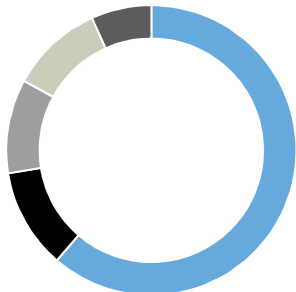


Russell Investments Conservative Fund

Asset allocation as at
30 June 2020³



Fixed Int & Cash	61.3%
Aust Shares	11.2%
Int Shares	10.5%
Alternatives	10.4%
Property	6.7%

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.

Performance review^{1,2}

Period ending 30/06/2020	1 month %	3 months %	1 year %	3 years %p.a.	5 years %p.a.	Since inception %p.a.
Total return	0.87	5.71	0.18	3.33	3.63	5.43
Distribution	4.59	5.23	5.39	4.30	4.40	5.95
Growth	-3.71	0.48	-5.21	-0.97	-0.78	-0.52

Growth of \$10,000



Fund facts

Share class

Class A

Inception date

31 October 2000

Fund size

AUD 629.86m

Portfolio manager

Symon Parish

Recommended investment timeframe

3 years

Tax structure

Investment - Class A

APIR code

RIM0002AU

ARSN code

094-799-578

Management cost[†]

0.70%

Performance-related fee[‡]

N/A

Fund commentary

The Russell Investments Conservative Fund outperformed the benchmark in the June quarter.

The Fund benefited from its greater weighting to fixed income assets, with both the Russell Investments Australian Bond Fund and the Russell Investments International Bond Fund – \$A Hedged delivering strong excess returns for the quarter. Much of these two funds' performance was underpinned by their credit positioning. Credit positioning also contributed to good gains for the Russell Investments Global High Yield Fund and the Russell Investments Floating Rate Fund. In contrast, our global equity portfolio detracted from performance, with the Russell Investments Multi-Asset Factor Exposure Fund (MAFEF) and the Russell Investments Tax Effective Global Shares Fund (TEGS) underperforming their respective benchmarks; though both funds did deliver positive absolute returns for the quarter. MAFEF's underperformance was driven by its value factor exposure, which continued to underperform growth over the period, while TEGS was impacted by a bias toward value stocks and an underweight to the US. Within our Australian equity portfolio, the Russell Investments Australian Shares Core Fund performed well in absolute terms but underperformed its benchmark, albeit modestly. The Core Fund was impacted in part by an underweight to gold miners, which posted strong gains for the quarter as gold prices hit multi-year highs. Currency positioning also weighed on returns; notably our overweight to the Japanese yen.

[†] For the year ending 30/6/2019 as a percentage of net assets. Includes performance-related fees. Refer to PDS for further information.

[‡] For the year ending 30/6/2019. May be charged if performance targets are met. Refer to PDS for further information.

Russell Investments Conservative Fund (continued)

Actual asset allocation as at 30 June 2020³



■	Russell Investments Australian Bond Fund	23.4%		
■	Russell Investments Australian Cash Enhanced Fund	15.4%		
■	Russell Investments International Bond Fund - A\$ Hedged	14.8%		
■	Russell Investments Floating Rate Fund	4.5%		
■	Russell Investments Global Bond Fund AUD Hedged	3.4%	Fixed Interest and Cash	61.3%
■	Cash	1.6%		
■	Russell Investments Absolute Return Bond Fund	0.0%		
■	Russell Investments Australian Cash Fund	0.0%		
■	Fixed Interest and Cash - Derivatives	-1.8%		
■	Russell Investments Australian Shares Tracker Fund	8.3%		
■	Russell Investments Australian Factor Exposure Fund	2.1%	Australian Shares	11.2%
■	Australian Shares - Derivatives	0.8%		
■	Russell Investments Multi-Asset Factor Exposure Fund	5.3%		
■	Russell Investments Tax Effective Global Shares Fund	3.7%		
■	Russell Investments Global Opportunities Fund	1.1%	International Shares	10.5%
■	Russell Investments Global Opportunities Fund - A\$ Hedged	0.8%		
■	International Shares - Derivatives	-0.5%		
■	Russell Investments Global High Yield Fund	5.2%		
■	Russell Investments Multi Asset Income Strategy Fund	2.5%		
■	Russell Investments Global Listed Infrastructure Fund	1.3%		
■	Russell Investments Emerging Markets Debt Local Currency Fund	0.9%	Alternatives	10.4%
■	Russell Investments Private Assets Fund - Infrastructure Portion	0.4%		
■	Amundi Absolute Volatility World Equities Fund	0.0%		
■	Vanguard International Properties Securities Fund	4.5%		
■	Russell Investments Private Assets Fund - Property Portion	1.5%	Property	6.7%
■	Vanguard Australian Properties Securities Fund	0.8%		

Russell Investments Conservative Fund (continued)

Portfolio structure*

Russell Investments Australian Shares Core Fund	
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
Russell Investments Australian Factor Exposure Fund	
Russell Investments	Core
Russell Investments Global Opportunities Fund - \$A Hedged	
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
Russell Investments Global Opportunities Fund	
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
Russell Investments Multi-Asset Factor Exposure Fund	
Russell Investments	Core
Russell Investments Tax Effective Global Shares Fund	
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
Amundi Absolute Volatility World Equities Fund AUD Hedged	
Amundi	Volatility
Russell Investments Multi-Asset Income Strategy Fund	
Russell Investments	Alternatives

Russell Investments Conservative Fund (continued)

Portfolio structure*

Russell Investments Global High Yield Fund	
Barings, LLC	Credit selection
Hermes Sourcecap	Global, top-down
Russell Investments	Positioning strategies
Russell Investments Global Listed Infrastructure Fund - Hedged	
Cohen & Steers	Growth, valuation sensitive
Colonial First State	Fundamental with growth at a reasonable price
Nuveen	Style Neutral, diversified
Russell Investments	Active risk overlay
Russell Investments Emerging Market Debt Local Currency Fund	
Babson	Value driven, quant & qualitative
Colchester	Value driven, country selection & currency management
GLG Partners	Fundamental approach, currency & rates
Russell Investments Private Assets Fund	
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
Vanguard International Property Securities Index Fund (Hedged)	
Vanguard	Passive
Vanguard Australian Property Securities Index Fund	
Vanguard	Passive
Russell Investments Australian Bond Fund	
AMP Capital	Alpha seeking
Russell Investments	Positioning strategy
UBS	Alpha seeking
Western Asset	Alpha seeking
Russell Investments Australian Cash Enhanced Fund	
Perpetual	Cash enhanced
Russell Investments	Positioning strategies
Russell Investments Australian Cash Fund	
Russell Investments	Cash Management
Russell Investments International Bond Fund - \$A Hedged	
BlueBay	Country & credit selection
Colchester	Rates & currency – value
Insight	Macro / Sector rotation
Russell Investments	Positioning strategies
Schroders	Securitised specialist
Voya	Diversified alpha
Russell Investments Unconstrained Bond Fund	
H20 Asset Management, LLP	Diversifier
Hermes Investment Management	Core Yield
Post Advisory Group	Core Yield

Russell Investments Conservative Fund (continued)

Portfolio structure*

Putnam Investment Management, LLC	Opportunistic
Russell Investments	Cash & Other
RIC Global Bond Fund Class AUDH	
BlueBay	Country & credit selection
Colchester	Rates & currency – value
Insight	Broad market approach, currency & rates
Russell Investments	Positioning strategies
Schroders	Securitised specialist
Voya	Diversified alpha
Russell Investments Floating Rate Fund	
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

Contact Russell Investments

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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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