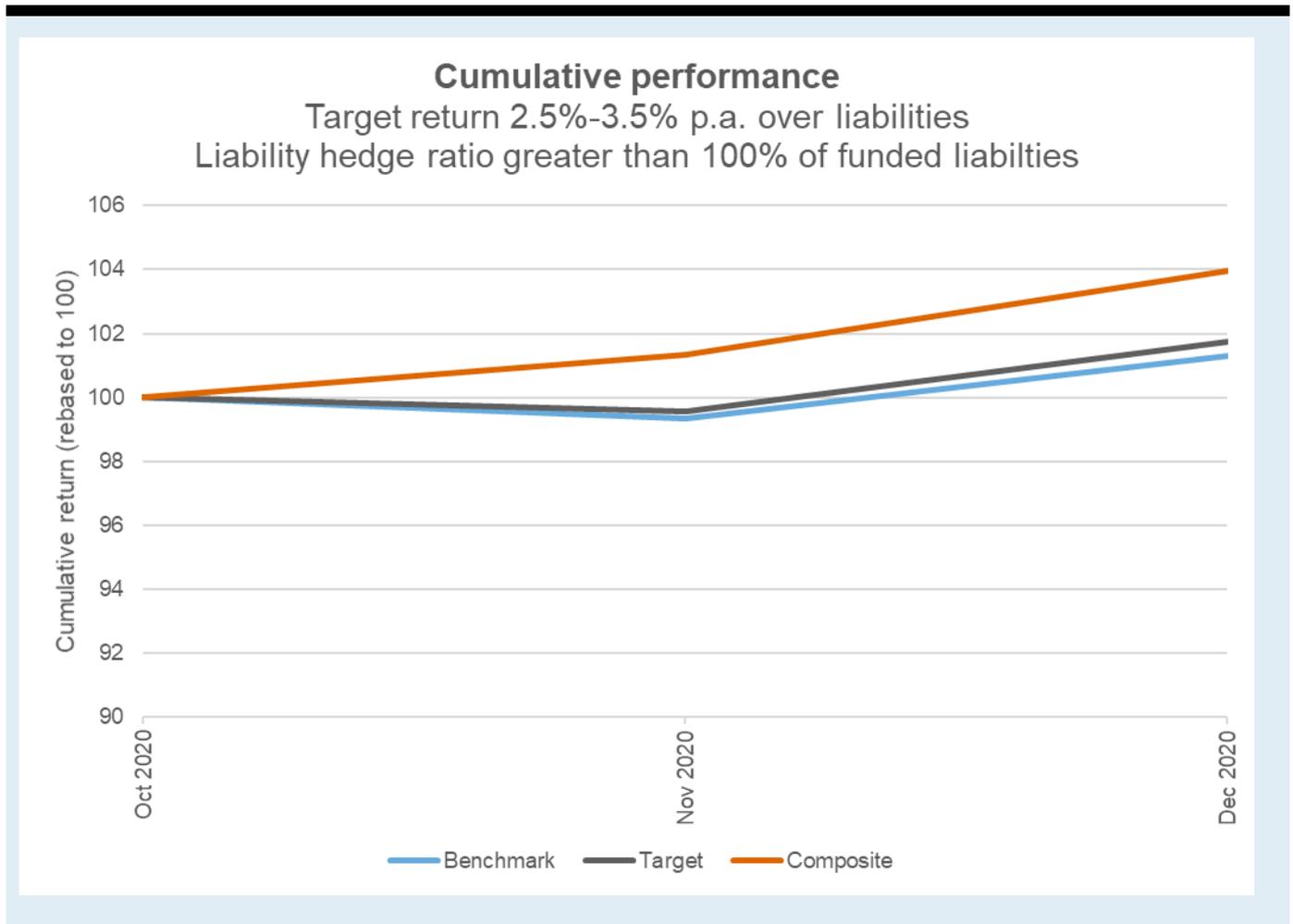


GIPS for FMPs: Composite Report – Clients with Target Return over Liabilities: 2.5%-3.5% and Liability Hedge Ratio greater than 100%



