

Russell Investments Hedged Global Shares Fund



Jordan McCall, CFA
PORTFOLIO MANAGER

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	24 July 2012
Benchmark	MSCI ACWI Index - 100% Hedged to NZD - Net
Currency	NZD
Total Annual Fund Charges incl. GST	0.88%
Management Fees	0.80%
Estimated Administration Fee	0.08%
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

Stock selection in the US detracted from performance over the period; notably an underweight to leading chip maker NVIDIA. Stock selection in Continental Europe also weighed on returns, including an overweight to Swiss luxury goods maker Cie Financière Richemont S.A. Performance was further impacted by stock selection in Japan, albeit modestly. This included an overweight to electronics company Panasonic. In contrast, the Fund benefited from stock selection in emerging markets; notably an overweight to Taiwan Semiconductor Manufacturing Co. (TSMC), which performed well on the back of stronger earnings and good gains across the broader US technology sector. TSMC remains our largest overweight position. Other emerging markets positions to add value were our holdings in South Korea's Samsung Electronics and China's Kuaishou Technology.

Performance Review (%)

Period Ending 31/07/2025	1 month %	3 months %	1 year %	3 years %p.a.	5 years %p.a.	Since Inception %p.a.
Gross Fund Performance	2.06	10.66	12.88	13.22	12.95	12.80
Net Fund Performance	1.99	10.41	11.87	12.20	11.76	11.30
Benchmark Return	2.18	11.95	14.38	14.68	12.86	12.43
Excess Fund Performance (Gross)	-0.12	-1.29	-1.50	-1.46	0.09	0.37

Rolling 12 Month Performance (%)

Period Ending 31/07/25	31/07/20 31/07/21	31/07/21 31/07/22	31/07/22 31/07/23	31/07/23 31/07/24	31/07/24 31/07/25
Gross Fund Performance	36.72	-7.38	11.36	15.47	12.88
Net Fund Performance	34.65	-8.30	10.34	14.42	11.87
Benchmark Return	31.66	-7.81	11.28	18.52	14.38

The fund performance shown in this factsheet is not calculated using the unit prices for transacting into and out of the fund. 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.

* MSCI World Net - SNZ Index Hedged until 31/12/2010, Russell Global Large Cap - SNZ Hedged - Net Index until 30/09/2018 and MSCI ACWI Index - 100% Hedged to NZD - 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	3 Years	Fund	Benchmark
Price / Earnings	22.24	23.75	Volatility	12.61%	13.05%
Dividend Yield	1.67%	1.74%	Tracking Error	1.55%	-
Price to Book	3.35	3.45	Sharpe Ratio	0.74	-
Number of Equity Holdings	675	2,456	Information Ratio	-0.94	-

Russell Investments Hedged Global Shares Fund

Top Ten Issuers (%)

Issuer	Fund	Benchmark
Taiwan Semiconductor Manufacturing Co Ltd	3.46	1.12
Microsoft Corp	3.21	4.42
Alphabet Inc	2.72	2.43
NVIDIA Corp	1.66	5.10
Meta Platforms Inc	1.61	1.99
Samsung Electronics Co Ltd	1.37	0.33
Amazon.com Inc	1.35	2.63
Apple Inc	1.21	3.66
Mastercard Inc	1.05	0.54
Tencent Holdings Ltd	1.03	0.53

Sector Allocation (%)

	Fund	Benchmark
Information Technology	24.80	26.64
Financials	15.63	17.69
Industrials	12.03	10.96
Consumer Discretionary	10.87	10.38
Health Care	10.47	8.54
Communication Services	9.87	8.64
Consumer Staples	5.88	5.60
Materials	5.50	3.40
Energy	2.20	3.59
Real Estate	1.56	1.93
Utilities	1.19	2.63

Regional Weights (%)

	Fund	Benchmark
United States	61.68	64.66
Emerging Markets	12.98	10.56
Europe ex UK	12.36	11.44
Japan	4.40	4.74
United Kingdom	3.44	3.26
Canada	2.64	2.88
Australia/New Zealand	1.52	1.60
Asia ex Japan	1.00	0.85

ESG Data

	Fund	Benchmark
Carbon Footprint	97.89	114.91
Tobacco Exposure	0.00%	0.66%

Carbon Footprint: Higher score implies greater carbon exposure. 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: Defined as the weight of securities in the portfolio classified as being in the GICS tobacco subindustry.

Russell Investments Hedged Global Shares Fund

Portfolio Structure

Manager	Style	Target Allocation (%)
Russell Investments	Positioning Strategies	17.00
Sanders Capital, LLC	Value	16.00
PineStone Asset Management Inc.	Growth	11.00
Nissay Asset Management Corporation	Value	10.00
Oaktree Capital Management, L.P.	Market-Oriented	10.00
RWC Asset Advisors (US) LLC	Market-Oriented	7.00
Wellington Management Australia Pty Ltd	Growth	6.00
Brandywine Global Investment Management, LLC	Classic Large Cap Value (Kaser)	7.00
Numeric Investors LLC	Market-Oriented	11.00
Joh. Berenberg, Gossler & Co. KG	European All Cap	5.00

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 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, with a significant minority stake held by funds managed by Reverence Capital Partners. Certain of Russell Investments' employees and Hamilton Lane Advisors, LLC also hold minority, non-controlling, ownership stakes.