

RIC Pacific Basin Equity Fund

Performance Review

*Due to an Irish bank holiday on 31st October 2011, month end fund prices have been adjusted using the benchmark performance on that day.

	One Month %	Three Months %	Year to Date %	One Year % ¹	Three Years %	Five Years %	Ten Years %	Fifteen Years %	Since Inception % ²
RIC Pacific Basin Equity Fund (\$ Gross of Fees)	12.4	-11.7	-9.0	-3.6	25.4	6.5	15.5	7.6	8.2
RIC Pacific Basin Equity Fund (\$ Net of Class A Fees)	12.3	-11.9	-9.9	-4.8	24.0	5.3	14.1	6.3	6.9
RIC Pacific Basin Equity Fund Benchmark (\$) ³	13.0	-11.5	-8.9	-4.6	23.9	6.5	15.0	5.7	6.0
Morningstar Median Manager (\$) ⁴	13.0	-11.7	-9.3	-5.1	21.8	5.5	13.9	4.7	6.0
Quartile Ranking	3	3	3	2	2	3	2	2	2
Fund Size \$ 536m									

¹ Returns greater than one year are annualised.

² Inception date 30/06/1995

³ Prior to 1st April 2011 the benchmark was MSCI AC Asia Pac ex Japan, prior to 5th October 2005 it was MSCI AC Pac ex Japan. The benchmark is currently the Russell Asia Pacific ex Japan Net Index.

⁴ Morningstar Offshore & International Equity Asia Pacific ex Japan Universe

Manager Performance

Overview

Fund Highlights & Portfolio Management Activity

The Russell Asia Pacific ex Japan Index gained 13.0% in October after European officials finally agreed on a plan to help ease the region's debt crisis. The plan, which will see private banks take a 'voluntary' 50% reduction on Greek debt and provide greater powers to the European Financial Stability Facility, sparked a major relief rally in global share markets and helped to stem recent losses. Investors were also encouraged by a modest improvement in US economic data and some better-than-expected earnings results, suggesting that the world's largest economy will successfully avoid recession. However, it wasn't all good news over the period, with several ratings agencies continuing to downgrade Italy and Spain due to poor growth prospects. Australia, China and South Korea were among the best-performing markets during the month. Stronger commodity prices helped Australia's key mining and energy sectors while China gained on speculation that slower growth and lower inflation will lead to an easing of current monetary policy. South Korea's export-dominated market rallied on the positive news flow out of Europe and the US; two of its major export destinations. At the sector level, financials rebounded as hopes of a resolution to Europe's debt woes improved, while materials gained amid increasing optimism regarding the global growth outlook.

Fund Performance

Performance History(1)



(1) Performance is quoted gross of management fees.

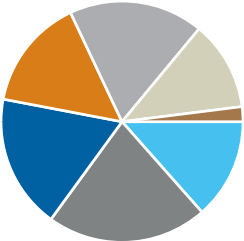
Key Drivers

The Fund underperformed the benchmark in October. An underweight exposure to the strong-performing Chinese market and negative stock selection within the country impacted the most on returns. At the stock level, an overweight holding in China Mobile and an underweight exposure to Baidu Inc. were among the key detractors over the period. China Mobile, the world's biggest phone carrier by subscribers, fell after its September quarter profit failed to impress analysts. By contrast, Baidu rallied strongly after its own quarterly results topped analysts' forecasts. At the sector level, stock picking within financials hindered performance in October, including an overweight holding in Thailand's Thanachart Capital.

