

# TAX-EFFICIENT INVESTING: THE PROOF IS IN THE NUMBERS



## Russell Investments' Tax-Smart Funds

Since 1985, with the launch of its Tax-Exempt Bond Fund, Russell Investments' goal has been to help investors maximize their after-tax wealth. Our active tax-management strategies in our tax-managed equity funds and broad diversification in our tax-exempt bond funds have helped reduce capital gain distributions over time—managing the tax impact to investors.

## Yearly Capital Gain Distributions (%)

Tax-Managed and Tax-Exempt Funds – Class M Shares

|   |              | 2017        | 2018        | 2019        | 2020        | 2021        | 2022        | 2023        | 2024        |
|---|--------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|
| Tax-Managed U.S. Large Cap Fund - Class M       | Short Term   | 0.00        | 0.00        | 0.00        | 0.00        | 0.00        | 0.00        | 0.00        | 0.00        |
|   | Long Term    | 0.24        | 0.00        | 0.00        | 0.00        | 0.00        | 0.00        | 0.00        | 0.00        |
|   | <b>Total</b> | <b>0.24</b> | <b>0.00</b> | <b>0.00</b> | <b>0.00</b> | <b>0.00</b> | <b>0.00</b> | <b>0.00</b> | <b>0.00</b> |
| Tax-Managed U.S. Mid & Small Cap Fund - Class M | Short Term   | 0.00        | 0.00        | 0.00        | 0.00        | 0.00        | 0.00        | 0.00        | 0.00        |
|   | Long Term    | 0.55        | 0.00        | 0.00        | 0.00        | 0.11        | 0.00        | 0.00        | 0.00        |
|   | <b>Total</b> | <b>0.55</b> | <b>0.00</b> | <b>0.00</b> | <b>0.00</b> | <b>0.11</b> | <b>0.00</b> | <b>0.00</b> | <b>0.00</b> |
| Tax-Managed International Equity Fund - Class M | Short Term   | 0.00        | 0.00        | 0.00        | 0.00        | 0.00        | 0.00        | 0.00        | 0.00        |
|   | Long Term    | 0.00        | 0.00        | 0.00        | 0.00        | 0.00        | 0.00        | 0.00        | 0.00        |
|   | <b>Total</b> | <b>0.00</b> | <b>0.00</b> | <b>0.00</b> | <b>0.00</b> | <b>0.00</b> | <b>0.00</b> | <b>0.00</b> | <b>0.00</b> |
| Tax-Managed Real Assets Fund - Class M          | Short Term   | n/a         | n/a         | 0.00        | 0.00        | 0.00        | 0.00        | 0.00        | 0.00        |
|   | Long Term    | n/a         | n/a         | 0.00        | 0.00        | 0.00        | 0.00        | 0.00        | 0.00        |
|   | <b>Total</b> | <b>n/a</b>  | <b>n/a</b>  | <b>0.00</b> | <b>0.00</b> | <b>0.00</b> | <b>0.00</b> | <b>0.00</b> | <b>0.00</b> |

Historical data shown is not an indicator of future results. Investors should consult with their financial and tax advisors before investing.

Class M Tax-Managed funds were launched in 2017.

Tax-Managed Real Assets Fund was launched on 06/10/2019.

Not a Deposit • Not FDIC Insured • May Lose Value • Not Bank  
Guaranteed • Not Insured by any Federal Government Agency

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|   |              | 2017        | 2018        | 2019        | 2020        | 2021        | 2022        | 2023        | 2024        |
|---|--------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|
| Tax-Exempt Bond Fund - Class M            | Short Term   | 0.00        | 0.00        | 0.00        | 0.00        | 0.00        | 0.00        | 0.00        | 0.00        |
|   | Long Term    | 0.00        | 0.00        | 0.00        | 0.00        | 0.00        | 0.00        | 0.00        | 0.00        |
|   | <b>Total</b> | <b>0.00</b> | <b>0.00</b> | <b>0.00</b> | <b>0.00</b> | <b>0.00</b> | <b>0.00</b> | <b>0.00</b> | <b>0.00</b> |
| Tax-Exempt High Yield Bond Fund - Class M | Short Term   | 0.00        | 0.09        | 0.00        | 0.00        | 0.00        | 0.00        | 0.00        | 0.00        |
|   | Long Term    | 0.00        | 0.00        | 0.00        | 0.00        | 0.00        | 0.00        | 0.00        | 0.00        |
|   | <b>Total</b> | <b>0.00</b> | <b>0.09</b> | <b>0.00</b> | <b>0.00</b> | <b>0.00</b> | <b>0.00</b> | <b>0.00</b> | <b>0.00</b> |

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Bond investors should carefully consider risks such as interest rate, credit, default and duration risks. Greater risk, such as increased volatility, limited liquidity, prepayment, non-payment and increased default risk, is inherent in portfolios that invest in high-yield (“junk”) bonds or mortgage-backed securities, especially mortgage-backed securities with exposure to sub-prime mortgages. Generally, when interest rates rise, prices of fixed income securities fall. Interest rates in the United States are at, or near, historic lows, which may increase a Fund’s exposure to risks associated with rising rates. Investment in non-U.S. and emerging market securities is subject to the risk of currency fluctuations and to economic and political risks associated with such foreign countries.

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