



# INTERIM REPORT & ACCOUNTS

For the six months ended  
31 July 2017

Janus Henderson  
— INVESTORS —

Henderson Multi-Manager Investment OEIC



# Who are Janus Henderson Investors?

**Janus Henderson Investors exists to help clients achieve their long-term financial goals.**

Formed in 2017 from the merger between Janus Capital Group and Henderson Group, we are committed to adding value through active management. For us, active is more than our investment approach – it is the way we translate ideas into action, how we communicate our views and the partnerships we build in order to create the best outcomes for clients.

We are proud to offer a highly diversified range of products, harnessing the intellectual capital of some of the industry's most innovative and formative thinkers. Our expertise encompasses the major asset classes, we have investment teams situated around the world and we serve intermediary, institutional and individual investors globally. As at 30 June 2017, we had approximately US\$344.9bn (£265.5bn) in assets under management, more than 2,000 employees and offices in 27 cities worldwide\*. Headquartered in London, we are an independent asset manager that is dual-listed on the New York Stock Exchange and the Australian Securities Exchange.

At Janus Henderson, we believe in the sharing of expert insight for better investment and business decisions. We call this ethos *Knowledge. Shared. Knowledge. Shared*. *Shared* is reflected both in how our investment teams interact and in our commitment to empowering clients in their decision-making. In our view, knowledge is powerful when it is shared.

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## Authorised Corporate Director's (ACD) report

We are pleased to present the Report & Accounts for Henderson Multi-Manager Investment OEIC for the six months ended 31 July 2017.

### Authorised status

The Henderson Multi-Manager Investment OEIC is an open-ended investment company with variable capital incorporated in Great Britain under registered number IC000146 and authorised by the Financial Conduct Authority (FCA) with effect from 4 February 2002.

Henderson Multi-Manager Investment OEIC is structured as an umbrella company for the purposes of COLL. The assets of each fund will be treated as separate from those of every other fund and will be invested in accordance with the investment objective and policy applicable to that fund. The objectives of each fund are stated within the pages of this report relating to that fund.

All of the funds are classed as Non-UCITS Retail Schemes (NURS) comply with Chapter 5 of COLL. Shareholders are not liable for the debts of the company.

The Henderson Multi-Manager Investment OEIC ('the Company') qualifies as an alternative investment fund ("AIF") in accordance with the directive 2011/61/EU ("AIFMD") of the European parliament.

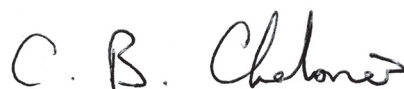
The ACD has delegated the actual portfolio management of the funds of the Henderson Multi-Manager Investment OEIC to Henderson Global Investors Limited (the 'Investment Manager'). The Investment Manager is authorised and regulated by the Financial Conduct Authority and has been appointed by the AIFM to provide investment management services to the Company.

### Fund liabilities

Each fund is treated as a separate entity and is a segregated portfolio of assets and those assets can only be used to meet the liabilities of, or claims against that fund.

## Director's statement

In accordance with the requirements of the Collective Investment Schemes Sourcebook as issued and amended by the Financial Conduct Authority, I hereby certify the investment report and financial statements on behalf of the Directors of Henderson Investment Funds Limited.



C. Chaloner  
(Director)

27 September 2017

## Authorised Corporate Director's (ACD) report

### Service providers

	Name	Address	Regulator
<b>Authorised Corporate Director and Alternative Investment Fund Manager</b>	<b>Henderson Investment Funds Limited which is the Manager</b> Member of the Investment Association The ultimate holding company is Janus Henderson Group plc	Registered Office: 201 Bishopsgate, London EC2M 3AE. Registered in England No 2678531 Telephone - 020 7818 1818 Dealing - 0845 608 8703 Enquiries - 0800 832 832	Authorised and regulated by the Financial Conduct Authority
<b>Investment Manager</b>	<b>Henderson Global Investors Limited</b> The ultimate holding company is Janus Henderson Group plc	201 Bishopsgate, London EC2M 3AE	Authorised and regulated by the Financial Conduct Authority
<b>Directors</b>	M Skinner (to 29.06.17) P Wagstaff G Kitchen C Chaloner H J de Sausmarez G Foggin		
<b>Shareholder Administrator</b>	<b>DST Financial Services Europe Limited</b>	DST House St Nicholas Lane Basildon Essex SS15 5FS	Authorised and regulated by the Financial Conduct Authority
<b>Depository</b>	<b>National Westminster Bank Plc</b> The ultimate holding company is the Royal Bank of Scotland Group plc	135 Bishopsgate London EC2M 3UR	Authorised and regulated by the Prudential Regulation Authority and regulated by the Financial Conduct Authority
<b>Independent Auditors</b>	<b>PricewaterhouseCoopers LLP</b>	141 Bothwell Street Glasgow G2 7EQ	Institute of Chartered Accountants in England and Wales
<b>Legal Adviser</b>	<b>Eversheds LLP</b>	One Wood Street London EC2V 7WS	The Law Society
<b>Custodian</b>	<b>BNP Paribas Securities Services</b>	55 Moorgate London EC2R 6PA	Authorised and regulated by the Financial Conduct Authority

Global equity markets rose during the period (MSCI World Index +5.9% in sterling, +11.0% in dollars). US equities were held back in sterling terms by weakness in the dollar, although were positive in aggregate, while UK markets advanced despite a general election that failed to return a majority government. Europe too saw a number of elections. The most significant of these produced market-friendly results that lifted investor sentiment, as did strong economic data from the eurozone. Many central banks maintained accommodative measures, with the exception of the US Federal Reserve (Fed), which raised interest rates by 25 basis points twice over the six-month period.

