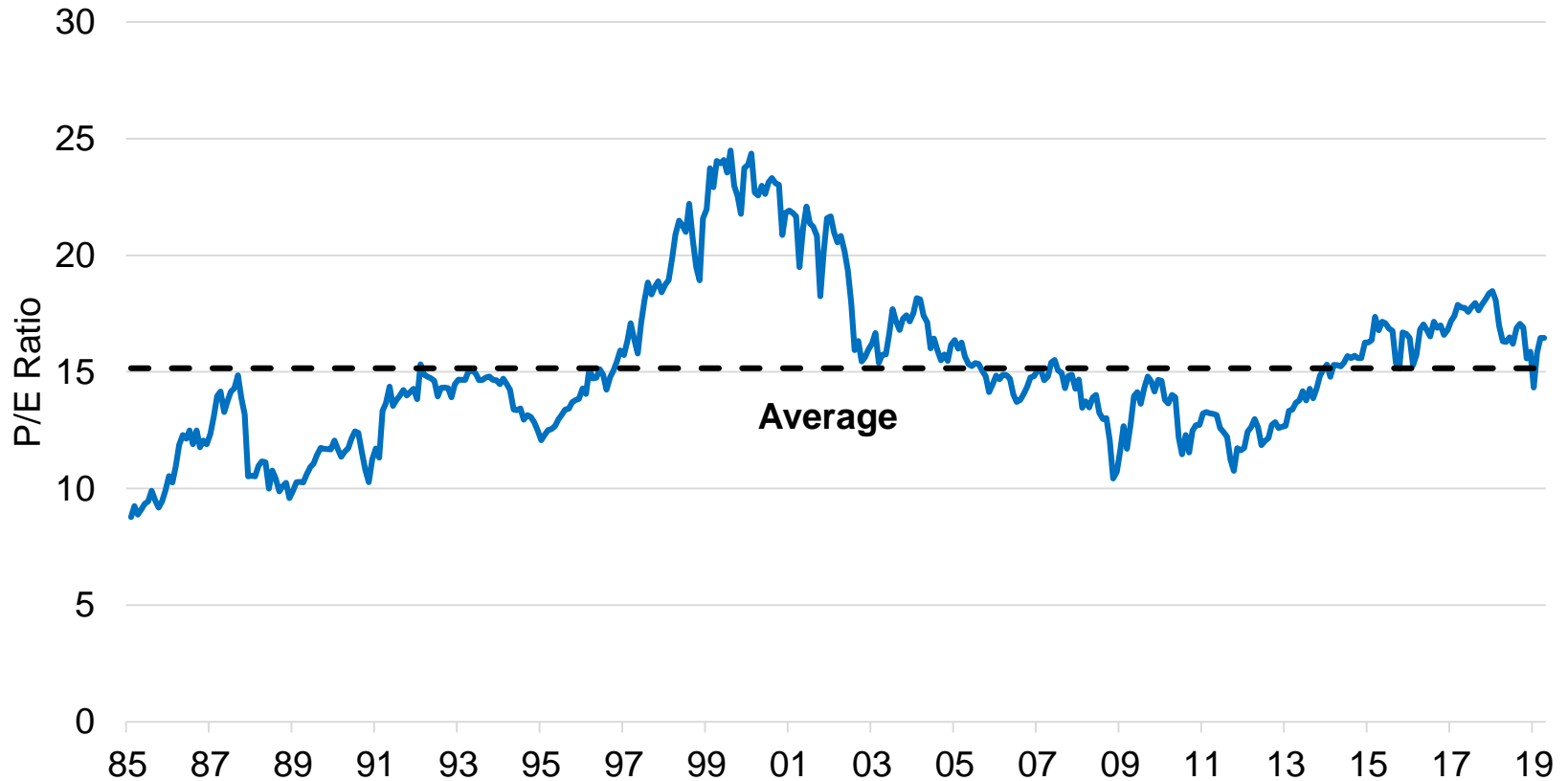
Source: BMO Global Asset Management Limited as at 31-Dec-18. .

