

Russell Investments Continental European Equity Fund

Article 8

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Portfolio Manager

Russell Investments' Global Equity Team comprises over 23 experienced professionals, including portfolio managers, researchers, portfolio analysts, and strategists in Russell Investments offices around the globe. The team manages a wide range of U.S., non-U.S developed, emerging market, frontier market, and global equity mandates.

Fund Objective

The Fund aims to achieve long term growth by investing in the shares of European companies (excluding UK), or companies that carry out a majority of their business in Europe. The Fund is actively managed with reference to the MSCI Europe ex UK Index (Eur) Net Returns (the index) which it seeks to outperform by 1.75% over the medium to long term. Russell Investments/ Money Managers have full discretion to select investments for the Fund. This product is an Article 8 product, as defined under EU regulation - it promotes environmental or social characteristics and invests in companies that follow good governance practices. This product does not have sustainable investment as its objective.

Fund Update

The Fund was flat against the benchmark in the second quarter. The tilt towards small cap stocks was additive. An underweight to and selection within consumer staples was positive. An underweight to LVMH within consumer discretionary was also effective. However, an underweight to and selection within health care (underweight Novo Nordisk) detracted.

Performance Review %

| Performance to period end Returns shown in EUR | 1 month | 3 months | 6 months | Year to Date | 1 year | 3 years | 5 years | 10 years | Since inception |
|---|------------|-------------|-------------|-----------------|-----------|------------|------------|-------------|--------------------|
| Return net of management fee Class B Acc | -1.8 | -0.2 | 5.9 | 5.9 | 9.3 | 5.2 | 7.9 | 6.4 | 4.6 |
| MSCI Europe ex UK Index (Eur) - Net Returns | -1.1 | 0.4 | 8.7 | 8.7 | 13.5 | 6.5 | 8.9 | 7.4 | 5.4 |

All returns greater than 1 year are annualised

Rolling 12 Month Performance (%)

| Returns shown in EUR | 30/06/23 30/06/24 | 30/06/22 30/06/23 | 30/06/21 30/06/22 | 30/06/20 30/06/21 | 30/06/19 30/06/20 |
|---|----------------------|----------------------|----------------------|----------------------|----------------------|
| Return net of management fee Class B Acc | 9.35 | 17.58 | -9.51 | 36.25 | -7.79 |
| MSCI Europe ex UK Index (Eur) - Net Returns | 13.46 | 19.37 | -10.81 | 28.96 | -1.60 |

| Returns shown in EUR | 30/06/18 30/06/19 | 30/06/17 30/06/18 | 30/06/16 30/06/17 | 30/06/15 30/06/16 | 30/06/14 30/06/15 |
|---|----------------------|----------------------|----------------------|----------------------|----------------------|
| Return net of management fee Class B Acc | -0.06 | 1.83 | 22.32 | -9.22 | 12.45 |
| MSCI Europe ex UK Index (Eur) - Net Returns | 6.00 | 2.11 | 20.51 | -9.97 | 13.37 |

Past performance does not predict future returns.

The current benchmark is the MSCI Europe ex UK Index (Eur) - Net Returns. Prior to 1st January 2018 the benchmark was the Russell Dev Europe Large cap NR Index. Prior to 1st April 2011 the benchmark was MSCI Europe NR.

| Fund facts |
|-----------------------------------|
| Share Class; Dealing ccy |
| B Acc; EUR |
| Dealing frequency; Cut off |
| Daily; 2:00 pm GMT |
| Domicile; Category |
| Ireland; UCITS |
| Fund size |
| EUR 122.96m |
| Fund launch date |
| 19 January 1998 |
| Share class launch date |
| 31 March 1999 |
| Management fee |
| 1.75% |
| ISIN; Bloomberg |
| IE0007356367; FRUCEBI ID |
| Share class NAV |
| EUR 0.15m |

