

The Eurozone Equity Fund



Patrick Egan
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 Objective

The Fund aims to achieve long term growth by investing in the equities of a relatively small number of companies in European Union member states which have adopted the Euro as their currency (Eurozone). The Fund is actively managed with reference to the MSCI EMU Index (EUR) - Net Returns (the Index) which it seeks to outperform by 2% over the medium to long term. Russell Investments has full discretion to select investments for the Fund. This product is an Article 8 product, as defined under EU regulation - it promotes environmental or social characteristics and invests in companies that follow good governance practices. This product does not have sustainable investment as its objective.

Fund Update

Russell Investments, as the Investment Manager, adopts and executes the ideas of the selected third-party specialist investment managers through our in-house implementation team. The Fund is dynamically managed in alignment with our cycle, valuation, sentiment (CVS) framework as well as to take advantage of tactical opportunities within each manager's excess return cycle. The Fund has a positive tilt towards value, quality and small and mid-cap factors. In sectors, the Fund is tilted towards health care, materials, industrials and communication services.

Performance Review %

| Performance to period end Returns shown in EUR | 1 month | 3 months | 6 months | Year to Date | 1 year | 3 years | 5 years | 10 years | Since inception |
|--|------------|-------------|-------------|-----------------|-----------|------------|------------|-------------|--------------------|
| Return net of management fee Class A Retail Euro Roll-Up | 1.3 | -1.0 | 2.6 | 5.1 | 7.9 | 2.3 | 7.4 | 4.8 | 2.4 |
| MSCI EMU Index (EUR) - Net Returns | 1.6 | -0.5 | 4.7 | 10.5 | 15.3 | 5.5 | 8.7 | 6.9 | 3.8 |

All returns greater than 1 year are annualised

Rolling 12 Month Performance (%)

| Returns shown in EUR | 30/06/23 30/06/24 | 30/06/22 30/06/23 | 30/06/21 30/06/22 | 30/06/20 30/06/21 | 30/06/19 30/06/20 |
|--|----------------------|----------------------|----------------------|----------------------|----------------------|
| Return net of management fee Class A Retail Euro Roll-Up | | 5.00 | 20.62 | -13.19 | 38.20 |
| MSCI EMU Index (EUR) - Net Returns | | 11.61 | 24.08 | -13.82 | 30.21 |

| Returns shown in EUR | 30/06/18 30/06/19 | 30/06/17 30/06/18 | 30/06/16 30/06/17 | 30/06/15 30/06/16 | 30/06/14 30/06/15 |
|--|----------------------|----------------------|----------------------|----------------------|----------------------|
| Return net of management fee Class A Retail Euro Roll-Up | -6.54 | 1.41 | 23.46 | -12.69 | 11.09 |
| MSCI EMU Index (EUR) - Net Returns | 2.04 | 4.04 | 22.91 | -10.84 | 10.88 |

Past performance does not predict future returns.

The current benchmark is the MSCI EMU Index (EUR) - Net Returns. Prior to 1st January 2018 the benchmark was the Russell Dev Euro Zone Large Index NR. Prior to 1st April 2011 the benchmark was MSCI EMU NR. Prior to 1st January 2009, the benchmark was gross of withholding tax, total return

| Fund facts |
|-----------------------------------|
| Share Class; Dealing ccy |
| A Retail Euro Roll-Up; EUR |
| Dealing frequency; Cut off |
| Daily; 2:00 pm GMT |
| Domicile; Category |
| Ireland; UCITS |
| Fund size |
| EUR 171.83m |
| Fund launch date |
| 19 July 2005 |
| Share class launch date |
| 13 April 2007 |
| Management fee |
| 1.90% |
| ISIN; Bloomberg |
| IE00B0DD1V33; SGRMEAA ID |
| Share class NAV |
| EUR 0.00m |

