

Russell Investments Global Credit Fund



Gerard Fitzpatrick
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 Objective

The Fund aims to achieve income and growth by investing at least 70% of its assets worldwide in bonds, and debt instruments, including mortgage and asset backed securities. The Fund is actively managed with reference to the Bloomberg Global Aggregate Credit Index (USD) - Total Returns (the Index) which it seeks to outperform by 0.75% over the medium to long term. Russell Investments/Money Managers have 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 the benchmark return over the month. Credit positioning was positive, helped by an overweight to investment grade financials in Europe. In US credit, an underweight to investment grade contributed positively while an overweight to high yield industrials detracted. Underweight exposure to investment grade hard currency emerging market debt was beneficial, particularly in the Middle East. Elsewhere, in sovereign debt an underweight to Spain was ineffective. In currencies, underweights to the Swiss franc and Japanese yen detracted while overweights to the US dollar and New Zealand dollar were positive. Rates allocations were modestly helpful, largely due to an overweight to German bunds. However, positioning in US Treasuries was unrewarded, albeit overweights to two and 10-year issues were effective.

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 EH-C Acc	1.6	3.5	1.2	0.9	4.4	-6.1	-2.1	-0.4	-0.1
Bloomberg Global Aggregate Credit Index Hedged (EUR)	1.9	3.8	1.6	1.4	5.4	-3.9	-1.0	0.8	1.1

All returns greater than 1 year are annualised

Fund facts

Share Class; Dealing ccy

EH-C Acc; EUR

Dealing frequency; Cut off

Daily; 2:00 pm GMT

Domicile; Category

Ireland; UCITS

Fund size

USD 818.65m

Fund launch date

24 March 2010

Share class launch date

24 January 2013

Management fee

1.40%

ISIN; Bloomberg

IE00B97N5650;

Share class NAV

EUR 27.83m

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 EH-C Acc	2.98	-3.39	-17.04	3.22	4.16
Bloomberg Global Aggregate Credit Index Hedged (EUR)	3.84	-1.51	-14.04	2.06	4.56

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 EH-C Acc	4.82	-2.85	0.63	4.00	0.19
Bloomberg Global Aggregate Credit Index Hedged (EUR)	6.11	-1.59	0.51	5.75	1.68

Past performance does not predict future returns.

The current benchmark is the Bloomberg Global Aggregate Credit Index (EUR Hdg) - Total Returns. Effective August 24, 2021, the Bloomberg Barclays fixed income indices were rebranded the Bloomberg Indices. The benchmark prior to 24th August 2016 was the Barclays Global Aggregate Credit Index EUR Hdg.

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Portfolio Statistics

	Fund
Effective duration	6.2
Average maturity	10.6
Average credit rating	A
Yield to worst	4.7
Volatility 3 Year	9.5%
Volatility 5 Year	9.1%

3 years	Fund	Benchmark
Volatility	9.5	9.5
Tracking error	1.1	1.1
Sharpe ratio	-	-
Information ratio	-0.7	-0.7
3 year return (net)	-4.7%	-3.9%
3 year excess return (net)	-0.7%	-

Ten largest holdings by weight

Security	Fund	Benchmark
BUNDESREPUB. DEUTSCHLAND BONDS REGS 08/33 2.6	1.9%	-
US TREASURY N/B 02/54 4.25	1.2%	-
US TREASURY N/B 05/44 4.625	0.6%	-
BUNDESOBLIGATION BONDS REGS 10/28 2.4	0.5%	-
ASR NEDERLAND NV SUBORDINATED REGS 12/43 VAR	0.5%	0.0%
BUNDESSCHATZANWEISUNGEN BONDS REGS 12/24 2.2	0.5%	-
MCDONALD S CORP SR UNSECURED REGS 03/35 4.25	0.5%	0.0%
MAPFRE SA SUBORDINATED REGS 04/30 2.875	0.4%	0.0%
SELP FINANCE SARL COMPANY GUAR REGS 05/29 0.875	0.4%	0.0%
TELEFONICA EUROPE BV COMPANY GUAR REGS 12/99 VAR	0.4%	-

Credit Quality Weights

	Fund	Benchmark
AAA	19.6%	8.5%
AA	3.7%	14.1%
A	23.0%	34.1%
BBB	46.1%	41.6%
BB	7.3%	1.7%
B	0.2%	0.0%
CCC & Below	0.0%	0.0%
Unrated	0.1%	0.0%

Sector weights

	Fund	Benchmark
Corporate - Investment Grade	65.6%	72.0%
Other	10.1%	0.1%
Treasuries	7.9%	0.5%
Corporate - High Yield	6.8%	1.6%
Government Related	4.3%	14.9%
Emerging Markets - Hard Currency	4.3%	10.8%
Securitized	0.9%	0.1%
Emerging Markets - Local Currency	0.0%	0.0%

Currency Exposure

	Fund	Benchmark
US Dollar	64.6%	64.6%
Euro	27.7%	26.4%
Pound Sterling	5.4%	4.3%
Canadian Dollar	2.3%	2.6%
Norwegian Krone	0.8%	0.0%
New Zealand Dollar	0.5%	0.1%
Japanese Yen	0.4%	0.5%
Argentine Peso	0.0%	0.0%
Brazilian Real	0.0%	0.0%
Polish Zloty	0.0%	0.0%

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ESG Data

	Fund	Benchmark
ESG Score	21.2	20.6
Carbon Footprint	152.2	195.4

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).

Fund Structure

Manager/Strategy	Strategy	Target	Actual
FIL Pensions Management	Investment Grade Corporate	14.0%	17.3%
MetLife Investment Management, LLC	Investment Grade Corporate	27.0%	22.7%
ROBECO INSTITUTIONAL ASSET MANAGEMENT B.V.	Investment Grade Corporate	24.0%	27.9%
Western Asset Management Company Limited	Investment Grade Corporate	15.0%	11.8%
Russell Investments	Positioning Strategies	20.0%	20.3%

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