

Russell Investments Global Shares Fund



Portfolio Manager
Jordan McCall

Russell Investments' Global Equity Team comprises over 23 experienced professionals, including portfolio managers, researchers, portfolio analysts, and strategists in Russell Investments offices around the globe.

The team manages a wide range of U.S., non-U.S developed, emerging market, frontier market, and global equity mandates.

Fund facts
Inception date
14 November 2012
Benchmark
MSCI ACWI Index - Net
Currency
NZD
Total Annual Fund Charges
0.89%
Management Fees
0.80%
Estimated Administration Fee
0.09%
Dealing frequency; Cut off
Daily, 11am NZT
Dividend reinvestment available
Yes

Fund objective

To provide a total return, before costs and tax, higher than the MSCI ACWI Index - Net over the long term (3 years plus).

Fund update

An overweight exposure and strong stock selection in Japan contributed positively to performance, including our holdings in retailer Ryohin Keikaku Co. and Toyo Tire Corp. Stock selection in the UK also added value; notably overweights to electric services company Centrica and multinational aerospace and defence firm Rolls-Royce. In contrast, poor stock selection in the US detracted from overall performance, including underweights to chipmaker NVIDIA Corp. and oil major Exxon Mobil. Stock selection in emerging markets also weighed on returns, including our holding in South Korea's Samsung Electronics. Performance was further impacted by stock selection in Continental Europe.

Performance review (%)

Period ending 30/09/2023	1 month	3 months	1 year p.a.	3 years p.a.	5 years p.a.	Since inception p.a.
Gross fund performance	-4.81	-1.68	13.01	12.03	8.79	12.53
Net fund performance	-4.88	-1.90	12.01	10.79	7.44	11.01
Benchmark return*	-5.00	-1.51	13.73	10.35	8.58	11.83
Excess fund performance (gross)	0.19	-0.17	-0.72	1.68	0.21	0.70

Note: The fund performance shown in this factsheet, effective from 1 December 2021, is not calculated using the unit prices for transacting into and out of the fund. The performance from this period has been calculated using adjusted unit prices. The unit prices calculated by the custodian use security prices available at NZ market close, while the benchmark is calculated using the security prices at the close of the different global markets. This pricing methodology difference causes an embedded lagging effect; hence a month-end adjustment is made so that the fund performance reporting is aligned with the benchmark methodology and we can more accurately report the fund performance against the benchmark. This methodology is effective from 1 December 2021 thereafter. Fund performance for periods up to 30 November 2021 has been calculated using the unit prices for transacting into and out of the fund.

* MSCI World Net Index until 31/12/2010, Russell Global Large Cap – Net Index until 30/09/2018 and MSCI ACWI Index - Net thereafter.

Net fund performance shown is net of fees and charges. Assumes reinvestment of income. The benchmark return shown does not include any fees and is not intended to be an indicator of the return to an investor. Performance data is provided for informational purposes only and is not intended to imply a recommendation about a product or form the basis for making an investment decision. Past performance is not a reliable indicator of future performance.

Portfolio statistics

	Fund	Benchmark
Number of equity holdings	685	2947
Price / earnings	15.17	17.12
Dividend yield	2.84%	3.00%
Price to book	2.36	2.69

Russell Investments Global Shares Fund

Top ten holdings (%)

Security	Fund	Benchmark
MICROSOFT CORP	4.12	3.65
APPLE INC	2.47	4.41
ALPHABET INC-CL C	1.84	1.14
META PLATFORMS INC-CLASS A	1.71	1.09
ALPHABET INC-CL A	1.62	1.27
TAIWAN SEMICONDUCTOR-SP ADR	1.51	0.65
UNITEDHEALTH GROUP INC	1.47	0.77
SAMSUNG ELECTRONICS CO LTD	1.28	0.40
AMAZON.COM INC	1.18	1.92
MASTERCARD INC - A	1.08	0.55

Regional weights (%)

	Fund	Benchmark
United States	57.76	61.72
Europe ex UK	12.98	12.61
Emerging Markets	12.19	10.77
Japan	5.83	5.55
UK	3.67	3.63
Canada	3.23	2.92
Australia/New Zealand	1.72	1.85
Other	1.59	0.04
Asia ex Japan	1.03	0.91

Sector weights (%)

	Fund	Benchmark
Information Technology	20.28	21.56
Financials	14.78	15.72
Health Care	13.07	11.87
Consumer Discretionary	12.31	11.18
Industrials	9.91	10.37
Communication Services	8.99	7.56
Consumer Staples	6.26	7.10
Materials	5.66	4.50
Energy	3.96	5.22
Real Estate	1.82	2.27
Other	1.65	0.03
Utilities	1.31	2.62

