

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

Contributing to the Fund's underperformance was stock selection in Japan, including overweights to poor-performing names like Hino Motors and electronics companies Panasonic and Seiko Epson. Stock selection in Continental Europe also weighed on returns over the period. Performance was further impacted by stock selection in Canada, including overweights to miners First Quantum Minerals and Ivanhoe Mines; the former falling more than 50% amid uncertainty surrounding the future of its key open pit copper mine project in Panama. In contrast, the Fund benefited from stock selection amongst emerging markets. This included overweights to South African gold miner AngloGold Ashanti and Taiwanese semiconductor company MediaTek. Other key holdings to add value over the period were an underweight to US electric car maker Tesla and overweights to US health insurers UnitedHealth Group and Elevance Health.

Performance review (%)

Period ending 31/10/2023	1 month	3 months	1 year p.a.	3 years p.a.	5 years p.a.	Since inception p.a.
Gross fund performance	0.01	-3.45	9.64	12.65	10.17	12.43
Net fund performance	-0.07	-3.66	8.67	11.42	8.82	10.92
Benchmark return*	0.19	-3.29	10.37	11.32	9.99	12.02
Excess fund performance (gross)	-0.18	-0.16	-0.73	1.32	0.18	0.67

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	678	2947
Price / earnings	14.70	16.65
Dividend yield	2.94%	3.00%
Price to book	2.26	2.60

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Top ten holdings (%)

Security	Fund	Benchmark
MICROSOFT CORP	4.54	4.04
APPLE INC	2.53	4.55
ALPHABET INC-CL C	1.82	1.12
META PLATFORMS INC-CLASS A	1.78	1.13
UNITEDHEALTH GROUP INC	1.59	0.84
ALPHABET INC-CL A	1.59	1.25
TAIWAN SEMICONDUCTOR-SP ADR	1.57	0.68
AMAZON.COM INC	1.27	2.08
SAMSUNG ELECTRONICS CO LTD	1.24	0.40
MASTERCARD INC - A	1.07	0.54

Regional weights (%)

	Fund	Benchmark
United States	58.55	62.10
Europe ex UK	13.33	12.54
Emerging Markets	12.46	10.69
Japan	5.58	5.48
UK	3.76	3.60
Canada	2.77	2.85
Australia/New Zealand	1.74	1.79
Asia ex Japan	1.03	0.91
Other	0.78	0.04

Sector weights (%)

	Fund	Benchmark
Information Technology	21.11	22.05
Financials	14.70	15.70
Health Care	13.22	11.70
Consumer Discretionary	12.17	11.00
Industrials	9.75	10.27
Communication Services	9.00	7.48
Consumer Staples	6.66	7.20
Materials	5.67	4.47
Energy	3.85	5.16
Real Estate	1.76	2.26
Utilities	1.34	2.71
Other	0.77	-

ESG data

	Fund	Benchmark
ESG Risk Score**	21.68	21.72
Carbon Footprint***	123.31	135.20
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.

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Portfolio structure (manager weight)

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

Footnotes

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

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