

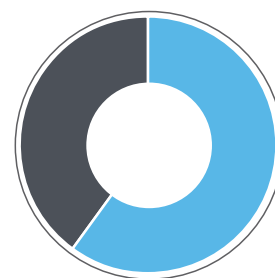


Fund Profile

An in-depth look at Russell Investments' Sector Funds

Russell Investments Australian Floating Rate Fund

Fund breakdown



The Russell Investments Australian Floating Rate Fund (the Fund) aims to generate total returns, before costs and fees, higher than the Fund's benchmark over the short to medium term. As Russell Investments normally employs a multi-manager approach to product construction, the exact characteristics of the Fund may be altered over time in accordance with changes in manager composition.

Fund design

The primary manager in the Russell Investments Australian Floating Rate Fund is Perpetual Investment Management Limited, which is managing a floating rate note (FRN) mandate focused on adding value through security and sector selection. The Fund also includes a positioning strategy managed by Russell Investments which comprises 'vanilla' cash and major bank FRNs and is used to proactively manage the Fund's liquidity level.

Investment strategy

The Fund typically invests in cash, cash equivalent securities (such as bank deposits and money market instruments), corporate floating rate notes and asset/mortgage-backed securities.

Derivatives and fixed rate corporate debt may also be used. The Fund may be exposed to non-Australian dollar denominated cash and cash equivalent securities. Any foreign currency exposures will be largely hedged back to Australian dollars using forward foreign exchange contracts.

Fund Profile - Australian Flo

Perpetual Investment Management Limited Credit enhanced cash mandate

Perpetual's credit enhanced cash mandate invests in a diversified portfolio of cash, cash equivalents, floating rate notes, asset-backed securities and mortgage-backed securities. Perpetual's credit enhanced cash mandate may invest in assets directly or indirectly by investing in other Perpetual managed funds that have similar investment objectives and authorised investments.

- Perpetual
- Russell Investments



Quick overview

Inception: 31 December 2004

Benchmark: Bloomberg AusBond Bank Bill Index

AUM (AUD): \$883.82 million (as on 30/09/2020)

Minimum Investment Timeframe: 1 Year

"The Fund provides investors with exposure to a diversified portfolio of securities, including corporate debt, asset backed and debt-like hybrid securities."

CLIVE SMITH
SENIOR PORTFOLIO MANAGER
RUSSELL INVESTMENTS

Russell Investments Australian Floating Rate Fund

Russell Investments Positioning strategy

Positioning strategies are customised exposures created and directly managed by Russell Investments to better achieve return and/or risk objectives in a total portfolio. Russell Investments portfolio managers have ultimate responsibility for the total portfolio and use positioning strategies to help meet investment goals. Typically

used in conjunction with third-party active managers, positioning strategies allow our portfolio managers to better reflect our strategic and dynamic insights in a precise and flexible manner.

In the Russell Investments Australian Floating Rate Fund, the positioning strategy will focus on liquidity management. The positioning strategy will invest in cash and cash equivalent

securities such as bank deposits, money market instruments (including but not limited to bank bills and negotiable certificates of deposit) and major bank FRNs. Russell Investments will proactively manage the holdings within the mandate and its allocation to maintain the desired levels of liquidity within the Fund.

For more information, please contact your Russell Investments representative:

NSW, QLD, ACT & NT: 02 9229 5111

VIC, SA, WA & TAS: 03 9270 8111

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