In the UK, the broad FTSE All-Share Index rose by 7.1% despite jitters about a snap general election to be held in June. The election was a major focus of the period, and the event itself brought more uncertainty, as it ended in a hung parliament. Economic data showed second-quarter gross domestic product (GDP) growth that met market expectations but was generally subdued. Business confidence for the third quarter of 2017, however, showed growing faith in the economy: the Confederation of British Industry's Business Optimism Index rose on significantly improving manufacturing production. Inflation was higher - May's year-over-year figure of 2.9% marked the highest reading since June 2013 but later was slightly slower at 2.6% in June. The Bank of England (BoE) kept interest rates on hold over the period, though policymakers showed wariness regarding the inflation rate.

European equities also exhibited significant strength (MSCI Europe ex UK +13.7% in sterling, +10.8% in euros) in a busy six months that saw elections in the Netherlands and France. With euro-sceptic candidates polling strongly, investors took caution, fearing for a breakdown of the eurozone, particularly following the success of anti-globalisation movements in the UK and US in 2016. But the votes (in particular, France's election of Emmanuel Macron over euro-sceptic Marine Le Pen) returned favourable results for the single-currency bloc. Broad economic data in the eurozone was another source for optimism, with GDP advancing 0.6% in the second quarter and the euro moving steadily higher versus the dollar. The European Central Bank (ECB) made no changes to policy, but its President Mario Draghi noted his belief that the bank's stimulus measures have worked, saying, "the threat of deflation is gone."

US equities were another positive performer, with the S&P 500 Index rising 4.5% in sterling terms (+9.5% in dollars), helped by strong first- and second-quarter corporate earnings. Early in the period, equities were also supported by hopes that the Trump administration would be able to deliver on its pro-growth campaign promises. Optimism became more subdued as time wore on, however, dampened by geopolitical events (such as airstrikes in Syria and tensions with North Korea) and questions about the president's ties to Russia during the 2016 election season. GDP growth slowed from the fourth quarter to the first, but bounced back up to 2.6% in the second quarter. Inflation missed targets in May and June, depressed by lower fuel prices, and the dollar weakened against sterling. Regardless, domestic equities continued their ascent, with the S&P 500 repeatedly hitting highs. The Fed followed through on guidance for more rate hikes in 2017: benchmark interest rates were lifted by 25 basis points in both March and June.

Japanese equities measured by the TOPIX Index rose by 4.6% in sterling (+7.6% in yen) over the six months. In April, the Bank of Japan raised its 2017 growth forecast, and the International Monetary Fund (IMF) followed suit, upwardly revising its estimate for 2017 GDP expansion to 1.2%. While growth for the January-March quarter missed expectations, the figure of 0.3% marked the fifth consecutive quarter of growth. June saw Japan's balance of trade and unemployment figure reach more favourable levels after both stumbled in May. The future of trade was further bolstered in July when the country struck a free-trade deal with the European Union, which is expected to particularly benefit the Japanese automobile sector. On the policy front, the Bank of Japan kept rates on hold, but again pushed back expectations for reaching its 2% inflation target to March 2020.

Asian equity markets advanced by 13.8% in sterling (+19.3% in dollars), according to the MSCI AC Asia Pacific ex Japan Index. China had a strong start to the year: joblessness decreased, annualised GDP growth reached 6.9% in both the first and second quarters, and the IMF upgraded its projection for the country's 2017 growth to 6.6%. However, Moody's downgraded the nation's credit rating by one notch, citing an increasing reliance on debt-fuelled growth. India saw its stock market climb on optimism regarding Prime Minister Narendra Modi's government reforms, with the rupee moving steadily higher versus the US dollar from February. Over the period South Korea recorded largely positive economic data – and record highs for its KOSPI index, but also saw its president impeached and jailed.

Emerging market equities, as measured by the MSCI Emerging Markets Index, gained strongly, rising 13.8% in sterling (+19.2% in dollars). Central banks had an active six months: Brazil and Russia eased policy multiple times, while Mexico increased interest rates. The Brazilian stock market, a big winner in 2016, experienced volatility as the oil price floundered and President Michel Temer was formally charged with corruption. Russia enjoyed improved year-on-year GDP growth in the first quarter, helped by rebounding mining and manufacturing; however, the domestic equity market was down sharply on falling oil prices. Indian equities followed an upward trajectory in the six months to end-July, but falling inflation proved worrying. Elsewhere, Taiwan and South Korea saw their equity markets climb steadily higher over the six-month period.

## Market review (continued)

In fixed income, 10-year US Treasury and UK gilt yields fell, while German bund yields rose (yields move inversely to prices). Of these, bunds had the bumpiest ride, rising and falling in anticipation of various elections in western Europe and spiking towards the end of the period on worries about potential ECB tightening. US bond yields slipped as investors grew less enthusiastic about the country's domestic outlook; questions over Russia's involvement in the election of President Trump emerged and there was sustained difficulty in passing Trump's new healthcare legislation. Corporate debt benefited from inclusion in central-bank bond-buying programmes. By May, European companies were on track for record-breaking issuance in 2017.

Commodity markets experienced mixed fortunes in the period. The price of Brent Crude oil zigzagged sharply throughout the six months, and oil fell in aggregate, though ended July close to where it began. Increased supply from the US helped to drive prices down. Gold gained, with highs coinciding with uncertainty-inspiring events such as US airstrikes on Syria, the UK's general election, and North Korea's nuclear missile tests. Copper fared well with prices hitting new two-year highs in the final days of July.



## Aggregated notes to the financial statements for the six months ended 31 July 2017

### Basis for preparation

The accounting policies, distribution policies and potential risks applied are consistent with those of the financial statements for the year ended 31 January 2017 and are described in those annual accounts.