liability plus between 2.5% and 3.5% (including 3.5%) HR=>100% (greater than 100%)
31 October 2020 to 31 December 2020

| Year | Composite Net Return Relative to Full Liabilities TWR (%) | Composite Net Return Relative to Hedge Adjusted Liabilities TWR (%) | Annualized 36-month Ex Post Std Dev to Full Liabilities (Tracking Error) | Annualized 36-month Information Ratio to Full Liabilities (%) | Annualized 36-month Ex Post Std Dev to Hedge Adjusted Liabilities (Tracking %) | Annualized 36-month Information Ratio to Hedge Adjusted Liabilities (%) | Number of Schemes | Composite Asset (£) | FMP Assets (£) |
|-----------------------|---|---|--|---|--|---|-------------------|---------------------|----------------|
| 31 Oct 20 - 31 Dec 20 | - | - | - | - | - | - | Less Than 4 | 294,882,448 | 2,623,005,061 |
| 2019 | - | - | - | - | - | - | - | - | 2,772,828,845 |
| 2018 | - | - | - | - | - | - | - | - | 2,395,152,786 |
| 2017 | - | - | - | - | - | - | - | - | 2,763,955,585 |
| 2016 | - | - | - | - | - | - | - | - | 2,297,408,439 |
| 2015 | - | - | - | - | - | - | - | - | 1,777,479,170 |
| 2014 | - | - | - | - | - | - | - | - | 1,793,224,211 |
| 2013 | - | - | - | - | - | - | - | - | 1,356,823,719 |
| 2012 | - | - | - | - | - | - | - | - | 1,110,171,137 |
| 2011 | - | - | - | - | - | - | - | - | 779,923,936 |
| 2010 | - | - | - | - | - | - | - | - | 523,101,001 |

| Dispersion of net returns relative to full liabilities | | | | | Dispersion of net returns relative to hedge adjusted liabilities | | | | | | |
|--|-----|-----------------|--------|-----------------|--|-----------------------|-----|-----------------|--------|-----------------|-----|
| Year | Min | 90th Percentile | Median | 10th Percentile | Max | Year | Min | 90th Percentile | Median | 10th Percentile | Max |
| 31 Oct 20 - 31 Dec 20 | - | - | - | - | - | 31 Oct 20 - 31 Dec 20 | - | - | - | - | - |
| 2019 | - | - | - | - | - | 2019 | - | - | - | - | - |
| 2018 | - | - | - | - | - | 2018 | - | - | - | - | - |
| 2017 | - | - | - | - | - | 2017 | - | - | - | - | - |
| 2016 | - | - | - | - | - | 2016 | - | - | - | - | - |
| 2015 | - | - | - | - | - | 2015 | - | - | - | - | - |
| 2014 | - | - | - | - | - | 2014 | - | - | - | - | - |
| 2013 | - | - | - | - | - | 2013 | - | - | - | - | - |
| 2012 | - | - | - | - | - | 2012 | - | - | - | - | - |
| 2011 | - | - | - | - | - | 2011 | - | - | - | - | - |
| 2010 | - | - | - | - | - | 2010 | - | - | - | - | - |

| Annualized Composite Relative Net Returns to Full Liabilities | | | | Annualized Composite Relative Net Returns to Hedge-Adjusted Liabilities | | | | | |
|---|---------------------|--|-------------------|---|-----------------|---------------------|--|-------------------|--------------|
| Period | Net Relative Return | Ex Post Std Dev to Net Relative Return | Information Ratio | Max Drawdown | Period | Net Relative Return | Ex Post Std Dev to Net Relative Return | Information Ratio | Max Drawdown |
| 1 Year | - | - | - | - | 1 Year | - | - | - | - |
| 3 Years (pa) | - | - | - | - | 3 Years (pa) | - | - | - | - |
| 5 Years (pa) | - | - | - | - | 5 Years (pa) | - | - | - | - |
| 7 Years (pa) | - | - | - | - | 7 Years (pa) | - | - | - | - |
| 10 Years (pa) | - | - | - | - | 10 Years (pa) | - | - | - | - |
| Since Inception | 2.87 | 1.38 | 2.11 | - | Since Inception | 2.64 | 2.39 | 1.12 | - |