Manager Review

Manager	Approach / Process	Excess Return	Russell Analysis
Balanced Equity Management	Contrarian approach based on sum of the parts through cycle valuations	5.0%	Specialist Australian shares manager BEM outperformed in October. Contributing to the manager's performance was positive stock selection within the industrials, financials and materials sectors. At the individual stock level, an overweight holding in Qantas and an underweight exposure to Newcrest Mining contributed the most to overall returns. Qantas rebounded strongly from its recent union-related sell off while Newcrest Mining fell amid lower production and cost blow outs.
Aberdeen Asset Management	Fundamental analysis with a strong focus on valuation and quality	-4.8%	Following a strong run of performance, quality and value manager Aberdeen underperformed in October. A combination of a long-term underweight exposure to the strong-performing Chinese market and negative stock selection within the country weighed the most on performance. At the stock level, an overweight holding in China Mobile and the decision not to hold Samsung Electronics impacted returns. China Mobile traded lower after its September quarter profit fell short of analysts' expectations while Samsung gained on news it had shipped more smart phones than rival Apple.
Havenport	Thematic driven approach, focusing on growth opportunities	3.3%	Growth-oriented manager Havenport outperformed in October. Among the key contributors to performance over the month were overweight holdings in China State Construction International Holdings and China National Building Material Company; both of which gained amid speculation that Chinese officials may soon look to ease existing monetary policy measures. The former also benefited from stronger operating profits and the announcement of several new projects. At the sector level, strong stock selection within industrials, consumer discretionary and materials benefited the manager's overall performance.
MIR	Combination of quantitative and qualitative approaches	-3.8%	Value and momentum manager MIR underperformed in October. Contributing to the manager's underperformance were overweight holdings in China Mobile and Thanachart Capital. China Mobile traded lower after posting weaker-than-expected September quarter earnings while Thanachart Capital weakened after several brokers downgraded the stock. At the sector level, negative stock selection within energy and information technology weighed on the manager's overall returns.
TT International	Top Down	0.5%	Market-oriented manager TT outperformed in October. At the country level, strong stock selection in Australia contributed the most to returns, including overweight holdings in Iluka Resources and Myer. Iluka gained on reports the company will this year surpass its previous revenue records while Myer staged a strong rebound after months of losses. In terms of sectors, strong stock selection within materials and industrials contributed positively to the manager's overall performance.
CouplandCardiff	Growth / Momentum	-3.1%	Growth manager Coupland Cardiff underperformed in October, due in part to negative stock selection in South Korea and Australia. At the stock level, overweight holdings in Tsingtao Brewery and President Chain Store were among the main detractors from overall returns. Tsingtao fell after its September quarter net profit missed analysts' estimates while President Chain Store weakened despite posting stronger net profit in the first nine months of the year.
RIS	China Completion Portfolio	5.7%	Russell's Implementation Services team (RIS) uses an optimised China completion portfolio. This strategy is reducing our structural negative exposure to China and brings the overall fund country allocation closer to our ideal allocation based on our outlook for the country.

Fund Statistics

Manager Weights	Characteristics	Fund	Benchmark
 <ul style="list-style-type: none"> ■ Balanced Equity Management: 13.5% ■ Aberdeen Asset Management: 21.5% ■ Havenport: 18.0% ■ MIR: 15.0% ■ TT International: 18.0% ■ CouplandCardiff: 12.0% ■ RIS: 2.0% 	Sector Deviation	5.74	--
	Market Cap Weighted Nlog	-0.41	--
	Price/Earnings (excl negative earnings)	10.11	10.62
	Dividend Yield	3.37	3.41
	Price to Book	1.60	1.64
	EPS Growth (1 Year)	32.62	27.20
	Tracking Error	Fund	Average Manager
One Year	1.8	5.8	
Three Years	2.6	6.7	
Five Years	2.9	7.1	

Fund Analysis

Country Exposure ¹	Fund %	Benchmark %	Country Returns
Australia	21.7	23.7	17.3
China	15.1	16.6	16.5
Hong Kong	13.6	8.6	12.9
India	8.0	8.1	6.9
Indonesia	2.4	2.9	7.9
Korea	12.6	14.9	14.7
Malaysia	3.4	3.6	12.7
New Zealand	0.1	0.6	4.2
Philippines	0.9	1.0	10.4
Singapore	9.5	5.3	10.6
Taiwan	8.7	12.6	6.7
Thailand	3.6	1.9	8.3
Other	0.5	0.4	

¹ Sector Weights may not sum to 100% due to rounding.

Top Ten Holdings

Company Name	Fund %	Benchmark %	Country	Sector
BHP Billiton, Ltd.	2.7	3.2	Australia	Materials
Samsung Electronics Co., Ltd.	2.5	2.6	South Korea	Information Technology
Westpac Banking Corp.	2.3	1.7	Australia	Financials
China Mobile, Ltd.	1.7	1.2	Hong Kong	Telecommunication Services
Australia & New Zealand Banking Group, Ltd.	1.6	1.5	Australia	Financials
Taiwan Semiconductor Manufacturing Co., Ltd.	1.6	1.4	Taiwan	Information Technology
Swire Pacific, Ltd.	1.4	0.3	Hong Kong	Financials
OVERSEA-CHINESE BANKING CORP LTD	1.3	0.4	Singapore	Financials
National Australia Bank, Ltd.	1.3	1.4	Australia	Financials
CNOOC LTD	1.2	0.8	Hong Kong	Energy

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