

Russell Investments NZ Shares Fund



James Harwood
PORTFOLIO MANAGER

Russell Investments' New Zealand shares Team brings over 20 years of experience in managing portfolios. The team works closely with our 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 February 2013

Benchmark

S&P/NZX 50 Index (gross) and including imputation credits

Currency

NZD

Total Annual Fund Charges incl. GST

0.79%

Management Fees

0.70%

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 S&P/NZX 50 Index (gross and including imputation credits) over the long term (3 years plus).

Fund Update

Stock selection within the financials space contributed positively to performance; notably an underweight to Heartland Group, which fell more than 15% over the period. Stock selection amongst industrials also added value, including underweights to poor-performing names like Air New Zealand and Fletcher Building. In contrast, stock selection within the healthcare sector detracted from returns; notably an underweight to Fisher & Paykel Healthcare, which jumped almost 11% for the month. Overweights to Ryman Healthcare and Summerset Group also weighed on performance. Returns were further impacted by stock selection amongst consumer staples, including an ex-benchmark holding in Foley Wines. Meanwhile, the Fund's factor positioning strategy outperformed the benchmark in April.

Performance Review (%)

Period Ending 30/04/2024	1 month %	3 months %	1 year %	3 years %p.a.	5 years %p.a.	Since Inception %p.a.
Gross Fund Performance	-1.04	1.04	1.95	-0.53	5.16	11.43
Net Fund Performance	-1.10	0.84	1.15	-1.40	4.07	10.12
Benchmark Return	-1.22	1.00	0.36	-1.27	4.41	10.83
Excess Fund Performance (Gross)	0.18	0.04	1.59	0.74	0.75	0.60

Rolling 12 Month Performance (%)

Period Ending 30/04/24	30/04/19 30/04/20	30/04/20 30/04/21	30/04/21 30/04/22	30/04/22 30/04/23	30/04/23 30/04/24
Gross Fund Performance	5.70	23.66	-4.20	0.75	1.95
Net Fund Performance	6.06	22.06	-5.20	-0.04	1.15
Benchmark Return	4.33	21.56	-5.98	2.01	0.36

From 1 July 2016 this is S&P/NZX 50 Index (gross) and including imputation credits. Between 1 December 2014 and 30 June 2016 this was the Russell New Zealand Domestic Index including imputation credits (previously known as the Russell NZ Tradable GrossIndex). Up to 30 November 2014 the benchmark was the NZX50 Index including imputation credits.

Net fund performance shown is net of fees and charges. Assumes reinvestment of income.

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.

Performance is calculated on exit price.

Past performance is not a reliable indicator of future performance.

Portfolio Statistics

	Fund	Benchmark	3 Years	Fund	Benchmark
Price / Earnings	17.80	17.24	Volatility	11.06%	11.29%
Dividend Yield	3.22%	3.40%	Tracking Error	1.14%	-
Price to Book	1.78	1.71	Sharpe Ratio	-0.25	-
Number of Issuers	55	50	Information Ratio	0.65	-

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Top Ten Issuers (%)

Issuer	Fund	Benchmark
Fisher & Paykel Healthcare Corp Ltd	13.08	14.04
Infratil Ltd	8.35	7.68
Auckland International Airport Ltd	8.15	8.71
Spark New Zealand Ltd	8.04	7.31
Contact Energy Ltd	7.80	5.77
Meridian Energy Ltd	6.47	6.29
Mainfreight Ltd	5.75	4.92
Summerset Group Holdings Ltd	4.02	2.20
A2 Milk Co Ltd/The	3.97	4.09
Ebos Group Ltd	3.86	4.66

Sector Allocation (%)

	Fund	Benchmark
Industrials	28.29	28.26
Health Care	24.77	23.99
Utilities	19.17	17.78
Communication Services	10.77	10.30
Real Estate	5.98	8.21
Consumer Staples	5.36	5.00
Financials	1.81	2.30
Consumer Discretionary	1.65	2.06
Information Technology	1.39	1.33
Energy	0.47	0.32
Materials	0.33	0.44

ESG Data

	Fund	Benchmark
ESG Risk Score	25.40	24.75
Carbon Footprint	92.46	88.73
Tobacco Exposure	0.00%	0.00%

ESG Risk Score: Higher scores imply higher ESG risk.

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.

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.

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Portfolio Structure

Manager	Style	Target Allocation (%)
Devon Funds Management Limited	Market-Oriented	40.00
Harbour Asset Management Limited	Growth	40.00
Russell Investments	Positioning Strategies	20.00

Important Information

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