### Cross-holdings table

as at 31 July 2017		Holding Fund	
		Henderson Diversified Alternatives Fund	
		Number of Units	Market Value £'000
Investor Fund	Henderson Multi-Manager Managed Fund	5,703,074	6,998

No other such cross-holdings, between other funds in the Henderson Multi Manager Investment OEIC were held as at 31 July 2017.

as at 31 January 2017		Holding Fund	
		Henderson Diversified Alternatives Fund	
		Number of Units	Market Value £'000
Investor Fund	Henderson Multi-Manager Managed Fund	5,703,074	6,684

No other such cross-holdings, between other funds in the Henderson Multi Manager Investment OEIC were held as at 31 January 2017.

# Henderson Multi-Manager Active Fund

## Authorised Corporate Director's report

### Investment Fund Managers

Henderson Multi-Asset Team

### Investment objective and policy

To achieve capital growth by investing in markets in both the UK and overseas. The fund may invest in collective investment schemes, exchange traded funds, unregulated collective investment schemes (which include limited partnerships), money-market instruments and deposits. Investment will not be confined to any particular sector.

### Performance summary

#### Cumulative performance

	Six months 31 Jan 17- 31 Jul 17	One year 31 Jul 16- 31 Jul 17	Five years 31 Jul 12- 31 Jul 17	Since launch 28 Jun 96- 31 Jul 17
	%	%	%	%
<b>Henderson Multi-Manager Active Fund</b>	5.7	12.3	69.7	365.11
<b>IA Flexible Investment sector average</b>	6.0	13.0	57.3	n/a

#### Discrete performance

	31 Jul 16 - 31 Jul 17	31 Jul 15 - 31 Jul 16	31 Jul 14 - 31 Jul 15	31 Jul 13 - 31 Jul 14	31 Jul 12 - 31 Jul 13
	%	%	%	%	%
<b>Henderson Multi-Manager Active Fund</b>	12.3	9.4	7.0	3.6	24.5

Source: Morningstar - Bid to Bid and net of fees as at 12 noon valuation point, GBP, based on performance of Class A accumulation. Benchmark values are as at close of business.

\* Benchmark return is not quoted as the fund inception date is earlier than the benchmark inception date.

Please remember that past performance is not a guide to future performance. The value of an investment and the revenue from it can fall as well as rise as a result of market and currency fluctuations and you may not get back the amount originally invested.

### Significant portfolio changes for the six months ended 31 July 2017

Largest purchases	£000	Largest sales	£000
BlackRock Emerging Markets Flexi Dynamic Bond Fund	6,063	Artemis European Growth Fund I Accumulation	8,029
Source Bloomberg Commodity UCITS ETF	4,704	RECM Global Fund	5,090
Mandarine Unique Small & Mid Caps Europe Fund	4,700	First State Global Emerging Markets Leaders Fund Class B	4,749
Invesco Perpetual European Equity Income Fund	4,429	iShares Diversified Commodity Swap UCITS ETF	4,699
Henderson Gartmore Emerging Markets Fund+	3,260	Majedie UK Equity Fund	3,098
Polar Capital UK Value Opportunities Fund	1,176	Old Mutual UK Alpha Fund Accumulation	2,774
MAN GLG Japan Core Alpha Fund	489	Polar Capital Global Insurance Fund	1,920
		JO Hambro UK Opportunities Fund B Accumulation	1,692
		First State Global Japan Equity III	1,477
		Findlay Park American Fund	1,202
<b>Total purchases</b>	<b>24,821</b>	<b>Total sales</b>	<b>38,660</b>

+ Related party to the fund  
All purchases have been included.

### Investment review

#### Market review

The fund returned 5.7% over the period, against the IA Flexible Investment sector average, which returned 6.0%.

The portfolio's allocation to European ex UK and Asia ex Japan equities contributed strongly to overall fund performance for the six-month period. Notable strong returns were delivered by holdings in the BlackRock European Dynamic Fund and the Henderson European Growth Fund (up 15.8% and 13.9%, respectively), as both strongly outperformed the broader market. Within Asia ex Japan, the standout performer was our holding in the Hermes Asia ex Japan Equity Fund, which gained 19.6%.

Elsewhere, solid performance contribution was received throughout the portfolio, with notable returns from positions in the CF Lindsell Train UK Equity Fund (up 13.1%), the Findlay Park American Fund (up 5.7%) and the First State Japan Equity Fund (up 14.3%).

Meanwhile, the allocation to emerging market debt delivered a negative contribution during the period, with the BlackRock Emerging Markets Flexible Dynamic Bond Fund losing 6.2%. Elsewhere, commodity positions also detracted, with the ETFS Physical Gold and the Source Bloomberg Commodity Exchange Traded Fund losing 0.5% and 7.8%, respectively.

#### Activity

The overall allocation to European ex UK equities was increased during the period, and in May the relative weighting versus the sector average was moved from an underweight to an overweight position. Within the underlying holdings, we fully redeemed the Artemis European Growth Fund, with proceeds funding a new holding in the Mandarin Unique Small & Mid-Caps Europe Fund. We also closed out the short position in Euro Stoxx 50 index futures.

Early on in the period, we added a new holding in the BlackRock Emerging Markets Flexi Dynamic Bond Fund. Meanwhile, we redeemed the remaining holding in the Stewart Investors Emerging Market Leaders Fund, and subsequently added to the Henderson Gartmore Emerging Markets Fund.

Later on in the period, we scaled back other regional and global equity positions, taking profit and raising cash. Within UK equities, we trimmed the holding in the Old Mutual UK Alpha Fund in order to fund a new small position (0.5%) in the Polar Capital UK Value Opportunities Fund. The new fund has a small/mid-cap bias with a value style, and is managed by a highly experienced team with a strong track record. The team is very well known to us from its previous tenure at Miton.

