

Russell Investments Japan Equity Fund



Makiko Hakozaiki
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 shares of Japanese companies. The Fund is broadly diversified across different Japanese companies and industry sectors. The Fund is actively managed with reference to the Topix Index (JPY) - Net Returns (the Index) which it seeks to outperform by 1.75% 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

We continue to see some interesting investment opportunities from a fundamental and value perspective in the Japanese market. In the current market environment, the Fund maintains a positive exposure to both growth and value with increasing risk budget to stock specifics. By diversifying Fund positions in both defensive and dynamic styles, while maintaining market sensitivity close to the benchmark, the Fund is well positioned for continued economic and earnings growth, but with reasonable downside protection.

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 C Accum	4.9	4.1	9.3	14.0	15.8	4.3	5.8	7.2	4.8
Topix Dividends Index (JPY) - Net Returns (EUR)	5.3	5.5	7.9	14.1	18.0	7.7	8.0	8.3	4.5

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 C Accum	12.94	7.69	-11.42	16.09	2.44
Topix Dividends Index (JPY) - Net Returns (EUR)	14.47	12.74	-8.97	16.85	3.99

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 C Accum	-4.50	11.25	19.08	-7.42	31.07
Topix Dividends Index (JPY) - Net Returns (EUR)	-3.63	8.32	17.20	-6.95	33.46

Past performance does not predict future returns.

The current benchmark is the Topix Index (JPY) - Net Returns converted to Euro.

Fund facts
Share Class; Dealing ccy
C Accum; EUR
Dealing frequency; Cut off
Daily; 2:00 pm GMT
Domicile; Category
Ireland; UCITS
Fund size
JPY 13,451.50m
Fund launch date
20 June 1995
Share class launch date
31 December 1998
Management fee
1.50%
ISIN; Bloomberg
IE0002191298; FRUJECI ID
Share class NAV
EUR 0.66m

Russell Investments Japan Equity Fund

Portfolio Statistics

	Fund	Benchmark
Number of equity holdings	319	2135
Price/Earnings	17.6	16.6
Dividend Yield	2.1	2.1
Price to Book	1.3	1.4
EPS Growth (1 Year)	34.6	178.7
Volatility 3 Year		11.6%
Volatility 5 Year		14.2%

3 years	Fund	Benchmark
Volatility	11.6	11.6
Tracking error	3.1	3.1
Sharpe ratio	-0.3	-0.3
Information ratio	-0.4	-0.4
3 year return (net)	4.5%	7.7%
3 year excess return (net)	-3.3%	-

Ten largest holdings by weight

Issuer	Fund	Benchmark
Hitachi Ltd	3.1%	2.0%
ORIX Corp	2.4%	0.5%
Recruit Holdings Co Ltd	2.3%	1.6%
Seven & i Holdings Co Ltd	2.3%	0.5%
Sumitomo Mitsui Financial Group Inc	2.3%	1.9%
Nippon Telegraph & Telephone Corp	2.0%	1.2%
Sony Group Corp	1.9%	2.4%
Mitsubishi UFJ Financial Group Inc	1.9%	2.7%
Tokyo Electron Ltd	1.7%	1.7%
Honda Motor Co Ltd	1.7%	1.0%

ESG Data

	Fund	Benchmark
ESG Score	22.6	23.3
Carbon Footprint	63.0	80.2

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).

Sector weights

	Fund	Benchmark
Industrials	25.7%	24.9%
Financials	18.4%	14.4%
Consumer Discretionary	15.0%	16.9%
Information Technology	14.5%	13.4%
Materials	7.7%	5.6%
Consumer Staples	6.5%	6.2%
Communication Services	4.0%	6.9%
Health Care	3.4%	7.3%
Real Estate	2.7%	2.1%
Utilities	1.4%	1.4%
Energy	0.6%	0.9%
Other	0.0%	0.0%

Russell Investments Japan Equity Fund

Fund structure

Manager/Strategy	Strategy	Target	Actual
Asset Management One Co., Ltd.	Growth	17.9%	16.6%
M&G Investments (USA) Inc.	Market-Oriented	16.6%	16.9%
Polymer Capital Japan Limited	Growth	7.2%	9.7%
Sompo Asset Management Co., Ltd.	Value	29.1%	26.3%
SPARX Asset Management Co., Ltd.	Growth	16.6%	16.0%
Russell Investments	Positioning Strategies	12.7%	14.5%

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.

Important Information

This material does not constitute an offer or invitation to anyone in any jurisdiction in which such distribution is not authorised.

Unless otherwise specified, Russell Investments is the source of all data. All information contained in this material is current at the time of issue and, to the best of our knowledge, accurate. Any opinion expressed is that of Russell Investments, is not a statement of fact, is subject to change and does not constitute investment advice.

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.

This is a marketing communication. Please refer to the prospectus of the UCITS and to the KIID/KID before making any final investment decisions.

In the UK this marketing document has been issued by Russell Investments Limited. Company No. 02086230. Registered in England and Wales with registered office at: Rex House, 10 Regent Street, London SW1Y 4PE. Telephone +44 (0)20 7024 6000. Authorised and regulated by the Financial Conduct Authority, 12 Endeavour Square, London, E20 1JN. In the EU this marketing document has been issued by Russell Investments Ireland Limited. Company No. 213659. Registered in Ireland with registered office at: 78 Sir John Rogerson's Quay, Dublin 2, Ireland. Authorised and regulated by the Central Bank of Ireland. In the Middle East this marketing document has been issued by Russell Investments Limited a Dubai International Financial Centre company which is regulated by the Dubai Financial Services Authority at: Office 4, Level 1, Gate Village Building 3, DIFC, PO Box 506591, Dubai UAE. Telephone +971 4 578 7097. This material should only be marketed towards Professional Clients as defined by the DFSA.

KvK number 67296386