

# Russell Investments

## Multi-Asset Growth Strategy Sterling Fund



**Portfolio Manager**  
David Vickers

Russell Investments' Multi-Asset Strategies Team comprises over 23 experienced professionals, including portfolio managers, researchers, portfolio analysts, and strategists in Russell Investments offices around the globe.

This team focuses on total client outcomes, including all major asset classes in their solutions. They identify areas of the market offering attractive valuations and growth potential with a reasonable level of risk and research strategies and managers to exploit these pockets of value.

### Fund facts

#### Share class; Dealing ccy

Class B Roll-up; GBP

#### Dealing frequency; Cut off

Daily; 1.00pm GMT

#### Domicile; Category

Ireland; NON-UCITS

#### Fund size

GBP 1,431.59m

#### ISIN; Bloomberg

IE00B4VY5G95; RIGRSBA ID

#### Fund launch date

08 December 2009

#### Share class launch date

05 October 2015

#### Management fee

1.00%

#### Share class NAV

GBP 11.77

### Fund objective

The Fund aims to achieve long-term growth by investing predominantly in regulated collective investment schemes that invest worldwide in securities including shares and bonds. The asset allocation is based on the relative attractiveness of asset classes and is constantly adapted to take account of changing opportunities.

### Fund update

The Fund remains well balanced between growth orientated asset classes like equities and more defensive allocations, particularly alternative forms of fixed income. We use enhanced diversification and overlay strategies designed to mitigate downside during material drawdowns.

### Portfolio goals

**Aim:** Cash plus 4.5% pa returns over the long term. We believe this is consistent with achieving the returns from equity markets measured over full market cycles. We aim to achieve this level of returns, but with up to two thirds the volatility of equities.

**Risk Management:** risk level is actively managed through time as market conditions vary.

**Strong Performance:** good participation in rising markets, resilience in falling markets, resulting overall in a long-term equity-like return.

### Performance review (%)

Performance to period end Returns shown in GBP	1 month	3 months	Year to date	12 months	3 years	5 years	Since inception*
Return gross of management fee Class B Roll-up	3.1	-1.1	-3.3	2.9	2.4	-	4.6
SONIA +4.5%	0.4	1.2	2.0	5.4	6.7	-	6.7
Global Equity †	4.3	-0.2	-8.7	4.4	4.2	-	6.7
Global Bonds †	0.3	0.1	3.0	5.7	3.4	-	3.2

\*Inception: 05 October 2015

All returns greater than 1 year are annualised

### Discrete rolling 12 month performance (%)

Returns shown in GBP	31/03/15 31/03/16	31/03/16 31/03/17	31/03/17 31/03/18	31/03/18 31/03/19	31/03/19 31/03/20
Return gross of management fee Class B Roll-up	-	12.0	3.7	2.0	-4.5
SONIA +4.5%	-	7.4	7.8	6.6	6.5
Global Equity †	-	16.0	9.9	4.1	-11.7
Global Bonds †	-	0.6	1.2	3.1	5.1

Past performance is not a guide to future performance.

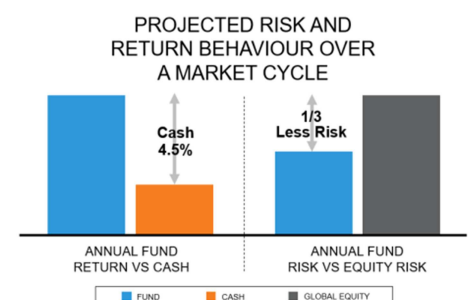
The benchmark is SONIA +4.5%. Prior to 1 January 2020 the benchmark was RPI +4%.

### Portfolio statistics

Risk versus markets	Volatility		Sharpe ratio	
	3 years	Since inception	3 years	Since inception
Fund (gross)	7.2	6.9	0.3	0.8
Global Equity†	15.1	12.6	0.2	0.6
Global Bonds†	2.8	2.7	1.0	1.3

Portfolio Statistics above show the longest share class history - A Roll Up.

† Global Equity is currently represented by MSCI ACWI Net GBPH, prior to 1 January 2018 it was represented by Russell Global Large Cap Net GBPH.



# Russell Investments Multi-Asset Growth Strategy Sterling Fund (continued)

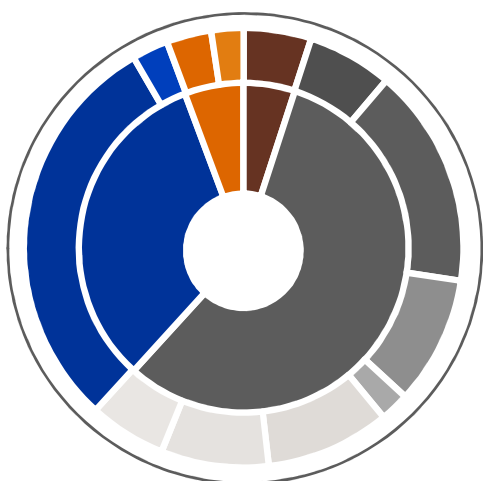
## Portfolio structure

The table below shows a selection of MAGS current strategies and highlights some of the MAGS managers.

