

The next evolution of active-passive portfolio construction

It doesn't have to be an either-or decision. When thoughtfully combined, active and passive investing approaches can complement each other in helping investors meet their financial goals.

Russell Investments Active-Passive Model Strategies blend disciplined active management with efficient passive exposures—backed by 40 years of experience building model portfolios. These strategies are designed to offer a globally diversified solution for investors looking to capture the strengths of both approaches.

Here are three reasons to consider Russell Investments Active-Passive Model Strategies:



Multi-manager approach

Over 50 years researching managers



A research-driven blend of active and passive

Active investing to boost return potential



Disciplined ongoing management

Designed with the goal of delivering successful outcomes for investors

1 Multi-manager approach

We continually research investment strategies and managers globally to find the optimal mix of active managers and investment styles for the portfolio. Each manager strategy is selected with a clear purpose, and we may make ongoing adjustments to keep the portfolio aligned with its objectives.

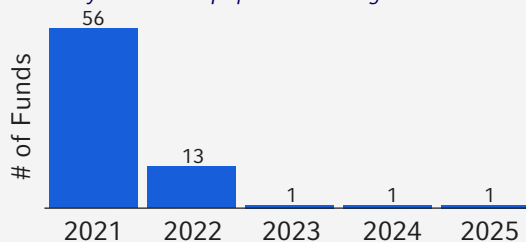
Russell Investments' multi-manager approach offers several potential benefits:

- Diversification of investment strategies, styles and managers in a single fund
- Access to expertise from leading specialist money managers
- Professional oversight leveraging over 50 years of rigorous manager research

The best performing managers rarely stay near the top

This understanding drives our rigorous and ongoing manager research process.

Only one of the 50 top-performing large blend funds in 2021 stayed in the top quartile through 2025.



Source: Morningstar. Represents open-end funds in Morningstar Large Blend category for funds that were in the top quartile in 2021 and stayed in the top quartile for all subsequent periods. Excludes A, B, C, R shares and index funds. Each fund represented by lowest cost share class available.

2 A research-driven blend of active and passive

Active investing to boost return potential

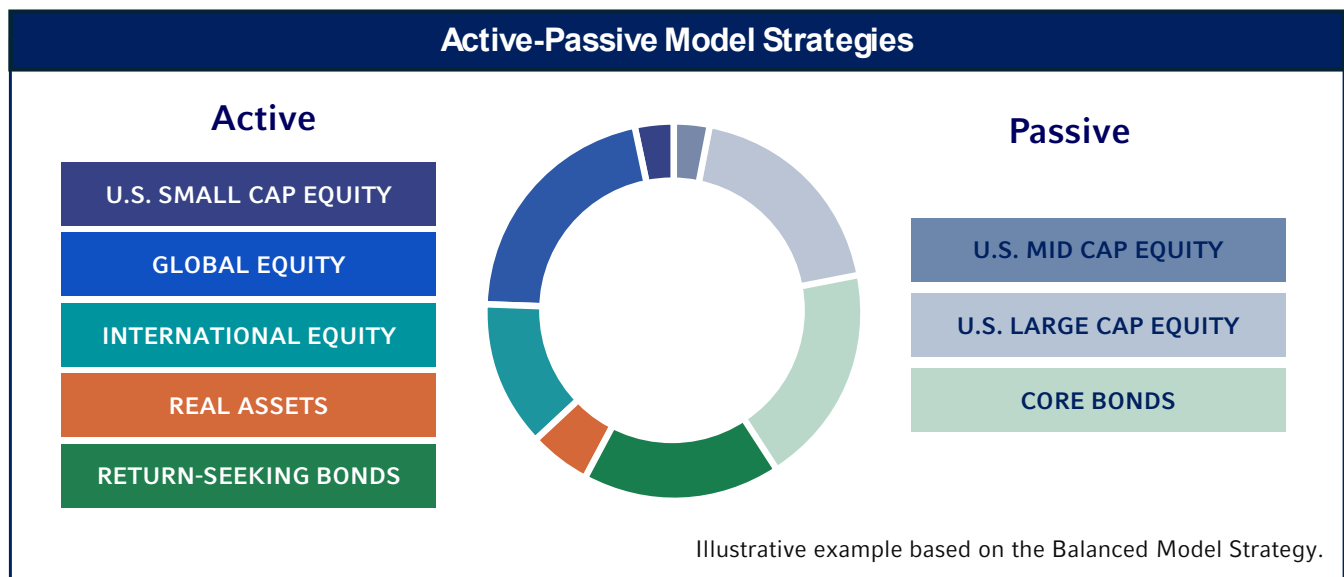
We prioritize active management in market segments that we believe have greater potential to reward successful security selection - such as U.S. small cap equity, global and international equity, real assets, and return-seeking fixed income. These areas tend to face challenges like limited research coverage, higher individual stock volatility, or index coverage limitations, creating opportunities for experienced, specialist active managers to add value.