- Russell Investments claims compliance with the Global Investment Performance Standards (GIPS®) for FMPs and has prepared and presented this report in compliance with the GIPS standards for FMPs.
- Russell Investments Limited is a privately owned asset management company registered in the UK. It provides fiduciary management services to UK and Irish pension schemes that are categorised as Full Fiduciary Management Clients.
- The composite includes all schemes with a return target of the liability plus between 2.5% and 3.5% (including 3.5%), with a 40%–60% hedging constraint. Gilt repurchase agreements and/or interest rate swaps are used to extend the duration of scheme assets to match liabilities greater than 15 years. As of 31 December 2020, there were 1 schemes in the composite. A list of composite risks is available upon request.
- Composite Relative Net Return to Full Liabilities: Composite relative net returns are calculated as the difference between the scheme net return and the full liabilities benchmark of the individual scheme used to report performance to the client. The liabilities benchmark is calculated by using either the full liability cash flows, a liability proxy benchmark constructed from gilts or swaps, or if neither of these exist, a gilt of similar duration to the liabilities. Some of the schemes have a performance track record using liability proxy benchmarks and gilts of similar duration to the liabilities. The level of volatility risk reported will typically be lower when a liability proxy benchmark or gilt of similar duration to the liabilities has been used.
- Composite Relative Net Return to Hedge Ratio–Adjusted Liabilities: Composite relative net returns are calculated as the difference between the scheme net return and the hedge ratio–adjusted liability benchmark of the individual scheme used to report performance to the client. The hedge ratio–adjusted liability is calculated by including cash for the proportion of liabilities where interest rate hedging is not allowed and including the full liabilities for the proportion of the liability where hedging is allowed. The 3M GBP Libor cash rate is used where interest rate hedging is not allowed.
- Scheme net returns are net of actual fees and costs, including transaction costs, custody, and other administrative fees, and investment management fees. Information about fees and other costs is available upon request. Returns are net of non-reclaimable withholding taxes. All returns and assets are presented in GBP.
- The composite was created in October 2020. The composite inception date is 31 October 2020.
- The list of composite descriptions is available upon request.
- Policies for valuing investments, calculating performance, and preparing GIPS Composite Reports are available upon request.
- The three-year annualised ex post standard deviation measures the variability of monthly composite relative net returns relative to the benchmark over the preceding 36 months.
- Dispersion of net returns relative to full liabilities and hedge adjusted liabilities is not presented where there are three or fewer schemes in the composite for the entire year and the dispersion information would not be meaningful.
- A range of sub-advisors were used for investments throughout the period covered by this Composite Report.
- Schemes where a third party provides investment advice and Russell Investments manages the total portfolio to achieve the agreed investment objectives are included.
- GIPS® is a registered trademark of CFA Institute. CFA Institute does not endorse or promote this organization, nor does it warrant the accuracy or quality of the content contained herein.

Important information

This information is provided solely for the use of the recipient. The data contained within may be subject to confidentiality arrangements. The information provided may not be reproduced or disseminated outside your management group without Russell Investments' prior written consent.

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.

The information, advice and opinion given in this publication is given in good faith and based upon our understanding of your objectives and requirements. However, neither Russell Investments nor any member of its staff accept any liability in respect of any such information, advice or opinion. It is very important to do your own analysis before making any investment decisions.

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.

© 1995-2021 Russell Investments Group, LLC. All rights reserved.