## Comparative tables for the six months ended 31 July 2017

	Class A accumulation			
	31/07/17 (pence per share)	31/01/17 (pence per share)	31/01/16 (pence per share)	31/01/15 (pence per share)
<b>Change in net assets per share</b>				
Opening net asset value per share	206.76	169.14	175.65	161.77
Return before operating charges*	14.23	42.12	(2.27)	17.90
Operating charges	(2.51)	(4.50)	(4.24)	(4.02)
Return after operating charges*	11.72	37.62	(6.51)	13.88
Distributions on accumulation shares	-	(0.84)	-	-
Retained distributions on accumulation shares	-	0.84	-	-
Closing net asset value per share	218.48	206.76	169.14	175.65
* after direct transaction costs of:	-	0.01	0.04	0.12
<b>Performance</b>				
Return after charges	5.67%	22.24%	(3.71%)	8.58%
<b>Other information</b>				
Closing net asset value (£000s)	144,951	151,539	148,799	220,295
Closing number of shares	66,345,178	73,292,521	87,976,058	125,417,806
Operating charges (annualised)	2.35%	2.37%	2.40%	2.41%
Direct transaction costs	0.00%	0.00%	0.02%	0.07%
<b>Prices</b>				
Highest share price (pence)	220.20	209.60	189.10	176.90
Lowest share price (pence)	205.90	161.60	164.60	159.70
	Class B accumulation			
	31/07/17 (pence per share)	31/01/17 (pence per share)	31/01/16 (pence per share)	31/01/15 (pence per share)
<b>Change in net assets per share</b>				
Opening net asset value per share	130.67	106.10	108.91	98.95
Return before operating charges*	8.99	27.03	(1.42)	10.90
Operating charges	(1.07)	(2.46)	(1.39)	(0.94)
Return after operating charges*	7.92	24.57	(2.81)	9.96
Distributions on accumulation shares	-	(1.46)	(1.10)	(1.46)
Retained distributions on accumulation shares	-	1.46	1.10	1.46
Closing net asset value per share	138.59	130.67	106.10	108.91
* after direct transaction costs of:	-	0.01	0.02	0.07
<b>Performance</b>				
Return after charges	6.06%	23.16%	(2.58%)	10.07%
<b>Other information</b>				
Closing net asset value (£000s)	8,436	8,114	7,067	7,473
Closing number of shares	6,087,312	6,210,060	6,660,900	6,861,481
Operating charges (annualised)	1.60%	1.62%	1.28%	0.91%
Direct transaction costs	0.00%	0.00%	0.02%	0.07%
<b>Prices</b>				
Highest share price (pence)	139.60	132.40	117.70	109.70
Lowest share price (pence)	130.20	101.40	103.00	98.23

## Comparative tables (continued)

		Class I accumulation		
	31/07/17 (pence per share)	31/01/17 (pence per share)	31/01/16 (pence per share)	31/01/15 (pence per share)
<b>Change in net assets per share</b>				
Opening net asset value per share	166.78	135.34	139.41	127.32
Return before operating charges*	11.49	33.82	(1.85)	14.21
Operating charges	(1.32)	(2.38)	(2.22)	(2.12)
Return after operating charges*	10.17	31.44	(4.07)	12.09
Distributions on accumulation shares	-	(2.00)	(0.55)	(0.76)
Retained distributions on accumulation shares	-	2.00	0.55	0.76
Closing net asset value per share	176.95	166.78	135.34	139.41
* after direct transaction costs of:	-	0.01	0.03	0.10

### Performance

Return after charges	6.10%	23.23%	(2.92%)	9.50%
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### Other information

Closing net asset value (£000s)	77,579	76,011	56,617	17,121
Closing number of shares	43,842,868	45,575,800	41,833,656	12,280,586
Operating charges (annualised)	1.53%	1.56%	1.58%	1.60%
Direct transaction costs	0.00%	0.00%	0.02%	0.07%

### Prices

Highest share price (pence)	178.20	169.00	150.40	140.40
Lowest share price (pence)	166.10	129.30	131.40	126.40

		Class Y accumulation		
	31/07/17 (pence per share)	31/01/17 (pence per share)	31/01/16 (pence per share)	31/01/15 (pence per share)
<b>Change in net assets per share</b>				
Opening net asset value per share	166.06	135.84	141.08	129.94
Return before operating charges*	11.43	33.06	(1.83)	14.37
Operating charges	(2.02)	(2.84)	(3.41)	(3.23)
Return after operating charges*	9.41	30.22	(5.24)	11.14
Distributions on accumulation shares	-	(0.68)	-	-
Retained distributions on accumulation shares	-	0.68	-	-
Closing net asset value per share	175.47	166.06	135.84	141.08
* after direct transaction costs of:	-	0.01	0.03	0.10

### Performance

Return after charges	5.67%	22.25%	(3.71%)	8.57%
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### Other information

Closing net asset value (£000s)	658	666	682	892
Closing number of shares	375,231	400,818	501,903	632,566
Operating charges (annualised)	2.35%	2.37%	2.40%	2.41%
Direct transaction costs	0.00%	0.00%	0.02%	0.07%

### Prices

Highest share price (pence)	176.80	168.30	151.90	142.10
Lowest share price (pence)	165.40	129.80	132.20	128.30

Performance values are at close of business and may differ from the performance summary.

### Operating charges

Operating charges are expenses associated with the maintenance and administration of the fund on a day-to-day basis that are actually borne by the share class.

### Share class launches and closures

There were no share classes launched or closed in the period.

## Ongoing charge figure

The annualised ongoing charge figure (OCF) of the fund is calculated as the ratio of the total ongoing charges to the average net asset value for twelve months. Ongoing charges are all expenses deducted from the assets of the fund during the period, except for expenses that are explicitly excluded by regulation.