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Portfolio Statistics

| | Fund | Benchmark |
|---------------------------|------|-----------|
| Number of equity holdings | 185 | 224 |
| Price/Earnings | 20.8 | 20.7 |
| Dividend Yield | 3.4 | 3.4 |
| Price to Book | 1.9 | 1.8 |
| EPS Growth (1 Year) | 13.4 | 16.3 |

| 3 years | Fund | Benchmark |
|----------------------------|-------|-----------|
| Volatility | 14.7 | 14.7 |
| Tracking error | 2.3 | 2.3 |
| Sharpe ratio | - | - |
| Information ratio | -0.5 | -0.5 |
| 3 year return (net) | 2.5% | 5.5% |
| 3 year excess return (net) | -3.0% | - |

Ten largest holdings by weight

| Issuer | Fund | Benchmark |
|-------------------------------|------|-----------|
| SAP SE | 3.1% | 3.9% |
| Sanofi SA | 2.7% | 2.2% |
| ASML Holding NV | 2.4% | 6.2% |
| TotalEnergies SE | 2.3% | 2.6% |
| Siemens AG | 1.7% | 2.5% |
| Hermes International SCA | 1.6% | 1.3% |
| Industria de Diseno Textil SA | 1.6% | 1.0% |
| Allianz SE | 1.6% | 2.1% |
| CaixaBank SA | 1.5% | 0.4% |
| UniCredit SpA | 1.5% | 1.1% |

Country weight

| | Fund | Benchmark |
|-------------|-------|-----------|
| France | 33.5% | 33.9% |
| Germany | 27.0% | 26.4% |
| Italy | 10.2% | 7.9% |
| Netherlands | 9.9% | 16.0% |
| Spain | 6.9% | 8.2% |
| Finland | 4.7% | 2.4% |
| Switzerland | 1.9% | 0.0% |
| Belgium | 1.8% | 2.5% |
| Ireland | 1.1% | 0.9% |
| Austria | 1.1% | 0.6% |

Sector weights

| | Fund | Benchmark |
|------------------------|-------|-----------|
| Financials | 19.6% | 19.9% |
| Industrials | 18.9% | 17.5% |
| Consumer Discretionary | 13.9% | 14.1% |
| Information Technology | 11.5% | 13.6% |
| Health Care | 10.3% | 7.5% |
| Materials | 6.5% | 5.1% |
| Communication Services | 5.4% | 4.4% |
| Consumer Staples | 5.3% | 7.1% |
| Energy | 4.4% | 4.0% |
| Utilities | 4.2% | 5.7% |
| Real Estate | 0.0% | 1.1% |
| Other | 0.0% | 0.0% |

ESG Data

| | Fund | Benchmark |
|------------------|------|-----------|
| ESG Score | 16.7 | 16.6 |
| Carbon Footprint | 72.1 | 88.7 |

Source: The portfolio-level ESG Risk Rating is the weighted average of the Sustainalytics' Risk Rating for securities in the portfolio. The Sustainalytics Risk Rating details are available at <https://www.sustainalytics.com/esg-data>. Carbon footprint is the weighted average carbon intensity of the Scope 1 and 2 carbon emission intensity of companies in the portfolio. It is measured in tonnes of CO₂e divided by revenue (USD \$M).

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Fund structure

| Manager/Strategy | Strategy | Target | Actual |
|-----------------------------------|------------------------|--------|--------|
| INVESCO Asset Management Limited | Market-Oriented | 20.0% | 20.8% |
| Joh. Berenberg, Gossler & Co. KG | Growth | 20.0% | 18.6% |
| Liontrust Investment Partners LLP | Market-Oriented | 20.0% | 17.2% |
| Pzena Investment Management, LLC | Value | 20.0% | 15.1% |
| Russell Investments | Positioning Strategies | 20.0% | 28.3% |

Russell Investments may trade a portion of the Fund's assets based on a model portfolio provided by the investment advisor. By employing this emulated portfolio approach, the Fund leverages off the implementation capabilities of Russell Investments in order to manage the funds in an efficient manner.

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Past performance does not predict future returns.

The net assets of the fund are likely to have high volatility.

Potential investors in Emerging markets should be aware that investment in these markets can involve a higher degree of risk.

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KvK number 67296386

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