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Portfolio Statistics

| | Fund | Benchmark |
|---------------------------|------|-----------|
| Number of equity holdings | 293 | 339 |
| Price/Earnings | 17.7 | 18.5 |
| Dividend Yield | 3.2 | 3.2 |
| Price to Book | 2.1 | 2.2 |
| EPS Growth (1 Year) | 16.3 | 18.5 |

| 3 years | Fund | Benchmark |
|----------------------------|-------|-----------|
| Volatility | 13.8 | 13.8 |
| Tracking error | 1.6 | 1.6 |
| Sharpe ratio | 0.1 | 0.1 |
| Information ratio | 0.4 | 0.4 |
| 3 year return (net) | 5.2% | 6.5% |
| 3 year excess return (net) | -1.3% | - |

Ten largest holdings by weight

| Issuer | Fund | Benchmark |
|-------------------------------|------|-----------|
| ASML Holding NV | 4.0% | 4.9% |
| Novo Nordisk A/S | 3.9% | 5.6% |
| SAP SE | 2.3% | 2.5% |
| Roche Holding AG | 2.0% | 2.4% |
| Novartis AG | 1.9% | 2.5% |
| TotalEnergies SE | 1.7% | 1.7% |
| Sanofi SA | 1.6% | 1.3% |
| CaixaBank SA | 1.3% | 0.2% |
| Industria de Diseno Textil SA | 1.3% | 0.6% |
| Hermes International SCA | 1.2% | 0.9% |

Country weight

| | Fund | Benchmark |
|-------------|-------|-----------|
| France | 21.7% | 22.0% |
| Germany | 17.1% | 17.0% |
| Switzerland | 15.3% | 19.1% |
| Netherlands | 10.8% | 11.4% |
| Denmark | 6.4% | 7.8% |
| Sweden | 6.2% | 6.8% |
| Italy | 5.9% | 4.9% |
| Spain | 5.7% | 5.2% |
| Finland | 3.1% | 1.5% |
| Norway | 2.3% | 1.2% |

Sector weights

| | Fund | Benchmark |
|------------------------|-------|-----------|
| Industrials | 18.9% | 17.4% |
| Financials | 18.1% | 18.1% |
| Health Care | 16.2% | 17.2% |
| Information Technology | 11.2% | 10.6% |
| Consumer Discretionary | 11.2% | 11.3% |
| Consumer Staples | 7.5% | 8.7% |
| Energy | 4.7% | 3.1% |
| Materials | 4.7% | 5.9% |
| Communication Services | 4.3% | 3.2% |
| Utilities | 2.7% | 3.7% |
| Real Estate | 0.5% | 0.8% |
| Other | 0.0% | 0.0% |

ESG Data

| | Fund | Benchmark |
|------------------|------|-----------|
| ESG Score | 18.7 | 18.7 |
| Carbon Footprint | 62.5 | 81.3 |

Source: The portfolio-level ESG Risk Rating is the weighted average of the Sustainalytics' Risk Rating for securities in the portfolio. The Sustainalytics Risk Rating details are available at <https://www.sustainalytics.com/esg-data>. Carbon footprint is the weighted average carbon intensity of the Scope 1 and 2 carbon emission intensity of companies in the portfolio. It is measured in tonnes of CO₂e divided by revenue (USD \$M).

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Fund structure

| Manager/Strategy | Strategy | Target | Actual |
|-----------------------------------|------------------------|--------|--------|
| INVESCO Asset Management Limited | Market-Oriented | 14.0% | 12.6% |
| Joh. Berenberg, Gossler & Co. KG | Growth | 14.0% | 16.1% |
| Liontrust Investment Partners LLP | Market-Oriented | 14.0% | 12.8% |
| Numeric Investors LLC | | 24.0% | 27.7% |
| Pzena Investment Management, LLC | Value | 14.0% | 10.4% |
| Russell Investments | Positioning Strategies | 20.0% | 20.4% |

Russell Investments may trade a portion of the Fund's assets based on a model portfolio provided by the investment advisor. By employing this emulated portfolio approach, the Fund leverages off the implementation capabilities of Russell Investments in order to manage the funds in an efficient manner.

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