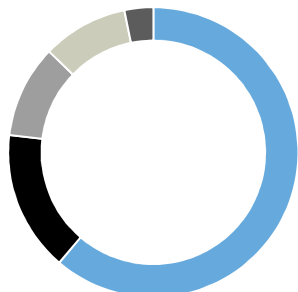


# Russell Investments Conservative Fund

Asset allocation as at  
31 July 2023<sup>3</sup>



Fixed Int & Cash	61.3%
Int Shares	15.7%
Aust Shares	10.3%
Property	9.6%
Alternatives	3.2%

## Fund objective

To provide returns over the short to medium term, with low volatility, consistent with a diversified mix of predominantly defensive assets and some growth oriented assets.

## Fund strategy

The Fund typically invests in a diversified portfolio mix with exposure to growth investments of around 30% and defensive investments of around 70%. Derivatives may be used to implement investment strategies.

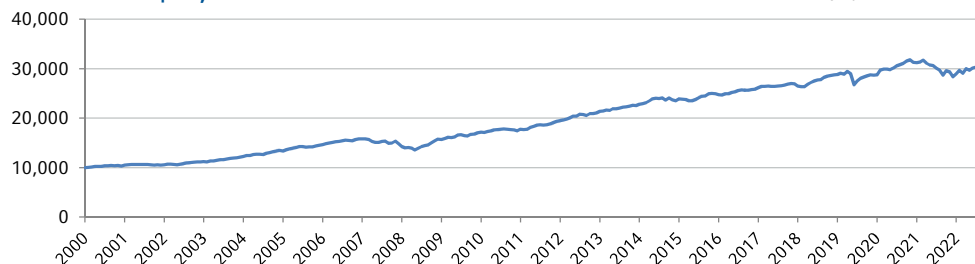
For detailed information on the Fund's ESG considerations, including applicable investment exclusions, refer to 'ESG considerations' in section 5 of the Additional Information Booklet that forms part of the Fund's Product Disclosure Statement, available at [russellinvestments.com/au/RFA/investing](http://russellinvestments.com/au/RFA/investing).

## Performance review<sup>1,2</sup>

Period ending 31/07/2023	1 month %	3 months %	1 year %	3 years %p.a.	5 years %p.a.	Since inception %p.a.
Total return	1.02	0.37	2.87	2.15	2.53	5.02
Distribution	-	1.03	1.60	4.23	4.41	5.70
Growth	1.02	-0.66	1.27	-2.08	-1.87	-0.68

<sup>1</sup> Performance is net of fees and charges. Assumes reinvestment of income. Past performance is not a reliable indicator of future performance.  
<sup>2</sup> The distribution return reflects income paid from the Fund, whilst the growth return reflects changes in the capital values of the units.

## Growth of \$10,000



## Fund commentary

The Russell Investments Conservative Fund narrowly outperformed the benchmark in July. The Fund's 70% allocation to income assets such as Australian and global bonds and cash tends to drive returns.

The Fund's traditional fixed income portfolio performed well over the period, with the Russell Investments International Bond Fund – \$A Hedged and the Russell Investments Australian Bond Fund delivering positive absolute and excess returns for the month. Both funds benefited from a long-held overweight to credit. In terms of our extended fixed income exposure, Metrics Credit outperformed government bonds in July, with Australian loans continuing to generate income-like returns. Global floating rate credit and the Russell Investments Australian Floating Rate Fund also performed well. Within the Fund's global equity portfolio, the Russell Investments Tax Effective Global Shares Fund (TEGS) and the Russell Investments Multi-Asset Factor Exposure Fund (MAFEF) delivered positive absolute and excess returns for the month. TEGS' outperformance was driven in part by stock selection in the US, including overweights to Meta Platforms (formerly Facebook) and Uber Technologies, while MAFEF benefited from its value and growth factor exposures. In terms of domestic equities, the Russell Investments Australian Shares Core Fund and the Russell Investments Australian Opportunities Fund also recorded positive absolute and benchmark-relative returns in July. Both funds benefited from stock selection within the materials space, including an underweight to iron ore major Fortescue Metals Group. The Russell Investments Australian Factor Exposure Fund performed in line with its benchmark; though absolute returns were positive. Meanwhile, a weaker Australian dollar (relative to the US dollar) boosted the returns of the Fund's assets denominated in foreign currency.

<sup>3</sup> Allocations may not equal 100% due to rounding.

