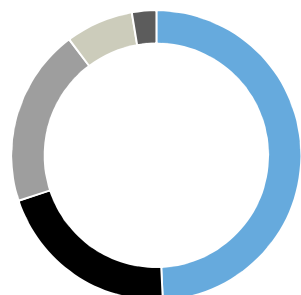


# Russell Investments Diversified 50 Fund

Asset allocation as at  
31 December 2020<sup>3</sup>



Fixed Int & Cash	49.3%
Aust Shares	20.6%
Int Shares	19.8%
Property	7.5%
Alternatives	2.7%

## Fund objective

To provide returns over the medium term, with moderate volatility, consistent with a diversified mix of defensive and growth oriented assets.

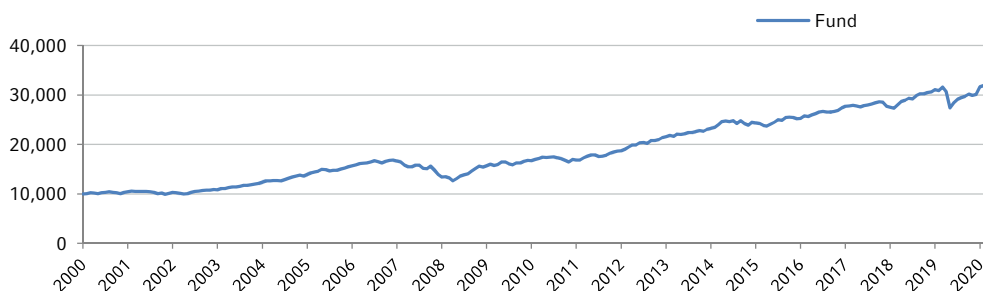
## Fund strategy

The Fund typically invests in a diversified portfolio mix with exposure to growth investments of around 50% and defensive investments of around 50%. Derivatives may be used to implement investment strategies.

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

Period ending 31/12/2020	1 month %	3 months %	1 year %	3 years %p.a.	5 years %p.a.	Since inception %p.a.
Total return	0.78	6.56	3.23	4.76	5.64	5.95
Distribution	-	0.04	6.87	5.53	5.22	5.66
Growth	0.78	6.51	-3.64	-0.77	0.41	0.29

## Growth of \$10,000



## Fund facts

### Share class

Class A

### Inception date

30 November 2000

### Fund size

AUD 635.65m

### Portfolio manager

Symon Parish

### Recommended investment timeframe

4 years

### Tax structure

Investment - Class A

### APIR code

RIM0003AU

### ARSN code

095-296-049

### Management cost<sup>†</sup>

0.81%

### Performance-related fee<sup>‡</sup>

0.00%

## Fund commentary

The Russell Investments Diversified 50 Fund outperformed the benchmark in the December quarter.

The Fund's global and domestic equity portfolios contributed positively to performance over the period. In terms of global equities, both the Russell Investments Tax Effective Global Shares Fund and the Russell Investments Global Opportunities Fund delivered positive excess returns for the quarter, driven by strong performances from their emerging markets and UK equity specialists. The Russell Investments Multi-Asset Factor Exposure Fund also performed well, benefiting largely from its value exposure. Within our Australian equity portfolio, both the Russell Investments Australian Shares Core Fund and the Russell Investments Australian Factor Exposure Fund recorded strong absolute and benchmark-relative returns over the period. The Fund's credit exposure was also positive for the quarter; notably global high-yield debt and floating rate credit, which recorded good gains as bank loans and securitised assets continued to recover. Credit positioning also contributed to positive excess returns for the Russell Investments International Bond Fund – \$A Hedged and the Russell Investments Australian Bond Fund. Also adding value over the period were our exposures to global and Australian listed property and an overweight to the Japanese yen. In contrast, a stronger Australian dollar impacted the returns of the Fund's assets denominated in foreign currency.

<sup>†</sup> For the year ending 30/6/2020 as a percentage of net assets. Includes performance-related fees. Refer to PDS for further information.

<sup>‡</sup> For the year ending 30/6/2020. May be charged if performance targets are met. Refer to PDS for further information.

