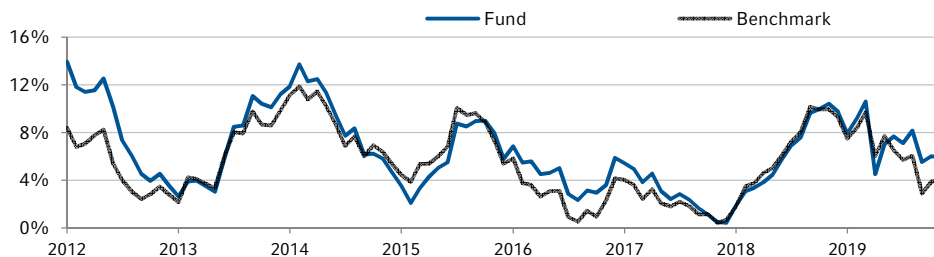


Russell Investments Global Fixed Interest Fund

| Fund facts | |
|-----------------------|---|
| Inception date | 21 December 2011 |
| Benchmark | Bloomberg Barclays Global Aggregate Index (\$NZ Hedged) |
| Currency | NZD |

Rolling 1 year performance history



Performance review

| Period ending 31/10/2020 | 1 month % | 3 months % | 1 year % | 3 years %p.a. | 5 years %p.a. | Since inception %p.a. |
|--------------------------|-----------|------------|----------|---------------|---------------|-----------------------|
| Gross fund performance | 0.0 | 0.0 | 5.9 | 5.5 | 5.6 | 6.8 |
| Benchmark return | 0.0 | -0.3 | 4.1 | 4.8 | 4.8 | 5.6 |
| Excess return | 0.0 | 0.3 | 1.8 | 0.8 | 0.8 | 1.2 |

Past performance is not a reliable indicator of future performance. Performance data shown is gross of fees, charges or taxes and is not in any way an indicator of the net return to you as an investor. Performance is calculated on exit price.

Fund commentary

The Russell Investments Global Fixed Interest Fund performed in line with the benchmark in October.

Credit positioning drove performance, notably through overweights to hard currency EMD, US corporate high yield, US securitised assets and long credit derivatives. This was slightly moderated by the underweight to US investment-grade industrials.

Active currency positioning was more neutral with an underweight to the Chinese renminbi and overweight to the Norwegian krone, offsetting the gains generated through underweight Australian dollar and overweight to the Mexican peso.

Rates positioning was negative via the overweight in the US and underweight in Germany.

Voya outperformed the benchmark in October. Credit positioning drove performance through overweights to both US corporate IG and high yield exposure, as well as hard currency EMD and US securitised assets. Rates positioning was also positive via overweights in Romania, Indonesia and an underweight in the US. In active currency positioning the underweight to the Chinese renminbi offset the gains generated through an underweight to the Canadian dollar.

Insight underperformed the benchmark over the period. Credit positioning was positive through overweights to hard currency EMD, US corporate high yield and US securitised assets. This was slightly negated by a short credit derivatives positioning and an underweight to IG industrials. In active currency positioning, the underweight to the Chinese renminbi offset the gains generated through an overweight to the South Korean won and underweights to the Antipodean currencies. Rates positioning had a negative effect owing to the overweight in the US.

Portfolio statistics

| | Fund | Benchmark |
|-----------------------|-------|-----------|
| Modified duration | 7.61 | 7.12 |
| Yield to maturity | 1.81% | 0.88% |
| Average to maturity | 10.09 | 9.13 |
| Average credit rating | A | AA |

Data as at 30 September 2020

Russell Investments Global Fixed Interest Fund

Sector allocation

| | Fund | Benchmark |
|--------------------|-------|-----------|
| Governments & Cash | 43.6% | 47.6% |
| RMBS | 15.0% | 10.2% |
| HY | 7.3% | 4.2% |
| EMD | 10.2% | 11.9% |
| IG Finance | 8.5% | 6.6% |
| IG Industrials | 6.8% | 10.0% |
| CMBS | 3.3% | 0.9% |
| ABS | 3.3% | 0.2% |
| Government Related | 2.0% | 8.6% |

Data as at 30 September 2020

Credit quality weights

| | Fund | Benchmark |
|-----------|-------|-----------|
| AAA | 37.5% | 36.1% |
| AA | 7.8% | 15.4% |
| A | 20.4% | 29.5% |
| BBB | 12.6% | 18.3% |
| Under BBB | 13.4% | 0.5% |
| Not Rated | 8.3% | 0.3% |

Data as at 30 September 2020

Note: Cash/Cash equivalents are classified as AAA from a credit ratings perspective.

Portfolio structure

| Manager | Style | Strategic weight % |
|---------------------|----------------------------|--------------------|
| BlueBay | Country & credit selection | 20.0 |
| Colchester | Rates & currency - value | 23.0 |
| Insight | Macro / Sector rotation | 20.0 |
| Russell Investments | Positioning strategies | 15.0 |
| Schroders | Securitized specialist | 10.0 |
| Voya | Diversified alpha | 12.0 |

Investment performance and positions

The performance in this fact sheet is gross of fees and tax. Investors should also refer to the quarterly Fund Update, which is available on www.iisolutions.co.nz and www.business.govt.nz/disclose

Important Information

This Report/Presentation is provided by Russell Investment Management Ltd (Russell Investments) in good faith and is designed as a summary to accompany the Product Disclosure Statement for the Russell Investment Funds (Funds). The Product Disclosure Statement is available from Russell Investments, or the issuer Implemented Investment Solutions Limited (IIS), and on <https://disclose-register.companiesoffice.govt.nz/>. The information contained in this Report/Presentation is not an offer of units in the Fund or a proposal or an invitation to make an offer to sell, or a recommendation to subscribe for or purchase, any units in the Fund. If you are making an investment directly then you will be required to complete the application form, which can be obtained from the Manager. The information and any opinions in this Report/Presentation are based on sources that Russell Investments believes are reliable and accurate. Russell Investments, its directors, officers and employees make no representations or warranties of any kind as to the accuracy or completeness of the information contained in this fact sheet and disclaim liability for any loss, damage, cost or expense that may arise from any reliance on the information or any opinions, conclusions or recommendations contained in it, whether that loss or damage is caused by any fault or negligence on the part of Russell Investments, or otherwise, except for any statutory liability which cannot be excluded. All opinions reflect Russell Investments' judgment on the date of this Report/Presentation and are subject to change without notice. This disclaimer extends to IIS, and any entity that may distribute this publication. The information in this Report/Presentation is not intended to be financial advice for the purposes of the Financial Advisers Act 2008. In particular, in preparing this document, Russell Investments did not take into account the investment objectives, financial situation and particular needs of any particular person. Professional investment advice from an appropriately qualified adviser should be taken before making any investment. Past performance is not necessarily indicative of future performance, unit prices may go down as well as up and an investor in the fund may not recover the full amount the capital that they invest. No part of this document may be reproduced without the permission of Russell Investments or IIS. IIS is the issuer and manager of the Russell Investment Funds. Russell Investments is the investment manager of the Russell Investment Funds.