Flexibility through a global equity approach

A meaningful allocation to global equity enables us to provide skilled active managers the flexibility to apply their insights across regions, including both U.S. and non-U.S. markets, seeking to produce incremental returns as markets move in and out of favor.

Active and passive combined

Thoughtfully combining our active multi-manager ETFs and mutual funds with passive ETFs allows us to implement desired exposures while seeking to balance risk, return and cost.



3 Disciplined ongoing management

We design, construct, and manage multi-asset investment strategies with the goal of delivering successful outcomes for investors. As markets change, we employ various tools to adjust model strategies in line with our capital market outlook.

Model strategy changes may include:

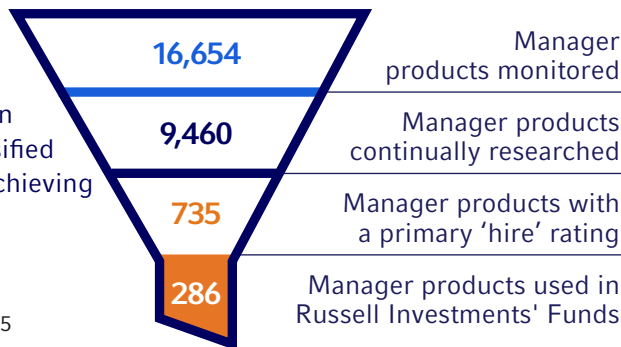
- **Fine-tuning adjustments**, such as changing manager weights or repositioning sector or country weights
- **Strategic changes**, such as manager hires or terminations, and asset allocation adjustments

The method by which we implement these changes is critical. Our portfolio managers continuously assess how to achieve the desired portfolio positioning in an efficient manner, seeking to minimize cost. We believe that our forty-plus years of trading manager portfolios within our investment solutions has provided us with unique insights and capabilities to efficiently execute changes in seeking to keep portfolios aligned with long-term goals.

About Russell Investments

Investment approach

Our approach brings the world’s leading managers and strategies together—in an efficient and diversified portfolio—aimed at achieving your goals.



Data as of December 31, 2025

Our experience

1936

We were founded as a small brokerage firm by Frank Russell.

1969

We were a pioneer in providing **asset allocation** and **manager research** to some of the world’s largest pension plans.

1985

We used our institutional expertise to build **multi-asset model portfolios** for advisors serving individual investors.

2016

Active-Passive Model Strategies were introduced.

By the numbers

#5

Model provider*

\$377 bn

Global assets under management

\$962 bn

Global assets under advice

Source: Morningstar 2025 U.S. Model Portfolio Landscape report. Ranked #5 in the Top 10 Model Portfolio Assets by Firm Over Time. Rank based on surveyed AUM of 33 model providers, based on data as of March 31, 2025 (Russell Investments data as of December 31, 2024). Report available on request.

