

Russell Investments Emerging Market Debt Fund

Article 8

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Portfolio Manager

Russell Investments' Global Fixed Income Team comprises over 9 experienced professionals, including portfolio managers, researchers, portfolio analysts, and strategists in Russell Investments offices around the globe. The team manages cash and multi-strategy fixed income portfolios, which include global, regional, investment grade, high yield, emerging market debt and absolute return mandates.

Fund facts
Share Class; Dealing ccy

Class B Roll-Up; USD

Dealing frequency; Cut off

Daily; 2:00 pm GMT

Domicile; Category

Ireland; UCITS

Fund size

USD 62.30m

Fund launch date

03 December 2015

Share class launch date

03 December 2015

Management fee

1.50%

ISIN; Bloomberg

IE00BYSJV369; IDX000040TRH

Share class NAV

USD 62.30m

Fund Objective

The Fund aims to achieve income and growth by investing directly or indirectly (through the use of specialist financial instruments known as derivatives) in bonds of issuers located in or with a significant economic link to emerging markets (developing countries). The Fund is actively managed with reference to the JP Morgan EMBIG (USD) (the Index) which it seeks to outperform by 1% over the medium to long term. Russell Investments Money Managers have full discretion to select investments for the Fund.

Fund Update

The Fund uses a systematic, factors-based approach that substitutes sovereign exposure with quasi-sovereign exposure by harvesting known factors in credit and liquidity premiums that could be alternatives to both passive and active Emerging Market Debt mandates. This quasi-sovereign strategy has benefitted from overweights to sovereign credit in Latin America and Eastern Europe in recent months. There continues to be opportunities to generate returns from issuer and country selection.

Performance Review %

Performance to period end Returns shown in USD	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 Class B Roll-Up	2.0	2.0	7.5	1.9	11.6	-3.0	-1.7	-	0.6
JP Morgan EMBIG (USD)	1.8	1.7	6.0	1.2	9.7	-2.1	0.7	2.8	2.8

All returns greater than 1 year are annualised

Rolling 12 Month Performance (%)

Returns shown in USD	31/03/23 31/03/24	31/03/22 31/03/23	31/03/21 31/03/22	31/03/20 31/03/21	31/03/19 31/03/20
Return net of management fee Class Class B Roll- Up	10.89	-4.38	-12.05	17.54	-17.78
JP Morgan EMBIG (USD)	9.53	-5.86	-6.18	14.29	-5.28

Returns shown in USD	31/03/18 31/03/19	31/03/17 31/03/18	31/03/16 31/03/17	31/03/15 31/03/16	31/03/14 31/03/15
Return net of management fee Class Class B Roll- Up	-4.36	3.08	16.46	-	-
JP Morgan EMBIG (USD)	3.52	3.34	8.82	-	-

Past performance does not predict future returns.

The current benchmark is the MSCI Emerging Markets Index () - Net Returns converted into the currency displayed in the performance table above where applicable. Prior to 1st January 2018 the benchmark was the Russell Emerging Markets NR Index. Prior to 1st April 2011 the benchmark was MSCI Emerging Markets Index NR, prior to 1st January 2009, it was gross. Prior to April 1999 it was ING Barings Extended EM Index. Between April 1999 & February 2003 the IFC Investable Index.

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Portfolio Statistics

	Fund	Benchmark
Effective duration	6.6	6.7
Average maturity	13.5	11.3
Average credit rating	BB	BBB
Yield to worst	8.4	7.1

3 years	Fund	Benchmark
Volatility	10.2	10.2
Tracking error	4.2	4.2
Sharpe ratio	-0.4	-0.4
Information ratio	0.2	0.2
3 year return (net)	-1.4%	-2.1%
3 year excess return (net)	0.7%	-

Ten largest holdings by weight

Security	Fund	Benchmark
PETROLEOS MEXICANOS COMPANY GUAR REGS 12/99 6.625	3.0%	0.0%
ESKOM HOLDINGS SOC LTD SR UNSECURED REGS 08/28 8.45	2.4%	0.0%
GACI FIRST INVESTMENT COMPANY GUAR REGS 01/54 5.375	2.3%	0.1%
EMPRESA NACIONAL DEL PET SR UNSECURED REGS 09/47 4.5	2.3%	0.0%
RIYAD TIER 1 SUKUK JR SUBORDINA REGS VAR	2.3%	-
INSTITUTO COSTARRICENSE SR UNSECURED REGS 05/43 6.375	2.2%	0.0%
BANCO DO BRASIL (CAYMAN) JR SUBORDINA REGS 10/49 VAR	2.1%	-
INDO ASAHAN/MINERAL IND SR UNSECURED REGS 05/50 5.8	2.1%	0.0%
PETROBRAS GLOBAL FINANCE COMPANY GUAR 12/99 6.85	2.1%	-
EMPRESA DE TRANSMISION SR UNSECURED REGS 05/49 5.125	2.0%	0.0%

Credit Quality Weights

	Fund	Benchmark
AAA	6.4%	0.0%
AA	0.3%	8.6%
A	6.4%	20.2%
BBB	24.0%	31.3%
BB	29.1%	17.3%
B	20.9%	13.7%
CCC & Below	10.6%	8.7%
Unrated	2.4%	0.2%

Sector weights

	Fund	Benchmark
Emerging Markets - Hard Currency	91.7%	99.7%
Other	6.4%	0.0%
Government Related	1.9%	0.3%
Treasuries	0.0%	0.0%

Currency Exposure

	Fund	Benchmark
USD	100.0%	100.0%

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Fund Structure

Manager/Strategy	Strategy	Target	Actual
Russell Investments	Positioning Strategies	100.0%	100.0%

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.

Cash is equitized using MSCI Emerging Markets Equity Futures contracts.

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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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