	31/07/17 %	31/01/17 %
<b>Class A</b>	2.35	2.37
<b>Class B</b>	1.60	1.62
<b>Class I</b>	1.53	1.56
<b>Class Y</b>	2.35	2.37

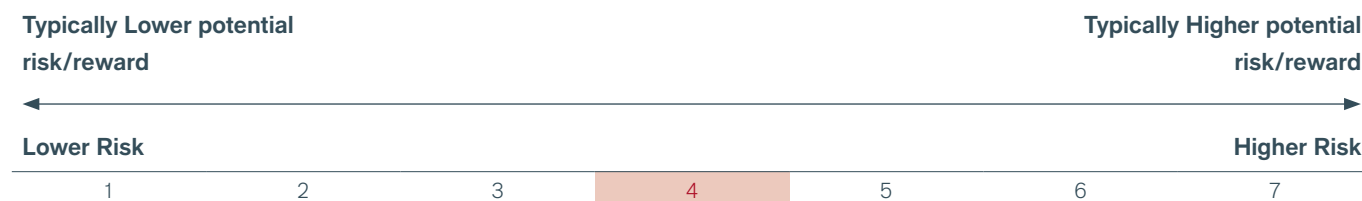
The OCF includes a synthetic element of 0.69% (31/01/17: 0.71%) to incorporate the OCF of underlying funds.

The OCF is calculated in accordance with guidelines issued by the European Securities and Markets Authority (ESMA).

The fund is a non-UCITS fund and we have used this disclosure to enable comparison across our fund range.

## Risk and reward profile

The Fund currently has 4 types of share class in issue: A accumulation, B accumulation, I accumulation, and Y accumulation. The risk and reward profile of each type of share class is as follows:



The Synthetic Risk and Reward Indicator (SRRI) is calculated based on historical volatility over a rolling 5 year period, it is reviewed monthly and updated if volatility has changed materially to cause a movement in the SRRI level. The SRRI is an indicator and may not accurately reflect future volatility and market conditions. The value of an investment in the fund can go up or down. When you sell your shares they may be worth less than you paid for them. The risk/reward rating above is based on medium-term volatility. In the future, the fund's actual volatility could be higher or lower and its rated risk/reward level could change.

The share classes appear at 4 out of 7. Share classes in higher categories have shown greater and/or more frequent variations in share price in the past 5 years than those in lower categories. The lowest category does not mean risk free.

The rating does not reflect the possible effects of unusual market conditions or large unpredictable events. Under normal market conditions the following risks may apply:

**Active management risk** Active management techniques that have worked well in normal market conditions could prove ineffective or detrimental at other times.

**Collective investment scheme risk** The fund may invest in other types of collective investment schemes which can involve different risks to investing directly in the underlying assets. Such schemes may increase risk due to investment in risky assets such as property or commodities, restrictions on withdrawals, less strict regulation and use of derivatives. The value of your investment may fall as a result.

**Counterparty risk** The fund could lose money if a counterparty with which it trades becomes unwilling or unable to meet its obligations to the fund.

**Derivatives risk** Derivatives use exposes the fund to risks different from, and potentially greater than, the risks associated with investing directly in securities and may therefore result in additional loss, which could be significantly greater than the cost of the derivative.

**Exchange rate risk** Changes in currency exchange rates may cause the value of your investment and any income from it to rise or fall.

**Hedging risk** Measures designed to reduce the impact of certain risks may not be available or may be ineffective.

**Liquidity risk** Any security could become hard to value or to sell at a desired time and price, increasing the risk of investment losses.

The full list of the fund's risks are contained in the "Risk Warnings" section of the fund's prospectus.

The risk rating changed from 5 to 4 in the period.

The SRRI conforms to the ESMA guidelines for the calculation of the SRRI.

This fund is a non-UCITS retail fund and we have adopted this disclosure to enable comparison across our fund range.

## Portfolio statement as at 31 July 2017

Holding	Investment	Market value £000	Percentage net assets %
<b>Asia Ex Japan Equity 12.38% (31/01/2017: 10.98%)</b>			
8,692,306	Hermes Asia Ex Japan Equity Fund C Accumulation	13,295	5.74
20,128	Schroders International Selection Asian Total Return Fund	6,961	3.01
1,236,958	Stewart Investors Asia Pacific Leaders Fund	8,419	3.63
		<u>28,675</u>	<u>12.38</u>
<b>Commodities 4.82% (31/01/2017: 4.90%)</b>			
74,116	ETFS Physical Gold	6,853	2.96
333,460	Source Bloomberg Commodity UCITS ETF	4,317	1.86
		<u>11,170</u>	<u>4.82</u>
<b>Emerging Market Bonds 2.43% (31/01/2017: 0.00%)</b>			
63,773	BlackRock Emerging Markets Flexi Dynamic Bond Fund	<u>5,627</u>	<u>2.43</u>
<b>Europe ex UK Equity 16.88% (31/01/2017: 14.60%)</b>			
7,056,362	BlackRock European Dynamic Fund A Accumulation	11,107	4.80
2,158,976	Henderson European Growth Fund I Accumulation+	11,355	4.90
6,797,974	Invesco Perpetual European Equity Income Fund	10,257	4.43
3,861	Mandarine Unique Small & Mid Caps Europe Fund	5,187	2.24
106,152	Polar Capital UK Value Opportunities Fund	1,191	0.51
		<u>39,097</u>	<u>16.88</u>
<b>Global Emerging Market Equity 6.44% (31/01/2017: 6.74%)</b>			
695,308	Henderson Gartmore Emerging Markets Fund+	9,899	4.28
6,969,656	JP Morgan UK Emerging Markets Fund Class B Net Income	5,008	2.16
		<u>14,907</u>	<u>6.44</u>
<b>Global Equity 2.30% (31/01/2017: 4.15%)</b>			
25,690	Veritas Global Equity Fund D Income	<u>5,327</u>	<u>2.30</u>
<b>Japan Equity 8.27% (31/01/2017: 7.97%)</b>			
800,551	First State Global Japan Equity III	9,109	3.93
5,715,015	MAN GLG Japan Core Alpha Fund	10,047	4.34
		<u>19,156</u>	<u>8.27</u>
<b>North America Equity 18.55% (31/01/2017: 18.15%)</b>			
651,840	Fidelity American Special Situations	9,373	4.05
216,779	Findlay Park American Fund	16,327	7.04
45,890	LeggMason ClearBridge US Aggressive Growth Fund	8,352	3.61
250,165	Vanguard S&P 500 ETF	8,911	3.85
		<u>42,963</u>	<u>18.55</u>
<b>Specialist Equity 2.63% (31/01/2017: 3.25%)</b>			
1,292,583	Polar Capital Global Insurance Fund	<u>6,098</u>	<u>2.63</u>
<b>UK Equity 16.94% (31/01/2017: 18.89%)</b>			
2,541,758	Capita Lindsell Train UK Equity Income Fund	7,105	3.07
4,339,391	JO Hambro UK Opportunities Fund B Accumulation	11,517	4.97
2,418,937	Jupiter UK Special Situations Fund I Accumulation	5,672	2.45
5,249,091	Majedie UK Equity Fund	9,334	4.03
4,134,937	Old Mutual UK Alpha Fund Accumulation	5,611	2.42
		<u>39,239</u>	<u>16.94</u>



