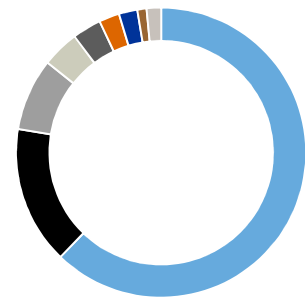


30 September 2021

Russell Investments International Shares Fund - \$A Hedged

Geographic allocation



United States	62.2%
Europe ex UK	15.4%
Japan	8.1%
UK	4.1%
Canada	3.2%
Emerging Markets	2.3%
Australia/New Zealand	2.1%
Asia ex Japan	1.0%
Other	1.6%

Fund objective

To provide a total return, before costs and tax, higher than the Fund's benchmark over the long term by providing exposure to a diversified portfolio of predominantly international shares largely hedged into Australian dollars.

Fund strategy

The Fund invests predominantly in a broad range of international shares listed on stock exchanges in developed international markets. The Fund may also be exposed to emerging market shares. Derivatives may be used to obtain or reduce exposure to securities and markets, to implement investment strategies and to manage risk. Foreign currency exposures are largely hedged back to Australian dollars.

Performance review¹

Period ending 30/09/2021	1 month %	3 months %	1 year %	3 years %p.a.	5 years %p.a.	Since inception %p.a.
Total return	-3.02	0.26	30.98	9.97	12.01	6.19

Fund facts

Share class

Class A

Inception date

31 July 1998

Fund size

AUD 221.62m

Benchmark

MSCI World Index - 100% Hedged to AUD - Net

Portfolio manager

Jon Eggins

Recommended investment timeframe

7 years

Tax structure

Investment - Class A

APIR code

RIM0009AU

ARSN code

092-805-939

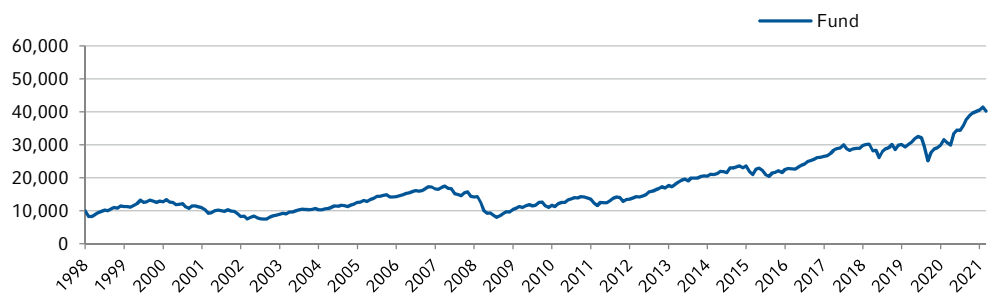
Management cost[†]

1.08%

Performance-related fee[‡]

N/A

Growth of \$10,000



Fund commentary

The Russell Investments International Shares Fund (AUD hedged) narrowly underperformed the benchmark in the September quarter. Contributing to the Fund's underperformance was poor stock selection in the US; notably underweights to information technology names like Microsoft, NVIDIA Corp. and Apple. Stock selection within the broader technology space also weighed on returns, including an overweight to Micron Technology (US) and ex-benchmark holdings in Taiwan Semiconductor Manufacturing Co. and South Korea's Samsung Electronics. Returns were further impacted by poor stock selection in Japan, including an overweight to Nintendo, as well as the underperformance of our active positioning strategy. The strategy was positioned in favour of value and quality to complement our strategic factor positioning. Value underperformed growth over the period, though this was partly offset by our quality exposure. In contrast, the Fund benefited from positive stock selection within emerging markets; notably an overweight to Russia's Gazprom and short positions in Chinese large cap growth names like Tencent Holdings and Alibaba Group. Stock selection in Continental Europe was also positive for the quarter, including overweights to the Netherlands' ING Groep NV and Norway's Norsk Hydro. Other notable positions to add value over the period were an underweight to US e-commerce giant Amazon.com and an overweight to Japan's Keyence Corp. There were no material changes to either the Fund's structure or manager line up during the quarter.

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

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

Russell Investments International Shares Fund - \$A Hedged (continued)

Detailed performance review^{1,2}

	1 year %p.a.	3 years %p.a.	5 years %p.a.	Since inception %p.a.
Total return	31.0	10.0	12.0	6.2
Distribution	-	-	-	4.6
Growth	31.0	10.0	12.0	1.6

ESG data

	Fund	Benchmark
ESG Risk Score**	21.29	21.50
Carbon Footprint***	131.78	130.76
Tobacco Exposure	0.00%	0.63%

** Higher scores imply higher ESG risk

*** Higher score implies greater carbon exposure

The ESG Risk Score is the weighted average of the Sustainalytics' Risk Score for companies in the portfolio. The Sustainalytics' Risk Score focuses on ESG issues that are financially material to the company and incorporates both risk exposure and issue management. The scores range from 0 to 100 where higher scores imply higher ESG risk. The carbon footprint is the weighted average carbon intensity of the Scope 1 (direct) and Scope 2 (electricity consumption) carbon emissions of companies in the portfolio, measured in metric tons of carbon dioxide equivalent (CO₂-e) divided by company revenue (USD). Tobacco exposure is defined as the weight of securities in the portfolio classified as being in the GICS tobacco subindustry.