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

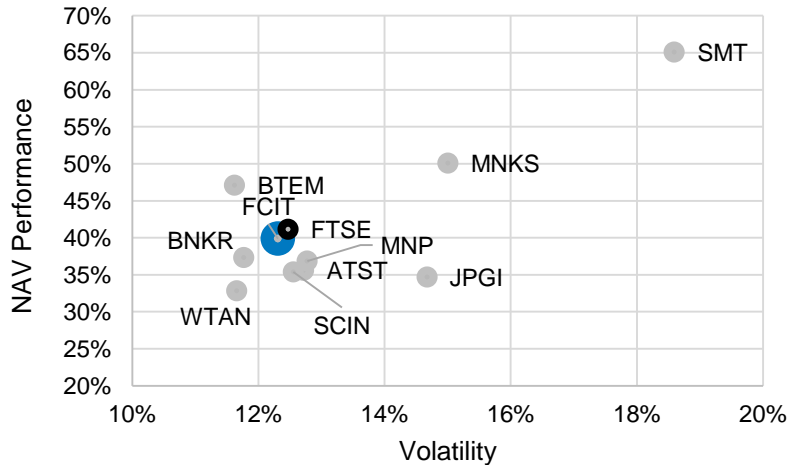


Past performance should not be seen as an indication of future performance.

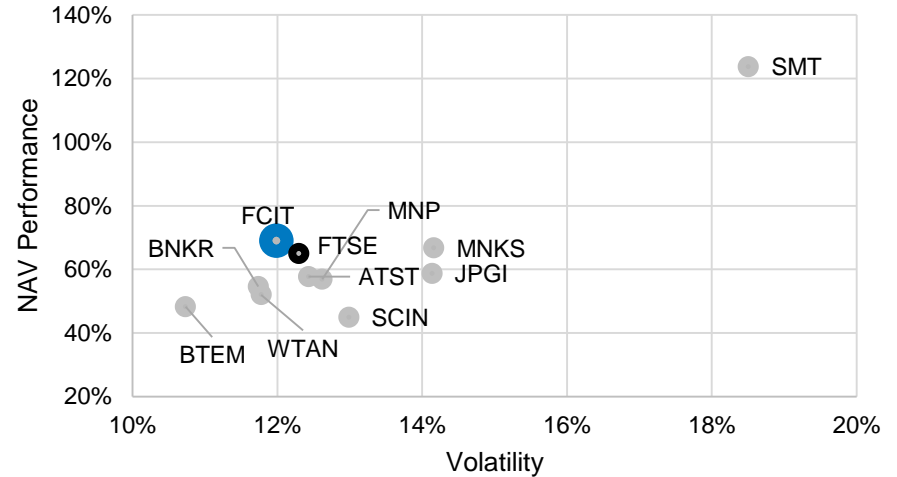
Source: BMO Global Asset Management as at 31-Dec-18. The discrete annual performance table refers to 12-month periods, ending at the date shown. Performance shown is net of fees. Benchmark: FTSE All World Total Return Index.

Attractive risk-adjusted returns

3-years NAV return/volatility

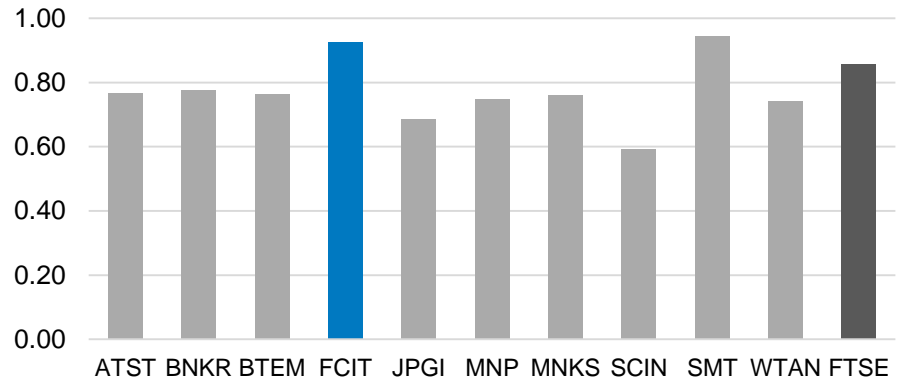


5-years NAV return/volatility



- 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

Views and opinions have been arrived at by BMO Global Asset Management and should not be considered to be a recommendation or solicitation to buy or sell any products that may be mentioned.