Assets under advice as of 30 June, 2025. Assets Under Management includes Russell Investments and its global subsidiaries combined AUM as of December 31, 2025.

Where to next?



Contact your financial professional
or visit russellinvestments.com to learn more.

Fund objectives, risks, charges and expenses should be carefully considered before investing. A summary prospectus, if available, or a prospectus containing this and other important information can be obtained by calling 800-787-7354 or by visiting russellinvestments.com. Please read the prospectus carefully before investing.

Important risk disclosures:

Please remember that all investments carry some level of risk, including the potential loss of principal invested. They do not typically grow at an even rate of return and may experience negative growth. As with any type of portfolio structuring, attempting to reduce risk and increase return could, at certain times, unintentionally reduce returns.

Model Strategies represent target allocations of Russell Investment Company funds, Russell Investments ETFs and third-party ETFs; these models are not managed and cannot be invested in directly.

Model Strategies are exposed to the specific risks of the funds directly proportionate to their fund allocation. The funds comprising the strategies and the allocations to those funds have changed over time and may change in the future.

Strategic asset allocation and diversification do not assure profit or protect against loss in declining markets.

Investments that are allocated across multiple types of securities may be exposed to a variety of risks based on the asset classes, investment styles, market sectors, and size of companies preferred by the investment managers.

Investors should consider how the combined risks impact their total investment portfolio and understand that different risks can lead to varying financial consequences, including loss of principal. Please see a prospectus for further details.

Unlike passively managed ETFs, actively managed ETFs do not attempt to track or replicate an index. The Fund's investment decisions are made at the discretion of its portfolio managers, and there is no guarantee that the strategies used will be successful. The Fund may underperform other funds with similar investment objectives, including those that track an index.

ETF shares are not individually redeemable and are issued and redeemed by the Fund at their net asset value ("NAV") only in large, specified blocks of shares called creation units. Shares otherwise can be bought and sold only in the secondary market at market price (not NAV). Shares may trade at a premium or discount to their NAV in the secondary market. Brokerage commissions will reduce returns.

Small capitalization (small cap) investments involve stocks of companies with smaller levels of market capitalization (generally less than

\$2 billion) than larger company stocks (large cap). Small cap investments are subject to considerable price fluctuations and are more volatile than large cap stocks. Investors should consider the additional risks involved in small cap investments.

International markets can involve risks of currency fluctuation, political and economic instability, different accounting standards and foreign taxation.

Emerging or frontier markets involve exposure to economic structures that are generally less diverse and mature. The less developed the market, the riskier the security. Such securities may be less liquid and more volatile.

Investments in global equity may be significantly affected by political or economic conditions and regulatory requirements in a particular country.

Alternative strategies may be subject to risks related to equity securities; fixed income securities; non-U.S. and emerging markets securities; currency trading, which may involve instruments that have volatile prices, are illiquid or create economic leverage; commodity investments; illiquid securities; and derivatives including futures, options, forwards and swaps.

Declines in the value of real estate, economic conditions, property taxes, tax laws and interest rates all present potential risks.

Investments in infrastructure-related companies have greater exposure to the potential adverse economic, regulatory, political and other changes affecting such entities. Investment in infrastructure related companies are subject to various risks including governmental regulations, high interest costs associated with capital construction programs, costs associated with compliance and changes in environmental regulation, economic slowdown and surplus capacity, competition from other providers of services and other factors. Investment in non-U.S. and emerging market securities is subject to the risk of currency fluctuations and to economic and political risks associated with such foreign countries.

INVESTMENT APPROACH

Passive investing rests on the principle that markets are efficient and therefore security selection and asset-mix timing cannot consistently beat well-designed benchmarks. It

involves investing in index funds which strive to replicate the performance of a given market index.

Active investing is based on the belief that markets are, to some degree, inefficient and superior managers can earn value-added returns by security selection and actively adjusting asset classes.

GENERAL DISCLOSURES

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