ALTERNATIVES	FIXED INCOME		EQUITIES			REAL ASSETS
Cash	Investment Grade Bonds	High Yield & EMD	Regional Equities	Global Equities	Emerging Equities	Commodities
Cash-Benchmarked Strategies						
	BlueBay	Hermes	Liontrust	Fiera	Harding Loevner	Lyxor Commodity
	Columbia	Barings	Invesco	Numeric	Oaktree	Listed Infrastructure
	Kempen	GLG Partners	Pzena	Sanders	Numeric	
	Robeco	Colchester	SW Mitchell	Wellington	Somerset	Nuveen C&S Colonial First State Russell Investments
	T Rowe		Camui Capital	Russell Investments	Westwood	
			Coupland Cardiff	J O Hambro	RWC	
		Alternative Credit	Convertible Bonds	Sompo	RWC	Alliance Bernstein
		H20	BlueBay	SPARX	Nissay	Neuberger Berman
		Putnam	Ferox Salar	BlackRock	Oaktree	Axoim
		Post Advisory		Numeric		Russell Investments
	Hermes		Asset Management One			
	Russell Investments		Robeco			

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. The managers above do not represent an exhaustive list of the managers and strategies in the fund. Managers subject to change.

## Asset allocation as at 31 May 2020



Enhanced Cash	5.0%	<b>Alternatives</b>	5.0%
Investment Grade Credit	6.3%		
Government Bonds	16.2%		
High Yield Credit	9.5%		
Emerging Market Debt	2.2%		
Loans & ABS	0.0%	<b>Fixed Income</b>	56.8%
Convertible Bonds	9.2%		
Mortgage Strategies	7.9%		
Alternative Credit	5.7%		
Global Equities	29.9%	<b>Equities</b>	32.6%
Emerging Market Equities	2.7%		
Commodities	3.3%	<b>Real Assets</b>	5.7%
Listed Infrastructure	2.4%		

After researching the most effective strategies in each asset class, our team selects from the best of active management, passive and smart beta approaches. MAGS also includes dynamic tactical positioning, which Russell Investments can implement either through changes to the manager mix and/or through direct management of custom portfolios which are designed to address specific sectors and/or country strategies.

# Russell Investments

## Multi-Asset Growth Strategy Sterling Fund (continued)

### Equity sector weights

Security	Fund
Information Technology	18.6%
Financials	15.9%
Health Care	12.1%
Consumer Discretionary	12.1%
Communication Services	9.6%
Industrials	9.2%
Consumer Staples	8.2%
Materials	6.4%
Energy	3.1%
Utilities	2.6%
Real Estate	2.1%

Source: Factset

### Ten largest equity holdings by weight

Security	Fund
Microsoft Corp	0.6%
Apple Inc	0.5%
Taiwan Semiconductor Manufac	0.4%
Amazon.com Inc	0.4%
Samsung Electronics Co Ltd	0.3%
Facebook Inc-Class A	0.3%
Tencent Holdings Ltd	0.3%
Roche Holding Ag-Genusschein	0.2%
Alphabet Inc-CI A	0.2%
Alibaba Group Holding-Sp Adr	0.2%

Source: State Street

### Equity regional weights

	Fund
North America	43.1%
Emerging Markets	19.9%
UK	11.8%
Japan	11.2%
Europe ex UK	10.9%
Asia	3.0%

Source: State Street

### Fixed income sector weights

Security	Fund
Corporate High Yield	38.7%
Government & Cash	31.3%
Investment Grade (Non-Financials)	14.4%
Investment Grade (Financials)	10.8%
Emerging Market Debt	4.1%
Other	0.8%

Data as at 30 April 2020

Source: Factset

### Ten largest fixed income holdings by weight

Security	Fund
UK Treasury Bill GBP	5.6%
FncI 2.5 7/19	4.3%
FncI 3 7/19	4.2%
FncI 3 6/19	2.5%
FncI 2.5 6/20	1.6%
FncI 4 7/20	1.6%
FncI 3.5 7/20	1.2%
Network Rail Infra Fin	1.1%
Treasury Bill	0.8%
Antalis Sa 06/20 Zcp	0.7%

Data as at 30 April 2020

Source: State Street

# Russell Investments

## Multi-Asset Growth Strategy Sterling Fund (continued)

---

### **Important Information**

This material does not constitute an offer or invitation to anyone in any jurisdiction in which such distribution is not authorised.

Unless otherwise specified, Russell Investments is the source of all data. All information contained in this material is current at the time of issue and, to the best of our knowledge, accurate. Any opinion expressed is that of Russell Investments, is not a statement of fact, is subject to change and does not constitute investment advice.

**The value of investments and the income from them can fall as well as rise and is not guaranteed. You may not get back the amount originally invested.**

**Any past performance is not necessarily a guide to future performance.**

**Some investments/bonds may not be liquid and therefore may not be sold instantly. If these investments must be sold on short notice, you might suffer a loss.**

**Potential investors in Emerging Markets should be aware that investment in these markets can involve a higher degree of risk.**

**Any reference to returns linked to currencies may increase or decrease as a result of currency fluctuations. Tax treatments depend on the circumstances of the individual client and may be subject to change in the future.**

**Decisions to invest should be based on the fund's prospectus, ex-ante costs & charges document and key investor information document (KIID), with consideration to risk warnings. Copies available free of charge from Russell Investments.**

Issued by Russell Investments Limited. Company No. 02086230. Registered in England and Wales with registered office at: Rex House, 10 Regent Street, London SW1Y 4PE. Telephone +44 (0)20 7024 6000. Authorised and regulated by the Financial Conduct Authority, 12 Endeavour Square, London, E20 1JN.

© 1995-2020 Russell Investments Group, LLC. All rights reserved.