

Russell Investments Global Listed Infrastructure Fund



Portfolio Manager
Patrick Nikodem

Russell Investments' Real Asset Team comprises over 20 experienced professionals, including portfolio managers, researchers, portfolio analysts, and strategists in Russell Investments offices around the globe. The team manages a wide range of mandates, including listed real estate, infrastructure, and private real estate, listed commodities.

Fund facts

Inception date

16 March 2022

Benchmark

S&P Global Listed Infrastructure Index NZD Hedged (Net TR)

Currency

NZD

Total Annual Fund Charges incl. GST

1.05%

Management Fees

0.85%

Estimated Administration Fee

0.20%

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 S&P Global Listed Infrastructure Index NZD Hedged (Net TR) over the long term. The Fund targets a 20% carbon footprint reduction relative to its market index.

Fund update

Stock selection within the transportation space contributed positively to performance, including an underweight to Auckland International Airport. Ex-benchmark exposures to waste and railways also added value over the period. In terms of waste, the Fund benefited from its holdings in US names Waste Connections and Republic Services, while in the railways space our holdings in US majors Norfolk Southern Corp. and CSX Corp. added the most value. In contrast, stock selection amongst electric utilities detracted from performance; notably an underweight to Constellation Energy (US). Our strategic underweight to size also weighed on returns as small caps underperformed their larger counterparts over the period.

Performance review (%)

Period ending 29/02/2024	1 month	3 months	1 year p.a.	3 years p.a.	5 years p.a.	Since inception p.a.
Gross fund performance	0.85	1.67	2.85	-	-	3.16
Net fund performance	0.77	1.40	1.78	-	-	2.09
Benchmark return*	0.50	1.28	1.03	-	-	1.63
Excess fund performance (gross)	0.35	0.39	1.82	-	-	1.53

From inception to 29 January 2023 transactional prices have been calculated using 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. From 1 December 2021, performance is calculated using accounting methods. The Performance calculation is measured as Net income generated over the period inclusive of fees and tax. Tax is calculated applying a PIR of 28% on taxable income. Net performance data shown is net of fees and 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	120	76
Price / earnings	22.42	21.16
Dividend yield	3.99%	4.00%
Price to book	2.18	1.90

1 years	Fund	Benchmark
Volatility	12.52%	12.43%
Tracking error	0.80%	-
Sharpe ratio	-0.10	-
Information ratio	2.23	-

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Top ten holdings (%)

Security	Fund	Benchmark
AENA SME SA	5.09	6.12
TRANSURBAN GROUP	4.87	5.14
NEXTERA ENERGY INC	4.06	4.07
CHENIERE ENERGY INC	3.30	2.33
GETLINK SE	2.82	2.64
SOUTHERN CO/THE	2.48	3.11
GRUPO AEROPORT DEL SURESTE-B	2.35	-
ENBRIDGE INC	2.30	4.53
TARGA RESOURCES CORP	2.28	1.37
ATLAS ARTERIA	2.24	1.90

Regional weights (%)

	Fund	Benchmark
United States	44.37	38.37
Europe ex UK	22.76	22.91
Australia/New Zealand	11.55	12.11
Emerging Markets	9.62	12.23
Canada	7.35	8.92
UK	2.89	2.06
Japan	2.17	1.91
Asia ex Japan	0.14	1.49
Other	-0.85	-

Sector weights (%)

	Fund	Benchmark
Utilities	38.88	38.45
Industrials	38.49	40.76
Energy	16.67	20.79
Real Estate	3.81	-
Communication Services	0.91	-
Financials	0.69	-
Consumer Discretionary	0.37	-
Materials	0.35	-
Information Technology	0.34	-
Health Care	0.19	-
Consumer Staples	0.16	-
Other	-0.86	-

ESG data

	Fund	Benchmark
ESG Risk Score**	20.04	20.51
Carbon Footprint***	583.80	744.48
Tobacco Exposure	0.00%	0.00%

** 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
Cohen & Steers	Growth, valuation sensitive	15%
First Sentier Investors	Fundamental with growth at a reasonable price	38%
Nuveen	Style Neutral, diversified	37%
Russell Investments	Active risk overlay	10%

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

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