

The Eurozone Equity Fund



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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

The Fund underperformed against the benchmark in the second quarter, despite a positive period for value stocks. In sectors, an underweight to and stock selection within technology was ineffective. Selection within health care was also unhelpful. However, selection within industrials (underweight Airbus, overweight Wartsila) and financials contributed positively.

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	-2.9	-2.4	3.1	3.1	5.0	3.2	6.3	4.4	2.4
MSCI EMU Index (EUR) - Net Returns	-2.5	-1.7	8.3	8.3	11.6	6.1	8.0	6.6	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	-10.70
MSCI EMU Index (EUR) - Net Returns	11.61	24.08	-13.82	30.21	-5.55

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 168.76m

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	181	225
Price/Earnings	16.0	17.6
Dividend Yield	3.4	3.4
Price to Book	1.8	1.8
EPS Growth (1 Year)	19.6	17.9

3 years	Fund	Benchmark
Volatility	14.8	14.8
Tracking error	2.3	2.3
Sharpe ratio	0.0	0.0
Information ratio	-0.3	-0.3
3 year return (net)	3.3%	6.1%
3 year excess return (net)	-2.8%	-

Ten largest holdings by weight

Issuer	Fund	Benchmark
Industria de Diseno Textil SA	1.6%	1.0%
CaixaBank SA	1.5%	0.4%
Enel SpA	1.5%	1.0%
Moncler SpA	1.4%	0.2%
Allianz SE	1.4%	2.0%
Cie Generale des Etablissements Michelin SCA	1.4%	0.5%
Deutsche Telekom AG	1.4%	1.5%
Publicis Groupe SA	1.4%	0.4%
Hermes International SCA	1.3%	1.3%
UniCredit SpA	1.3%	1.0%

Country weight

	Fund	Benchmark
France	32.8%	33.6%
Germany	26.2%	26.0%
Netherlands	12.0%	17.4%
Italy	10.2%	7.5%
Spain	6.1%	8.0%
Finland	4.4%	2.3%
Switzerland	1.9%	0.0%
Belgium	1.9%	2.4%
Ireland	1.4%	1.0%
Austria	1.2%	0.6%

Sector weights

	Fund	Benchmark
Industrials	18.8%	17.1%
Financials	17.8%	19.1%
Consumer Discretionary	14.5%	14.7%
Information Technology	13.5%	15.1%
Health Care	9.7%	6.9%
Materials	6.2%	5.3%
Consumer Staples	5.4%	7.1%
Communication Services	5.4%	4.3%
Energy	4.6%	4.1%
Utilities	4.1%	5.4%
Real Estate	0.0%	1.0%
Other	0.0%	0.0%

ESG Data

	Fund	Benchmark
ESG Score	17.9	17.8
Carbon Footprint	68.7	89.6

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%	20.9%
Joh. Berenberg, Gossler & Co. KG	Growth	20.0%	19.6%
Liontrust Investment Partners LLP	Market-Oriented	20.0%	17.3%
Pzena Investment Management, LLC	Value	20.0%	15.2%
Russell Investments	Positioning Strategies	20.0%	27.0%

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.

Any reference to returns linked to currencies may increase or decrease as a result of currency fluctuations. Tax treatments depend on the circumstances of the individual client and may be subject to change in the future.

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