

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 incl. GST
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 poor stock selection in Japan; notably underweights to Toyota Motor and Mitsubishi UFJ Financial Group. Stock selection in the US also weighed on returns, including underweights to chip maker NVIDIA and e-commerce platform Amazon.com. Performance was further impacted by an overweight to emerging markets, which underperformed their developed counterparts over the period. In contrast, the Fund benefited from stock selection in the UK, including underweights to oil major Shell and leading miners Glencore and Rio Tinto. Stock selection in Canada also added value, albeit modestly. This included overweights to Ivanhoe Mines and Suncor Energy.

Performance review (%)

Period ending 31/01/2024	1 month	3 months	1 year p.a.	3 years p.a.	5 years p.a.	Since inception p.a.
Gross fund performance	3.30	7.73	16.94	12.15	12.69	12.88
Net fund performance	3.22	7.49	15.91	10.98	11.34	11.38
Benchmark return*	3.46	8.81	20.42	11.84	12.83	12.32
Excess fund performance (gross)	-0.16	-1.08	-3.48	0.31	-0.14	0.56

Note: For periods up to 30 November 2021, fund performance has been calculated using the unit prices for transacting into and out of the fund. For periods from 1 December 2021 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.

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

Portfolio statistics

	Fund	Benchmark
Number of equity holdings	781	2920
Price / earnings	16.95	18.94
Dividend yield	2.57%	2.00%
Price to book	2.63	2.94

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Top ten holdings (%)

Security	Fund	Benchmark
MICROSOFT CORP	4.55	4.15
APPLE INC	2.31	4.26
META PLATFORMS INC-CLASS A	2.01	1.28
ALPHABET INC-CL C	1.79	1.09
TAIWAN SEMICONDUCTOR-SP ADR	1.78	-
ALPHABET INC-CL A	1.51	1.23
NVIDIA CORP	1.39	2.25
SAMSUNG ELECTRONICS CO LTD	1.32	0.38
AMAZON.COM INC	1.32	2.13
UNITEDHEALTH GROUP INC	1.18	0.70

Regional weights (%)

	Fund	Benchmark
United States	58.80	62.60
Europe ex UK	13.80	12.78
Emerging Markets	12.09	10.05
Japan	5.84	5.62
UK	3.09	3.39
Canada	2.93	2.89
Australia/New Zealand	1.74	1.86
Other	0.93	0.02
Asia ex Japan	0.78	0.79

Sector weights (%)

	Fund	Benchmark
Information Technology	22.48	23.52
Financials	15.04	15.99
Health Care	12.98	11.43
Consumer Discretionary	11.70	10.74
Industrials	9.88	10.54
Communication Services	9.56	7.51
Consumer Staples	6.40	6.72
Materials	4.79	4.24
Energy	3.51	4.50
Real Estate	1.54	2.27
Utilities	1.19	2.53
Other	0.93	0.01

ESG data

	Fund	Benchmark
ESG Risk Score**	21.56	21.47
Carbon Footprint***	112.69	121.79
Tobacco Exposure	0.00%	0.52%

** 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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