ESG data

	Fund	Benchmark
ESG Risk Score**	21.78	21.80
Carbon Footprint***	125.49	134.93
Tobacco Exposure	0.00%	0.58%

** Higher scores imply higher risk

*** Higher score implies greater carbon exposure

The ESG Risk Score is the weighted average of the Sustainalytics' Risk Score for companies in the portfolio. The Sustainalytics' Risk Score focuses on ESG issues that are financially material to the company and incorporates both risk exposure and issue management. The scores range from 0 to 100 where higher scores imply higher ESG risk. The Carbon Footprint is the Weighted Average Carbon Intensity which we define as relative carbon emissions as the weighted average of portfolio companies' Scope 1 & 2 GHG emissions divided by revenue (CO₂e/\$1M revenue USD). Tobacco exposure is defined as the weight of securities in the portfolio classified as being in the GICS tobacco subindustry.

Russell Investments Global Shares Fund

Portfolio structure (manager weight)

Manager	Style	Target Allocation
PineStone Asset Management	Core global equities	11%
J O Hambro Capital Management	UK equity dynamic	10%
Nissay Asset Management	Japanese equities	10%
Man Numeric Investors	Core global equities, global low volatility	10%
Oaktree Capital	Emerging markets	11%
Russell Investments	Positioning strategies	14%
Redwheel	Global emerging markets	7%
Sanders Capital, LLC	Core global value	16%
Wellington Management Company LLP	Core global growth horizons	8%
Liquidity Reserve	Cash	3%

Footnotes

All information contained in this document is for the current reporting period unless otherwise stated.

Important Information

This Report/Presentation is provided by Russell Investment Group Ltd (Russell Investments) in good faith and is designed as a summary to accompany the Product Disclosure Statement for the Russell Investment Funds (Funds). The Product Disclosure Statement is available from Russell Investments, or the issuer FundRock NZ Limited (FundRock), and on <https://disclose-register.companiesoffice.govt.nz/>. The information contained in this Report/Presentation is not an offer of units in the Fund or a proposal or an invitation to make an offer to sell, or a recommendation to subscribe for or purchase, any units in the Fund. If you are making an investment directly then you will be required to complete the application form, which can be obtained from FundRock. The information and any opinions in this Report/Presentation are based on sources that Russell Investments believes are reliable and accurate. Russell Investments, its directors, officers and employees make no representations or warranties of any kind as to the accuracy or completeness of the information contained in this fact sheet and disclaim liability for any loss, damage, cost or expense that may arise from any reliance on the information or any opinions, conclusions or recommendations contained in it, whether that loss or damage is caused by any fault or negligence on the part of Russell Investments, or otherwise, except for any statutory liability which cannot be excluded. All opinions reflect Russell Investments' judgment on the date of this Report/Presentation and are subject to change without notice. This disclaimer extends to FundRock, and any entity that may distribute this publication. The information in this Report/Presentation is not intended to be financial advice for the purposes of the Financial Advisers Act 2008. In particular, in preparing this document, Russell Investments did not take into account the investment objectives, financial situation and particular needs of any particular person. Professional investment advice from an appropriately qualified adviser should be taken before making any investment. Past performance is not necessarily indicative of future performance, unit prices may go down as well as up and an investor in the fund may not recover the full amount the capital that they invest. No part of this document may be reproduced without the permission of Russell Investments or FundRock. FundRock is the issuer and manager of the Russell Investment Funds. Russell Investments is in the investment manager of the Russell Investment Funds. Source for MSCI data: MSCI. The MSCI information may only be used for your internal use, may not be reproduced or disseminated in any form and may not be used to create any financial instruments or products or any indices. The MSCI information is provided on an "as is" basis and the user of this information assumes the entire risk of any use made of this information. MSCI, each of its affiliates and each other person involved in or related to compiling, computing or creating any MSCI information (collectively, the MSCI Parties.) expressly disclaims all warranties (including, without limitation, any warranties of originality, accuracy, completeness, timeliness, non-infringement, merchantability and fitness for a particular purpose) with respect to this information. Without limiting any of the foregoing, in no event shall any MSCI Party have any liability for any direct, indirect, special, incidental, punitive, consequential (including, without limitation, lost profits) or any other damages. Russell Investments' ownership is composed of a majority stake held by funds managed by TA Associates Management, L.P., with a significant minority stake held by funds managed by Reverence Capital Partners, L.P. Certain of Russell Investments' employees and Hamilton Lane Advisors, LLC also hold minority, non-controlling, ownership stakes.