<sup>†</sup> As a percentage of net assets. Includes management fee, indirect costs and expense recoveries. Reflects RIM's reasonable estimates of the typical fees for the current financial year. All costs reflect the actual amount incurred for previous financial year and may include RIM's reasonable estimates where information was not available or where RIM was unable to determine the exact amount. Refer to the PDS for further information.

<sup>‡</sup> As a percentage of net assets. RIM does not charge a performance fee at the Fund level, however underlying funds and managers may charge a performance fee. This estimated fee is based on the average of actual performance fees incurred over the past 5 financial years. Refer to PDS for further information.

## Fund facts

### Share class

Class A

### Inception date

31 October 2000

### Fund size

AUD 419.88m

### Portfolio manager

Daniel Choo

### Recommended investment timeframe

3 years

### Tax structure

Investment - Class A

### APIR code

RIM0002AU

### ARSN code

094-799-578

### Management fees and costs<sup>†</sup>

0.71%

### Performance fees<sup>‡</sup>

0.01%

# Russell Investments Conservative Fund (continued)

## Actual asset allocation as at 31 July 2023<sup>3</sup>



■	Russell Investments Australian Bond Fund	18.1%		
■	Russell Investments International Bond Fund - A\$ Hedged	18.0%		
■	Russell Investments Australian Floating Rate Fund	7.9%		
■	Metrics Credit Partners	5.0%		
■	Russell Investments Global Bond Fund AUD Hedged	5.0%		
■	Metrics Credit Partners Secured Private Debt Fund II	1.9%		
■	Russell Investments Extended Strategies Fund	1.8%		
■	Russell Investments Floating Rate Fund	1.7%		
■	Russell Investments Australian Cash Fund	0.5%		
■	Cash	-2.3%		
■	Fixed Interest and Cash - Derivatives	3.7%		
			<b>Fixed Interest and Cash</b>	<b>61.3%</b>
■	Russell Investments Multi-Asset Factor Exposure Fund	7.4%		
■	Russell Investments Tax Effective Global Shares Fund	7.3%		
■	Russell Investments Global Opportunities Fund - A\$ Hedged	0.3%		
■	International Shares - Derivatives	0.6%		
			<b>International Shares</b>	<b>15.7%</b>
■	Russell Investments Australian Shares Core Fund	6.5%		
■	Russell Investments Australian Opportunities Fund	3.9%		
■	Russell Investments Australian Factor Exposure Fund	0.4%		
■	Australian Shares - Derivatives	-0.5%		
			<b>Australian Shares</b>	<b>10.3%</b>
■	Russell Investments Private Assets Fund - Property Portion	4.6%		
■	Vanguard International Properties Securities Fund	3.3%		
■	Vanguard Australian Properties Securities Fund	1.7%		
			<b>Property</b>	<b>9.6%</b>
■	Russell Investments Private Assets Fund - Infrastructure Portion	1.9%		
■	Russell Investments Global High Yield Fund	1.3%		
■	Vanguard Global Infrastructure Fund - A\$ Hedged	0.0%		
■	Russell Investments Global Listed Infrastructure Fund	0.0%		
■	Amundi Absolute Volatility World Equities Fund	0.0%		
			<b>Alternatives</b>	<b>3.2%</b>

<sup>3</sup> Allocations may not equal 100% due to rounding.

