

Russell Investments NZ Shares Fund



James Harwood
PORTFOLIO MANAGER

Russell Investments' New Zealand shares Team brings over 20 years of experience in managing portfolios. The team works closely with our 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 Facts

Inception date

14 February 2013

Benchmark

S&P/NZX 50 Index (gross) and including imputation credits

Currency

NZD

Total Annual Fund Charges incl. GST

0.79%

Management Fees

0.70%

Estimated Administration Fee

0.09%

Dealing Frequency; Cut Off

Daily, 11am NZT

Dividend Reinvestment Available

Yes

Fund Objective

To provide a total return, before costs and tax, higher than the S&P/NZX 50 Index (gross and including imputation credits) over the long term (3 years plus).

Fund Update

Stock selection within the healthcare space detracted from performance over the period; notably an overweight to Ryman Healthcare and an ex-benchmark exposure to biotech company Pacific Edge. Both stocks recorded sharp declines for the month. Stock selection within the information technology sector also weighed on returns, including an overweight to computer software company Serko, which fell almost 17% over the period. Performance was further impacted by an underweight to the real estate space, which outperformed the broader market in May. In contrast, the Fund benefited from strong stock selection amongst industrials; notably an overweight to Mainfreight, which gained nearly 27% for the month. An overweight to Freightways and an underweight to Auckland International Airport also added value.

Performance Review (%)

Period Ending 31/05/2025	1 month %	3 months %	1 year %	3 years %p.a.	5 years %p.a.	Since Inception %p.a.
Gross Fund Performance	4.21	-1.40	4.97	4.09	4.27	10.74
Net Fund Performance	4.14	-1.60	4.14	3.27	3.30	9.47
Benchmark Return	4.34	-1.24	5.43	4.01	3.45	10.23
Excess Fund Performance (Gross)	-0.13	-0.16	-0.46	0.08	0.82	0.51

Rolling 12 Month Performance (%)

Period Ending 31/05/25	31/05/20 31/05/21	31/05/21 31/05/22	31/05/22 31/05/23	31/05/23 31/05/24	31/05/24 31/05/25
Gross Fund Performance	17.43	-6.91	4.85	2.46	4.97
Net Fund Performance	15.91	-7.85	4.03	1.66	4.14
Benchmark Return	13.88	-7.55	5.36	1.31	5.43

* From 1 July 2016 this is S&P/NZX 50 Index (gross) and including imputation credits. Between 1 December 2014 and 30 June 2016 this was the Russell New Zealand Domestic Index including imputation credits (previously known as the Russell NZ Tradable Gross Index). Up to 30 November 2014 the benchmark was the NZX50 Index including imputation credits.

Net fund performance shown is net of fees and charges. Assumes reinvestment of income.

Performance data is provided for informational purposes only and is not intended to imply a recommendation about a product or form the basis for making an investment decision.

Performance is calculated on exit price.

Past performance is not a reliable indicator of future performance.

Portfolio Statistics

	Fund	Benchmark	3 Years	Fund	Benchmark
Price / Earnings	22.02	22.45	Volatility	9.55%	10.06%
Dividend Yield	2.91%	3.18%	Tracking Error	1.00%	-
Price to Book	1.76	1.72	Sharpe Ratio	0.03	-
Number of Issuers	55	50	Information Ratio	0.07	-

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Top Ten Issuers (%)

Issuer	Fund	Benchmark
Fisher & Paykel Healthcare Corp Ltd	15.92	17.07
Auckland International Airport Ltd	8.65	10.13
Infratil Ltd	8.42	8.15
Contact Energy Ltd	6.88	5.83
EBOS Group Ltd	6.41	4.72
Mainfreight Ltd	6.25	4.80
a2 Milk Co Ltd/The	4.73	5.13
Meridian Energy Ltd	4.53	5.60
Summerset Group Holdings Ltd	3.60	2.11
Spark New Zealand Ltd	2.92	3.28

ESG Data

	Fund	Benchmark
Carbon Footprint	67.19	67.79
Tobacco Exposure	0.00%	0.00%

Carbon Footprint: Higher score implies greater carbon exposure. The Carbon Footprint is the Weighted Average Carbon Intensity which we define as relative carbon emissions as the weighted average of portfolio companies' Scope 1 & 2 GHG emissions divided by revenue (CO2e/\$1M revenue USD).

Tobacco Exposure: Defined as the weight of securities in the portfolio classified as being in the GICS tobacco subindustry.

Sector Allocation (%)

	Fund	Benchmark
Health Care	29.96	25.78
Industrials	23.34	22.43
Utilities	15.45	16.76
Financials	10.11	10.63
Consumer Staples	6.78	6.41
Real Estate	5.41	7.30
Communication Services	4.74	6.40
Information Technology	2.36	1.83
Consumer Discretionary	1.18	1.47
Energy	0.55	0.61
Materials	0.11	0.36

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Portfolio Structure

Manager	Style	Target Allocation (%)
Devon Funds Management Limited	Market-Oriented	40.00
Harbour Asset Management Limited	Growth	40.00
Russell Investments	Positioning Strategies	20.00

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