## Portfolio statement (continued)

Holding	Investment	Market value £000	Percentage net assets %
	<b>Derivatives (0.06%) (31/01/2017: 0.34%)</b>		
	<b>Futures 0.00% (31/01/2017: (0.03%))</b>		
	<b>Forward Foreign Exchange Contracts (0.06%) (31/01/2017: 0.37%)</b>		
	Buy GBP 13,405,634 : Sell EUR 15,235,228 August 2017	(228)	(0.09)
	Buy GBP 28,253,795 : Sell USD 37,102,346 August 2017	140	0.06
	Buy GBP 467,253 : Sell USD 613,930 August 2017	2	-
	Buy GBP 6,109,649 : Sell JPY 898,761,861 August 2017	(62)	(0.03)
		<u>(148)</u>	<u>(0.06)</u>
	<b>Investment assets including investment liabilities</b>	<b>212,111</b>	<b>91.58</b>
	Other net assets	19,513	8.42
	<b>Total net assets</b>	<b>231,624</b>	<b>100.00</b>

+ Related party to the fund

### Composition of portfolio

	Market value £000	Percentage of total net assets %
<b>31/07/17</b>		
<b>Investments</b>		
Total collective investment schemes	196,495	84.83
Total equities	15,764	6.81
Total derivatives	(148)	(0.06)
<b>Investment assets including investment liabilities</b>	<b>212,111</b>	<b>91.58</b>
Other net assets	19,513	8.42
<b>Total net assets</b>	<b>231,624</b>	<b>100.00</b>
	Market value	Percentage of
	£000	total net
		assets
		%
<b>31/01/17</b>		
<b>Investments</b>		
Total collective investment schemes	196,375	83.09
Total equities	15,451	6.54
Total derivatives	806	0.34
<b>Investment assets including investment liabilities</b>	<b>212,632</b>	<b>89.97</b>
Other net assets	23,698	10.03
<b>Total net assets</b>	<b>236,330</b>	<b>100.00</b>

The collective investment schemes held are approved regulated collective investment schemes within the meaning of the FCA rules.  
Exchange traded funds are listed on recognised stock exchanges.

## Statement of total return (unaudited) for the six months ended 31 July 2017

	31/07/17		31/07/16	
	£000	£000	£000	£000
Income				
Net capital gains		13,687		31,429
Revenue	1,212		1,626	
Expenses	(1,580)		(1,492)	
Interest payable and similar charges	(1)		(1)	
Net (expense)/revenue before taxation	(369)		133	
Taxation	-		-	
Net (expense)/revenue after taxation		(369)		133
Total return before distributions		13,318		31,562
Distributions		-		-
<b>Change in net assets attributable to shareholders from investment activities</b>		<b>13,318</b>		<b>31,562</b>

## Statement of change in net assets attributable to shareholders

(unaudited) for the six months ended 31 July 2017

	31/07/17		31/07/16	
	£000	£000	£000	£000
<b>Opening net assets attributable to shareholders*</b>		<b>236,330</b>		<b>213,165</b>
Amounts receivable on issue of shares	1,066		697	
Amounts payable on cancellation of shares	(19,094)		(13,264)	
		(18,028)		(12,567)
Dilution adjustment		4		-
Change in net assets attributable to shareholders from investment activities		13,318		31,562
<b>Closing net assets attributable to shareholders</b>		<b>231,624</b>		<b>232,160</b>

\* The opening net assets attributable to shareholders for the current period do not equal the closing net assets attributable for the comparative period as they are not consecutive periods.

## Balance sheet (unaudited) as at 31 July 2017

	31/07/17 £000	31/01/17 £000
<b>Assets:</b>		
Investments	212,401	212,866
Current assets:		
Debtors	872	1,398
Cash and bank balances	490	7,456
Cash equivalents	19,249	24,075
<b>Total assets</b>	<b>233,012</b>	<b>245,795</b>
<b>Liabilities:</b>		
Investment liabilities	290	234
Creditors:		
Bank overdrafts	521	2,875
Other creditors	577	6,356
<b>Total liabilities</b>	<b>1,388</b>	<b>9,465</b>
<b>Net assets attributable to shareholders</b>	<b>231,624</b>	<b>236,330</b>

## **Notes to the financial statements** for the six months ended 31 July 2017

### **Accounting policies**

The accounting policies, distribution policy and potential risks are consistent with those of the financial statements for the year ended 31 January 2017 and are described in those annual accounts.

