

# Russell Investments Global Fixed Interest Fund



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PORTFOLIO MANAGER

Russell Investments' Global Fixed Income Team comprises over 9 experienced professionals, including portfolio managers, researchers, portfolio analysts, and strategists in Russell Investments offices around the globe. The team manages cash and multi-strategy fixed income portfolios, which include global, regional, investment grade, high yield, emerging market debt and absolute return mandates.

## Fund Facts

### Inception date

21 December 2011

### Benchmark

Bloomberg Global Aggregate Index (\$NZ Hedged)

### Currency

NZD

### Total Annual Fund Charges incl. GST

0.58%

### Management Fees

0.47%

### Estimated Administration Fee

0.11%

### 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 Bloomberg Global Aggregate Index – New Zealand dollar Hedged over the long term (3 years plus).

## Fund Update

Interest rates positioning detracted from performance (in aggregate) over the period; notably our exposure to US Treasuries, which sold off sharply in the wake of US President Donald Trump's 'Liberation Day' announcement on 2 April. An underweight to shorter-dated German bunds also weighed on returns. Partly offsetting this positioning were overweights to Australian, New Zealand and Mexican government bonds. Performance was further impacted by credit positioning. This included overweights to European investment-grade financials and industrials and our exposure to European hard currency emerging markets debt. In contrast, active currency positioning added value over the period, including long Japanese yen and Swedish krona exposures. A short US dollar position was also positive.

## Performance Review (%)

Period Ending 30/04/2025	1 month %	3 months %	1 year %	3 years %p.a.	5 years %p.a.	Since Inception %p.a.
Gross Fund Performance	0.65	2.00	6.73	1.75	0.57	4.36
Net Fund Performance	0.60	1.86	6.10	1.15	-0.08	3.61
Benchmark Return	0.89	1.61	6.85	2.25	-0.01	3.58
Excess Fund Performance (Gross)	-0.24	0.39	-0.12	-0.50	0.58	0.78

## Rolling 12 Month Performance (%)

Period Ending 30/04/25	30/04/20 30/04/21	30/04/21 30/04/22	30/04/22 30/04/23	30/04/23 30/04/24	30/04/24 30/04/25
Gross Fund Performance	4.12	-6.21	-1.96	0.69	6.73
Net Fund Performance	3.32	-6.87	-2.54	0.09	6.10
Benchmark Return	0.07	-6.59	-1.50	1.58	6.85

Effective August 24, 2021, the Bloomberg Barclays fixed income indices were rebranded the Bloomberg indices.

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.

Past performance is not a reliable indicator of future performance.

## Portfolio Statistics

	Fund	Benchmark	3 Years	Fund	Benchmark
Yield to Maturity	4.57%	3.66%	Volatility	5.95%	5.54%
Modified Duration	6.12	6.29	Tracking Error	1.03%	-
Average Quality\Rating	A	AA	Sharpe Ratio	-0.33	-
Number of Issuers	584	4,239	Information Ratio	-0.48	-

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## Top Ten Issuers (%)

Issuer	Fund	Benchmark
United States Treasury Note/Bond	6.38	18.41
Mexican Bonos	3.08	0.31
United Kingdom Gilt	2.48	2.88
Romanian Government International Bond	1.85	0.11
Indonesia Treasury Bond	1.70	0.34
Freddie Mac Pool	1.55	0.00
New Zealand Government Bond	1.50	0.13
Goldman Sachs Group Inc/The	1.49	0.18
United States Treasury Bill	1.40	0.00
Commonwealth Bank of Australia	1.39	0.06

## Sector Allocation (%)

	Fund	Benchmark
Corporate - Investment Grade	31.56	17.27
Treasuries	24.34	44.82
Securitized	16.69	11.25
Emerging Markets - Local Currency	11.98	13.09
Emerging Markets - Hard Currency	8.47	3.03
Other	4.49	2.13
Corporate - High Yield	1.27	0.35
Government Related	1.19	8.07

## Regional Weights (%)

	Fund	Benchmark
United States	38.46	42.52
Europe ex UK	20.91	26.04
Emerging Markets	16.28	14.76
Australia/New Zealand	10.34	1.43
Other	3.82	0.00
United Kingdom	3.67	2.87
Japan	3.34	9.26
Canada	2.27	2.83
Asia ex Japan	0.93	0.27

## ESG Data

	Fund	Benchmark
Carbon Footprint	65.14	137.10

**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 (CO<sub>2</sub>e/\$1M revenue USD).

## Credit Ratings (%)

	Fund	Benchmark
AAA	26.15	37.69
AA	10.44	16.73
A	23.56	30.00
BBB	29.26	15.21
BB	2.50	0.36
B	1.01	0.00
CCC & Below	0.18	0.00
Unrated	6.90	0.00

Note: Cash/Cash equivalents are classified as AAA from a credit ratings perspective.

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## Portfolio Structure

Manager	Style	Target Allocation (%)
RBC Global Asset Management (UK) Limited	Rates/FX	27.00
Russell Investments	Positioning Strategies	23.00
Colchester Global Investors Limited	Global Sovereign	18.00
Schroder Investment Management North America Inc.	Structured Products	17.00
Coolabah Capital Institutional Investments Pty Limited	Global Credit	15.00

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