Top ten holdings

Security
MICROSOFT CORP
APPLE INC
TAIWAN SEMICONDUCTOR-SP ADR
FACEBOOK INC-CLASS A
ALPHABET INC-CL A
ALPHABET INC-CL C
AMAZON.COM INC
MASTERCARD INC - A
JOHNSON & JOHNSON
UNITEDHEALTH GROUP INC

Russell Investments International Shares Fund - \$A Hedged (continued)

Portfolio structure*

Manager	Style	Weight %	Comment
Fiera Capital	Global growth	14.5	Fiera Capital outperformed the benchmark over the quarter, benefiting from overweights to Japan's Keyence Corp. and US names MSCI, Inc. and Alphabet.
Liquidity Reserve	Cash	3.0	The Fund's liquidity reserve comprises cash awaiting investment or held to meet redemption requests or to pay expenses. The Fund typically exposes all or a portion of its cash to the performance of appropriate markets by purchasing equity securities and/or derivatives. Any remaining cash is invested in an unregistered cash management fund advised by Russell Investment Management Ltd.
Man Numeric Investors	Quantitative: Global	18.0	Numeric Investors underperformed the benchmark over the quarter, driven by overweights to Australian miner Rio Tinto and Japanese gaming company Nintendo.
Morgan Stanley	Growth: Global	12.5	Morgan Stanley underperformed the benchmark over the quarter, driven by ex-benchmark holdings in China's TAL Education Group and Meituan. Overweights to US names Uber and Zoom also detracted from returns.
Russell Investments	Positioning Strategies	19.0	The strategy underperformed the benchmark over the quarter, driven by overweights to US names FedEx, Western Digital and Micron Technology. An underweight to Netflix also weighed on returns.
Sanders Capital	Value: Global	16.5	Sanders underperformed the benchmark over the quarter, driven in part by ex-benchmark exposures to South Korea's Samsung Electronics and SK hynix and overweights to US names Micron Technology and Cigna Corp.
Wellington Management Company	Global contrarian value (excl. small caps)	16.5	Wellington Management Company outperformed the benchmark over the quarter, benefiting from an overweight to the UK's Royal Dutch Shell and an ex-benchmark holding in Russian oil giant Gazprom.

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
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.

*Russell Investments retains the discretion to change the investment managers at any time without notice. Please check russellinvestments.com.au/disclosures for the latest list of managers.

Allocations may not equal 100% due to rounding

Important information

Issued by Russell Investment Management Ltd ABN 53 068 338 974, AFS Licence 247185 (RIM). This document provides general information for wholesale investors only and has not prepared having regard to your objectives, financial situation or needs. Before making an investment decision, you need to consider whether this information is appropriate to your objectives, financial situation or needs. This information has been compiled from sources considered to be reliable, but is not guaranteed. The performance data shown does not take into account fees, charges and taxes, and is not a reliable indicator of the net return to you as an investor. Past performance is not a reliable indicator of future performance. Any potential investor should consider the latest PDS in deciding whether to acquire, or to continue to hold, an investment in any Russell Investments product. The PDS can be obtained by visiting russellinvestments.com.au or by phoning (02) 9229 5111. RIM and TRM are part of Russell Investments. Russell Investments or its associates, officers or employees may have interests in the financial products referred to in this information by acting in various roles including broker or adviser, and may receive fees, brokerage or commissions for acting in these capacities. In addition, Russell Investments or its associates, officers or employees may buy or sell the financial products as principal or agent. The Russell Indexes mentioned in this document are trademarks of Frank Russell Company. Frank Russell Company is the owner of the Russell trademarks and all trademark rights related to the Russell trademarks, which the members of the Russell Investments group of companies are permitted to use under license from Frank Russell Company. The members of the Russell Investments group of companies are not affiliated in any manner with Russell or any entity operating under the 'FTSE Russell' brand. Source for MSCI data: MSCI. The MSCI information may only be used for your internal use, may not be reproduced or disseminated in any form and may not be used to create any financial instruments or products or any indices. The MSCI information is provided on an "as is" basis and the user of this information assumes the entire risk of any use made of this information. MSCI, each of its affiliates and each other person involved in or related to compiling, computing or creating any MSCI information (collectively, the MSCI Parties) expressly disclaims all warranties (including, without limitation, any warranties of originality, accuracy, completeness, timeliness, non-infringement, merchantability and fitness for a particular purpose) with respect to this information. Without limiting any of the foregoing, in no event shall any MSCI Party have any liability for any direct, indirect, special, incidental, punitive, consequential (including, without limitation, lost profits) or any other damages. Russell Investments' ownership is composed of a majority stake held by funds managed by TA Associates with minority stakes held by funds managed by Reverence Capital Partners, Russell Investments' management, and Hamilton Lane Incorporated. Copyright © 2021 RIM. All rights reserved. This material is proprietary and may not be reproduced, transferred, or distributed in any form without prior written permission from RIM. Russell Investments became a signatory of the Principles for Responsible Investment (PRI) in 2009; the Carbon Disclosure Project's climate change program since 2010; and the Climate Action 100 in 2017. Russell Investments is also a member of the Institutional Investors Group on Climate Change (IIGCC) since 2015; and the Responsible Investment Association of Australasia. Russell Investments became a supporter for the Taskforce on Climate-Related Financial Disclosures (TCFD) in May 2019. Russell Investments has consecutively achieved an A+ rating for our strategy and governance approach from the PRI from 2016-2020. For further information visit russellinvestments.com.