

Russell Investments Floating Rate Fund



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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

AUD-H; AUD

Dealing frequency; Cut off

See Prospectus

Domicile; Category

Ireland; NON-UCITS

Fund launch date

25 April 2014

Share class launch date

17 May 2017

Management fee

0.90%

ISIN; Bloomberg

IE00BD8Z6K96;

Share class NAV

AUD 29.04m

Fund Objective

Russell Investments Floating Rate Fund aims to provide income and capital growth by investing in floating rate loans and debt securities, asset-backed securities and residential and commercial mortgage backed securities, issued primarily in Europe and the U.S.

Fund Update

The Fund recorded a positive return over the month. Yield movement in benchmark 10-year government bonds was relatively muted over the period with the exception of Japan, where yields rose following the announcement of a snap election. In credit markets, spreads tightened particularly in emerging markets and high yield amid a predominant risk-on sentiment. The Federal Reserve, Bank of Canada and Bank of Japan all left interest rates unchanged. Underlying strategy performance diverged with securitised assets specialist TwentyFour recording a positive return. In contrast, loan specialist ICG recorded a negative return for the month.

Performance Review %

Performance to period end Returns shown in AUD	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 AUD-H	1.3	0.5	0.9	1.3	3.4	7.4	4.4	-	3.9
UBS Australian Bank Bill (LBD) - AUD	0.3	0.9	1.8	0.3	3.9	4.1	2.8	-	2.1

All returns greater than 1 year are annualised

Rolling 12 Month Performance (%)

Returns shown in AUD	31/01/25 31/01/26	31/01/24 31/01/25	31/01/23 31/01/24	31/01/22 31/01/23	31/01/21 31/01/22
Return net of management fee Class AUD-H	3.44	7.95	10.85	-4.23	4.75
UBS Australian Bank Bill (LBD) - AUD	3.89	4.48	4.00	1.52	0.03

Returns shown in AUD	31/01/20 31/01/21	31/01/19 31/01/20	31/01/18 31/01/19	31/01/17 31/01/18	31/01/16 31/01/17
Return net of management fee Class AUD-H	0.65	4.97	1.76	-	-
UBS Australian Bank Bill (LBD) - AUD	0.29	1.40	1.95	-	-

Past performance does not predict future returns.

The current benchmark is the UBS Australian Bank Bill (LBD) - AUD.

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Portfolio Statistics

	Fund
Spread	4.9
Effective duration	0.2
Average credit rating	BB
Yield to worst	11.1

3 years	Fund	Benchmark
Volatility	5.1	5.1
Tracking error	5.0	5.0
Sharpe ratio	0.7	0.7
Information ratio	1.2	1.2
3 year return (net)	7.4%	4.1%
3 year excess return (net)	3.3%	-

Credit Quality Weights

	Fund
AAA	12.7%
AA	3.0%
A	3.7%
BBB	8.5%
BB	10.7%
B	35.3%
CCC & Below	12.1%
Unrated	13.9%

Sector weights

	Fund
Bank Loan	46.5%
Securitized	37.2%
Corporate - High Yield	6.9%
Other	6.3%
Emerging Markets - Hard Currency	2.7%
Government Related	0.4%

Market weights (ccy)

	Fund
Euro	97.9%
US Dollar	2.7%
Australian Dollar	0.0%
Pound Sterling	-0.5%

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Fund Structure

Manager/Strategy	Strategy	Target	Actual
ICG GLOBAL LOAN-D EUR ACC		60.0%	53.6%
IVZ USD CLO ETF GBP HDG ACC		3.5%	2.5%
TWNTYFU ENH INC ABS FN-A EUR		36.0%	36.0%
Russell Investments	Positioning Strategies	0.5%	4.1%

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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