# Henderson Multi-Manager Managed Fund

## Authorised Corporate Director's report

### Investment Fund Managers

Henderson Multi-Asset Team

### Investment objective and policy

To achieve capital growth through exposure to UK and overseas equities and fixed interest securities. The fund may invest in collective investment schemes, exchange traded funds, unregulated collective investment schemes (which include limited partnerships), money-market instruments and deposits. Investment will not be confined to any particular sector.

### Performance summary

#### Cumulative performance

	Six months 31 Jan 17- 31 Jul 17	One year 31 Jul 16- 31 Jul 17	Five years 31 Jul 12- 31 Jul 17	Since Launch 31 Aug 99- 31 Jul 17
	%	%	%	%
Henderson Multi-Manager Managed Fund	4.8	10.3	57.1	121.64
IA Mixed Investment 40-85% Shares sector average	5.7	11.6	55.5	n/a*

#### Discrete year performance

	31 Jul 16- 31 Jul 17	31 Jul 15- 31 Jul 16	31 Jul 14- 31 Jul 15	31 Jul 13- 31 Jul 14	31 Jul 12- 31 Jul 13
	%	%	%	%	%
Henderson Multi-Manager Managed Fund	10.3	6.5	6.8	3.4	21.0

Source: Morningstar - Bid to Bid and net of fees as at 12 noon valuation point, GBP, based on performance of Class A accumulation. Benchmark values are as at close of business.

\* Benchmark return is not quoted as the fund inception date is earlier than the benchmark inception date.

Please remember that past performance is not a guide to future performance. The value of an investment and the revenue from it can fall as well as rise as a result of market and currency fluctuations and you may not get back the amount originally invested.

## Significant portfolio changes for the six months ended 31 July 2017

Largest purchases	£000	Largest sales	£000
BlackRock Emerging Markets Flexi Dynamic Bond Fund	10,713	Absolute Insight Emerging Market Debt Fund Accumulation	11,651
Mandarine Unique Small & Mid Caps Europe Fund	8,200	Artemis European Growth Fund I Accumulation	9,200
AXA US Short Duration High Yield Bond Fund	8,148	Henderson UK Property PAIF Z Income+	6,501
Henderson Gartmore Emerging Markets Fund+	7,332	First State Global Emerging Markets Leaders Fund Class B	6,184
Invesco Perpetual European Equity Income Fund	5,285	Polar Capital Global Insurance Fund	5,771
Polar Capital UK Value Opportunities Fund	2,051	RECM Global Fund	4,757
		Henderson European Growth Fund I Accumulation+	4,352
		BlackRock European Dynamic Fund A Accumulation	4,323
		JP Morgan UK Emerging Markets Fund Class B Net Income	4,288
		Veritas Global Equity Fund D Income	3,045
<b>Total purchases</b>	<b>41,729</b>	<b>Total sales</b>	<b>65,826</b>

+ Related party to the fund  
All purchases have been included.

### Investment review

#### Market review

The fund returned 4.8% over the period, underperforming the IA Mixed Investment 40-85% Shares sector average by 0.9%.

Strong performance from the fund's overall equity allocation helped to provide the fund with a strong absolute return. However, the fund's underperformance versus the sector average can be somewhat attributed to our relative underweight allocation, during the first half of the period, to European ex UK equities, which performed strongly over the six months. Nevertheless, the asset class provided the best contribution for the portfolio overall, with strong returns delivered by holdings in the BlackRock European Dynamic Fund and the Henderson European Growth Fund (up 15.8% and 13.9%, respectively), as both strongly outperformed the broader market. Elsewhere, solid performance contribution was received throughout the portfolio, through notable returns from positions in the CF Lindsell Train UK Equity Fund (up 13.1%), the Findlay Park American Fund (up 5.7%) and the Hermes Asia ex Japan Equity Fund (up 19.6%).

Meanwhile, the overall allocation to bonds delivered a negative contribution during the period. Notable holdings were the BlackRock Emerging Markets Flexible Dynamic Bond Fund, which fell by 6.2%, and the iShares \$ TIPS Exchange Traded Fund, which was down by 4.1%. Elsewhere, other detractors included the Fidelity American Special Situations Fund, down 1.5%, and ETFS Physical Gold, which lost 0.5%; both holdings lost some ground after gains at the start of the year.

#### Activity

The aggregate equity and bond allocations were both increased over the period, with reductions to property and cash; the remaining holding in the Henderson UK Property Fund was fully redeemed early in the period. The overall allocation to European ex UK equities was increased during the period, and in May the relative weighting versus the sector average was moved from an underweight to an overweight position. Within the underlying holdings, we fully redeemed the Artemis European Growth Fund, with proceeds funding a new holding in the Mandarin Unique Small & Mid-Caps Europe Fund. We also closed out the short position in Euro Stoxx 50 index futures.

Meanwhile, we redeemed the remaining holding in the Stewart Investors Emerging Market Leaders Fund, reallocating proceeds into the Henderson Gartmore Emerging Markets Fund. Elsewhere, we added a new holding in the BlackRock Emerging Markets Flexi Dynamic Bond Fund.

Within UK equities, we added a new small position (0.5%) in the Polar Capital UK Value Opportunities Fund. The new fund has a small/mid-cap bias with a value style, and is managed by a highly experienced team with a strong track record. The team is very well known to us from its previous tenure at Miton.

In fixed income, we reduced the weighting in government bonds, reallocating into high yield bonds, with a new investment into the AXA US Short Duration High Yield Fund. The holding in the Absolute Insight Emerging Market Debt Fund was completely sold.

