

Russell Investments Global High Dividend Equity

Article 8

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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 on your investment by investing at least 80% of its assets in the equities of companies worldwide, at least two-thirds of which are issued by or in respect of high dividend companies. In addition, the Fund focuses on companies that pay above-average income to their shareholders in the form of a dividend (a share of profits). The Fund is actively managed with reference to the MSCI ACWI (USD) - Net Returns (the Index) which it seeks to outperform by 1.25% over the medium to long term. Russell Investments have full discretion to select investments for the Fund.

Fund Update

The Fund underperformed the positive benchmark return. High dividend yielding stocks underperformed other investment styles in a period of gradually softening inflation. Large capitalisation growth stocks in the information technology and communication services sectors drove the market higher. The Fund's positioning and selection within information technology (underweight) and health care (overweight) were key detractors from relative returns. Selection was positive within real estate and financials. During the quarter, we removed Panarchy and hired a new Wellington strategy into the Fund, with a focus on global quality value.

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 B EUR Inc	0.6	-0.2	6.4	6.4	8.9	4.3	5.5	5.7	6.8
MSCI ACWI (USD) - Net Returns (EUR)	3.5	3.7	14.7	14.7	21.5	9.1	12.1	11.2	11.3

All returns greater than 1 year are annualised

Rolling 12 Month Performance (%)

Fund facts
Share Class; Dealing ccy
B EUR Inc; EUR
Dealing frequency; Cut off
Daily; 2:00 pm GMT
Domicile; Category
Ireland; UCITS
Fund size
USD 311.27m
Fund launch date
12 January 2001
Share class launch date
28 July 2010
Management fee
1.80%
ISIN; Bloomberg
IE00B3YRTR77; ROWGDEB ID
Share class NAV
EUR 5.56m

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 B EUR Inc	8.93	4.04	0.25	28.38	-10.37
MSCI ACWI (USD) - Net Returns (EUR)	21.52	11.66	-4.43	31.90	3.54

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 B EUR Inc	4.99	2.40	8.36	-3.33	18.71
MSCI ACWI (USD) - Net Returns (EUR)	8.41	8.48	16.00	-3.60	23.83

Past performance does not predict future returns.

The current benchmark is the MSCI ACWI (USD) - Net Returns converted into the currency displayed in the performance table above where applicable. Prior to 1st July 2018 the benchmark was Russel Global Index NR TR.

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Portfolio Statistics

	Fund	Benchmark
Number of equity holdings	253	2759
Price/Earnings	16.8	21.0
Dividend Yield	2.8	2.8
Price to Book	2.2	2.8
EPS Growth (1 Year)	13.4	27.8

3 years	Fund	Benchmark
Volatility	15.0	15.0
Tracking error	5.2	5.2
Sharpe ratio	-	-
Information ratio	-0.6	-0.6
3 year return (net)	4.4%	9.1%
3 year excess return (net)	-4.6%	-

Ten largest holdings by weight

Issuer	Fund	Benchmark
Microsoft Corp	1.7%	4.3%
Medtronic PLC	1.5%	0.1%
Novartis AG	1.5%	0.3%
Johnson & Johnson	1.4%	0.5%
Procter & Gamble Co/The	1.3%	0.5%
Texas Instruments Inc	1.3%	0.2%
PepsiCo Inc	1.2%	0.3%
Roche Holding AG	1.2%	0.3%
Accenture PLC	1.1%	0.3%
Nestle SA	1.1%	0.4%

Regional weights

	Fund	Benchmark
United States	61.4%	64.1%
Europe ex UK	12.7%	12.1%
Emerging Markets	12.1%	10.3%
Japan	6.4%	5.1%
United Kingdom	3.2%	3.3%
Canada	2.4%	2.7%
Asia ex Japan	1.0%	0.7%
Australia/New Zealand	0.7%	1.7%

Sector weights

	Fund	Benchmark
Information Technology	19.4%	25.9%
Financials	18.2%	15.6%
Health Care	16.9%	10.9%
Consumer Staples	11.4%	6.2%
Industrials	10.3%	10.3%
Consumer Discretionary	7.6%	10.4%
Energy	3.8%	4.4%
Materials	3.5%	4.0%
Communication Services	3.2%	7.9%
Real Estate	2.8%	2.0%
Utilities	2.8%	2.5%
Other	0.0%	0.0%

ESG Data

	Fund	Benchmark
ESG Score	20.6	21.3
Carbon Footprint	84.9	119.8

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
Pzena Investment Management, LLC	Value	25.0%	25.1%
Wellington Management Company LLP	Market-Oriented	32.5%	30.1%
Wellington Management Company LLP	Global Quality Value	22.5%	22.1%
Russell Investments	Positioning Strategies	20.0%	22.7%

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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The value of investments and the income from them can fall as well as rise and is not guaranteed. You may not get back the amount originally invested.

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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