## Russell Investments Conservative Fund (continued)

### Portfolio structure<sup>4</sup>

<b>Russell Investments Australian Opportunities Fund</b>	
Allan Gray	Deep Value
Ausbil Investment Management	Style Neutral, 130/30
Firetrail Investments	Opportunistic, high conviction
L1 Capital (Catalyst)	Concentrated, activist
Platypus Asset Management	Aggressive growth
Russell Investments	Liquidity Reserve
Russell Investments	Positioning strategies
Vinva	Quantitative, 130/30
WaveStone Capital	Quality growth
<b>Russell Investments Australian Shares Core Fund</b>	
Ausbil	Core, earnings revisions focus
DFA	Deep value small cap
Liquidity Reserve	Cash
Numeric Investors	Quantitative
Platypus	Aggressive growth
Russell Investments	Active positioning strategy
Russell Investments	Systematic positioning strategy - defensive
<b>Russell Investments Australian Factor Exposure Fund</b>	
Russell Investments	Core
<b>Russell Investments Global Opportunities Fund - \$A Hedged</b>	
J O Hambro Capital Management	UK equity dynamic
Man Numeric Investors	Core global equities, global low volatility
Nissay Asset Management	Japanese equities
Oaktree Capital	Emerging markets
PineStone Asset Management	Core global equities
Russell Investments	Liquidity Reserve
Russell Investments	Positioning strategies
RWC Partners	Global emerging markets
Sanders Capital	Core global value
Wellington Management Company	Global growth equity
<b>Russell Investments Multi-Asset Factor Exposure Fund</b>	
Russell Investments	Core
<b>Russell Investments Tax Effective Global Shares Fund</b>	
J O Hambro Capital Management	UK equity
Liquidity Reserve	Cash
Morgan Stanley	Global growth
Nissay Asset Management	Japan equity
Numeric Investors	Global core, global low volatility
Oaktree Capital	Emerging markets
PineStone Asset Management	Global growth
Russell Investments	Positioning strategies
RWC Partners	Emerging markets
Sanders Capital	Global value
<b>Amundi Absolute Volatility World Equities Fund AUD Hedged</b>	

## Russell Investments Conservative Fund (continued)

### Portfolio structure<sup>4</sup>

Amundi	Volatility
<b>Russell Investments Global Listed Infrastructure Fund - Hedged</b>	
Cohen & Steers	Growth, valuation sensitive
First Sentier Investors	Fundamental with growth at a reasonable price
Nuveen	Style Neutral, diversified
Russell Investments	Active risk overlay
<b>Russell Investments Private Assets Fund</b>	
Brookfield Premier Real Estate Partners Australia	Core plus Australian office property
Charter Hall Prime Industrial Fund	Core Australian industrial property
DEXUS Wholesale Property Fund	Core Australian diversified property, office focus
IFM Australian Infrastructure Fund	Core diversified Australian infrastructure
Morrison & Co Infrastructure Partnership	Core plus global infrastructure
Morrison & Co Utilities Trust of Australia	Core diversified Australian & UK infrastructure
<b>Vanguard Global Infrastructure Fund (Hedged)</b>	
Vanguard	Passive
<b>Vanguard International Property Securities Index Fund (Hedged)</b>	
Vanguard	Passive
<b>Vanguard Australian Property Securities Index Fund</b>	
Vanguard	Passive
<b>Metrics Credit</b>	
Metrics Credit	Australian Corporate Loans
<b>Metrics Credit Partners Secured Private Debt Fund II</b>	
Metrics Credit Partners Secured Private Debt Fund II	Australian Corporate Loans
<b>Russell Investments Australian Bond Fund</b>	
Macquarie Asset Management	Alpha seeking
Russell Investments	Positioning strategies
UBS	Alpha seeking
Western Asset Management	Alpha seeking
<b>Russell Investments Australian Floating Rate Fund</b>	
Perpetual	Floating rate income strategy
Russell Investments	Positioning strategies
<b>Russell Investments Australian Cash Fund</b>	
Russell Investments	Cash Management
<b>Russell Investments International Bond Fund - \$A Hedged</b>	
BlueBay	Country selection
Russell Investments	Integrated Global Governments
Russell Investments	Intelligent Credit (Systematic)
Russell Investments	Liquidity
Schroders	Securitised specialist
Western Asset Management	Security selection
<b>RIC Global Bond Fund Class AUDH</b>	
BlueBay	Country & credit selection
Colchester	Rates & currency – value
Insight	Broad market approach, currency & rates

## Russell Investments Conservative Fund (continued)

### Portfolio structure<sup>4</sup>

Russell Investments	Positioning strategies
Schroders	Securitized specialist
Voya	Diversified alpha
<b>Russell Investments Floating Rate Fund</b>	
First Eagle Alternative Credit	US leveraged loans
Intermediate Capital Group PLC	European leveraged loans
Liquidity Reserve	Cash
TwentyFour Asset Management	European asset backed securities
<b>Russell Investments Extended Strategies Fund</b>	
Russell Investments	Inflation Linked Bonds

<sup>4</sup> In order to manage a fund/portfolio to its investment objectives, Russell Investments retains the discretion to change the underlying investments at any time, without notice to investors. Please refer to the relevant Product Disclosure Statement for more information.

#### Contact Russell Investments

For further information about Russell Investments please visit [russellinvestments.com.au](http://russellinvestments.com.au)

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