# Russell Investments Diversified 50 Fund (continued)

## Actual asset allocation as at 31 December 2020<sup>3</sup>



■	Russell Investments Australian Bond Fund	14.3%		
■	Russell Investments International Bond Fund - A\$ Hedged	10.1%		
■	Cash	8.5%		
■	Russell Investments Australian Floating Rate Fund	6.2%		
■	Russell Investments Floating Rate Fund	5.1%		
■	Russell Investments Global Bond Fund AUD Hedged	3.4%		
■	Vanguard Inflation Linked Bond Fund	2.0%		
■	Russell Investments Australian Cash Fund	0.0%		
■	Fixed Interest and Cash - Derivatives	-0.4%		
			<b>Fixed Interest and Cash</b>	<b>49.3%</b>
■	Russell Investments Australian Shares Core Fund	16.4%		
■	Russell Investments Australian Factor Exposure Fund	5.8%		
■	Australian Shares - Derivatives	-1.6%		
			<b>Australian Shares</b>	<b>20.6%</b>
■	Russell Investments Multi-Asset Factor Exposure Fund	9.8%		
■	Russell Investments Tax Effective Global Shares Fund	7.8%		
■	Russell Investments Global Opportunities Fund - A\$ Hedged	5.9%		
■	Russell Investments Global Opportunities Fund	0.0%		
■	International Shares - Derivatives	-3.7%		
			<b>International Shares</b>	<b>19.8%</b>
■	Vanguard International Properties Securities Fund	3.6%		
■	Vanguard Australian Properties Securities Fund	2.0%		
■	Russell Investments Private Assets Fund - Property Portion	1.9%		
			<b>Property</b>	<b>7.5%</b>
■	Russell Investments Global Listed Infrastructure Fund	1.1%		
■	Russell Investments Global High Yield Fund	1.0%		
■	Russell Investments Private Assets Fund - Infrastructure Portion	0.6%		
■	Vanguard Global Infrastructure Fund - A\$ Hedged	0.0%		
■	Amundi Absolute Volatility World Equities Fund	0.0%		
			<b>Alternatives</b>	<b>2.7%</b>

## Russell Investments Diversified 50 Fund (continued)

### Portfolio structure\*

<b>Russell Investments Australian Shares Core Fund</b>	
Ausbil	Core, earnings revisions focus
DFA	Deep value small cap
Investors Mutual Limited	Bottom-up with defensive characteristics
Numeric Investors	Quantitative
Platypus	Aggressive growth
Russell Investments	Positioning strategies
<b>Russell Investments Australian Factor Exposure Fund</b>	
Russell Investments	Core
<b>Russell Investments Global Opportunities Fund - \$A Hedged</b>	
Fiera Capital	Core global equities
J O Hambro Capital Management	UK equity dynamic
Nissay Asset Management	Japanese equities
Numeric Investors	Core global equities, global low volatility
Oaktree Capital	Emerging markets
Russell Investments	Positioning strategies
RWC Partners	Global emerging markets
Sanders Capital, LLC	Core global value
Wellington Management Company LLP	Core global growth horizons
<b>Russell Investments Global Opportunities Fund</b>	
Fiera Capital	Core global equities
J O Hambro Capital Management	UK equity dynamic
Nissay Asset Management	Japanese equities
Numeric Investors	Core global equities, global low volatility
Oaktree Capital	Emerging markets
Russell Investments	Positioning strategies
RWC Partners	Global emerging markets
Sanders Capital, LLC	Core global value
Wellington Management Company LLP	Core global growth horizons
<b>Russell Investments Multi-Asset Factor Exposure Fund</b>	
Russell Investments	Core
<b>Russell Investments Tax Effective Global Shares Fund</b>	
Fiera Capital	Global growth
J O Hambro Capital Management	UK equity
Morgan Stanley	Global growth
Nissay Asset Management	Japan equity
Numeric Investors	Global core, global low volatility
Oaktree Capital	Emerging markets
Russell Investments	Positioning strategies
RWC Partners	Emerging markets
Sanders Capital	Global value
<b>Amundi Absolute Volatility World Equities Fund AUD Hedged</b>	
Amundi	Volatility
<b>Russell Investments Global High Yield Fund</b>	
Barings, LLC	Credit selection

## Russell Investments Diversified 50 Fund (continued)

### Portfolio structure\*

Hermes Sourcecap	Global, top-down
Russell Investments	Positioning strategies
<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 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>Russell Investments Australian Bond Fund</b>	
AMP Capital	Alpha seeking
Russell Investments	Positioning strategies
UBS	Alpha seeking
Western Asset Management	Alpha seeking
<b>Russell Investments Australian Floating Rate Fund</b>	
Perpetual	Cash enhanced
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 & credit selection
Colchester	Rates & currency – value
Insight	Macro / Sector rotation
Russell Investments	Positioning strategies
Schroders	Securitised specialist
Voya	Diversified alpha
<b>RIC Global Bond Fund Class AUDH</b>	
BlueBay	Country & credit selection
Colchester	Rates & currency – value
Insight	Broad market approach, currency & rates
Russell Investments	Positioning strategies
Schroders	Securitised specialist
Voya	Diversified alpha
<b>Russell Investments Floating Rate Fund</b>	

## Russell Investments Diversified 50 Fund (continued)

### Portfolio structure\*

First Eagle Alternative Credit	US leveraged loans
Intermediate Capital Group PLC	European leveraged loans
TwentyFour Asset Management	European asset backed securities
Voya Investment Management	US asset-backed securities
<b>Vanguard Australian Inflation Linked Bond Index Fund</b>	
Vanguard	Index

### Contact Russell Investments

To find out more about Russell Investments or how you can diversify your portfolio in just one transaction, you can:  
visit our website at [russellinvestments.com.au](http://russellinvestments.com.au)  
To invest in Russell Investments Retail Funds, contact your adviser today.  
For more information:  
NSW, QLD, ACT & NT : 02 9229 5111 VIC, SA, WA & TAS: 03 9270 8111

### Footnotes

1 Performance is net of fees and charges. Assumes reinvestment of income. Past performance is not a reliable indicator of future performance.  
2 The distribution return reflects income paid from the Fund, whilst the growth return reflects changes in the capital values of the units.  
3 Allocations may not equal 100% due to rounding.  
\*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.

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