© 2019 Morningstar. All Rights Reserved. The information, data, analyses and opinions (“Information”) contained herein: (1) include the proprietary information of Morningstar and its content providers; (2) may not be copied or redistributed except as specifically authorised; (3) do not constitute investment advice; (4) are provided solely for informational purposes; (5) are not warranted to be complete, accurate or timely; and (6) may be drawn from fund data published on various dates. Morningstar is not responsible for any trading decisions, damages or other losses related to the Information or its use. Please verify all of the Information before using it and don’t make any investment decision except upon the advice of a professional financial adviser. Past performance is no guarantee of future results. The value and income derived from investments may go down as well as up.

FTSE International Limited (“FTSE”) © FTSE 2018. “FTSE®” is a trade mark of the London Stock Exchange Group companies and is used by FTSE International Limited under licence. All rights in the FTSE indices and/or FTSE ratings vest in FTSE and/or its licensors. Neither FTSE nor its licensors accept any liability for any errors or omissions in the FTSE indices and/or FTSE ratings or underlying data. No further distribution of FTSE Data is permitted without FTSE’s express written consent.

MSCI makes no express or implied warranties or representations and shall have no liability whatsoever with respect to any MSCI data contained herein. The MSCI data may not be further redistributed or used as a basis for other indices or any securities or financial products. This report is not approved, endorsed, reviewed or produced by MSCI. None of the MSCI data is intended to constitute investment advice or a recommendation to make (or refrain from making) any kind of investment decision and may not be relied on as such.

Copyright © 2019, S&P Capital IQ (and its affiliates, as applicable). This may contain information obtained from third parties, including ratings from credit ratings agencies such as Standard & Poor’s. Reproduction and distribution of third party content in any form is prohibited except with the prior written permission of the related third party. Third party content providers do not guarantee the accuracy, completeness, timeliness or availability of any information, including ratings, and are not responsible for any errors or omissions (negligent or otherwise), regardless of the cause, or for the results obtained from the use of such content. **THIRD PARTY CONTENT PROVIDERS GIVE NO EXPRESS OR IMPLIED WARRANTIES, INCLUDING, BUT NOT LIMITED TO, ANY WARRANTIES OF MERCHANTABILITY OR FITNESS FOR A PARTICULAR PURPOSE OR USE. THIRD PARTY CONTENT PROVIDERS SHALL NOT BE LIABLE FOR ANY DIRECT, INDIRECT, INCIDENTAL, EXEMPLARY, COMPENSATORY, PUNITIVE, SPECIAL OR CONSEQUENTIAL DAMAGES, COSTS, EXPENSES, LEGAL FEES, OR LOSSES (INCLUDING LOST INCOME OR PROFITS AND OPPORTUNITY COSTS OR LOSSES CAUSED BY NEGLIGENCE) IN CONNECTION WITH ANY USE OF THEIR CONTENT, INCLUDING RATINGS.** Credit ratings are statements of opinions and are not statements of fact or recommendations to purchase, hold or sell securities. They do not address the suitability of securities or the suitability of securities for investment purposes, and should not be relied on as investment advice.

Contact us

BMO Global Asset Management (EMEA) – Head Office

Exchange House
Primrose Street
London EC2A 2NY
Tel: +44 (0) 20 7628 8000

Calls may be recorded.

bmogam.com

Extensive worldwide investment capabilities

- Total focus on clients
- Comprehensive range of products and solutions
- Defined expertise – including a suite of specialist investment boutiques



©2019 BMO Global Asset Management. Financial promotions are issued for marketing and information purposes; in the United Kingdom by BMO Asset Management Limited, which is authorised and regulated by the Financial Conduct Authority; in the EU by BMO Asset Management Netherlands B.V., which is regulated by the Dutch Authority for the Financial Markets (AFM); and in Switzerland by BMO Global Asset Management (Swiss) GmbH, which is authorised and regulated by the Swiss Financial Market Supervisory Authority (FINMA).