## Comparative tables for the six months ended 31 July 2017

Class A accumulation				
	31/07/17 (pence per share)	31/01/17 (pence per share)	31/01/16 (pence per share)	31/01/15 (pence per share)
<b>Change in net assets per share</b>				
Opening net asset value per share	260.99	220.09	229.08	211.93
Return before operating charges*	15.49	46.63	(3.54)	22.35
Operating charges	(3.13)	(5.73)	(5.45)	(5.20)
Return after operating charges*	12.36	40.90	(8.99)	17.15
Distributions on accumulation shares	-	(1.45)	(0.44)	(0.86)
Retained distributions on accumulation shares	-	1.45	0.44	0.86
Closing net asset value per share	273.35	260.99	220.09	229.08
* after direct transaction costs of:	-	0.01	0.04	0.03
<b>Performance</b>				
Return after charges	4.74%	18.58%	(3.92%)	8.09%
<b>Other information</b>				
Closing net asset value (£000s)	260,395	258,059	245,767	323,381
Closing number of shares	95,261,550	98,876,187	111,667,237	14,165,320
Operating charges (annualised)	2.34%	2.36%	2.36%	2.37%
Direct transaction costs	0.00%	0.00%	0.02%	0.01%
<b>Prices</b>				
Highest share price (pence)	275.80	264.00	245.10	230.40
Lowest share price (pence)	259.80	210.70	214.30	209.70

Class A income				
	31/07/17 (pence per share)	31/01/17 (pence per share)	31/01/16 (pence per share)	31/01/15 (pence per share)
<b>Change in net assets per share</b>				
Opening net asset value per share	254.33	215.68	224.96	208.88
Return before operating charges*	15.09	45.69	(3.51)	22.03
Operating charges	(3.05)	(5.60)	(5.35)	(5.12)
Return after operating charges*	12.04	40.09	(8.86)	16.91
Distributions on income shares	-	(1.44)	(0.42)	(0.83)
Closing net asset value per share	266.37	254.33	215.68	224.96
* after direct transaction costs of:	-	0.01	0.04	0.03
<b>Performance</b>				
Return after charges	4.73%	18.59%	(3.94%)	8.10%
<b>Other information</b>				
Closing net asset value (£000s)	4,946	5,267	6,144	7,200
Closing number of shares	1,857,032	2,070,931	2,848,575	3,200,372
Operating charges (annualised)	2.34%	2.36%	2.36%	2.37%
Direct transaction costs	0.00%	0.00%	0.02%	0.01%
<b>Prices</b>				
Highest share price (pence)	268.70	258.80	240.60	227.10
Lowest share price (pence)	253.20	206.60	210.40	206.70

## Comparative tables (continued)

Class B accumulation				
	31/07/17 (pence per share)	31/01/17 (pence per share)	31/01/16 (pence per share)	31/01/15 (pence per share)
<b>Change in net assets per share</b>				
Opening net asset value per share	259.98	219.24	228.16	211.08
Return before operating charges*	15.42	46.45	(3.49)	22.26
Operating charges	(3.11)	(5.71)	(5.43)	(5.18)
Return after operating charges*	12.31	40.74	(8.92)	17.08
Distributions on accumulation shares	-	(1.44)	(0.44)	(0.85)
Retained distributions on accumulation shares	-	1.44	0.44	0.85
Closing net asset value per share	272.29	259.98	219.24	228.16
* after direct transaction costs of:	-	0.01	0.04	0.03
<b>Performance</b>				
Return after charges	4.73%	18.58%	(3.91%)	8.09%
<b>Other information</b>				
Closing net asset value (£000s)	34,746	35,398	32,905	43,142
Closing number of shares	12,760,703	13,615,438	15,008,783	18,908,574
Operating charges (annualised)	2.34%	2.36%	2.36%	2.37%
Direct transaction costs	0.00%	0.00%	0.02%	0.01%
<b>Prices</b>				
Highest share price (pence)	274.70	263.00	244.10	229.50
Lowest share price (pence)	258.80	209.90	213.40	208.90

Class B income				
	31/07/17 (pence per share)	31/01/17 (pence per share)	31/01/16 (pence per share)	31/01/15 (pence per share)
<b>Change in net assets per share</b>				
Opening net asset value per share	254.19	215.54	224.80	208.76
Return before operating charges*	15.08	45.66	(3.52)	22.02
Operating charges	(3.05)	(5.60)	(5.34)	(5.12)
Return after operating charges*	12.03	40.06	(8.86)	16.90
Distributions on income shares	-	(1.41)	(0.40)	(0.86)
Closing net asset value per share	266.22	254.19	215.54	224.80
* after direct transaction costs of:	-	0.01	0.04	0.03
<b>Performance</b>				
Return after charges	4.73%	18.59%	(3.94%)	8.10%
<b>Other information</b>				
Closing net asset value (£000s)	4,833	4,751	4,788	5,616
Closing number of shares	1,815,497	1,869,112	2,221,347	2,498,087
Operating charges (annualised)	2.34%	2.36%	2.36%	2.37%
Direct transaction costs	0.00%	0.00%	0.02%	0.01%
<b>Prices</b>				
Highest share price (pence)	268.60	258.60	240.40	227.00
Lowest share price (pence)	253.00	206.40	210.20	206.60



## Comparative tables (continued)

Class I accumulation				
	31/07/17 (pence per share)	31/01/17 (pence per share)	31/01/16 (pence per share)	31/01/15 (pence per share)
<b>Change in net assets per share</b>				
Opening net asset value per share	134.24	112.29	115.94	106.38
Return before operating charges*	7.97	23.87	(1.84)	11.29
Operating charges	(1.04)	(1.92)	(1.81)	(1.73)
Return after operating charges*	6.93	21.95	(3.65)	9.56
Distributions on accumulation shares	-	(1.80)	(0.57)	(0.82)
Retained distributions on accumulation shares	-	1.80	0.57	0.82
Closing net asset value per share	141.17	134.24	112.29	115.94
* after direct transaction costs of:	-	-	0.02	0.01
<b>Performance</b>				
Return after charges	5.16%	19.55%	(3.15%)	8.99%
<b>Other information</b>				
Closing net asset value (£000s)	78,517	77,871	60,643	12,944
Closing number of shares	55,619,897	58,007,469	54,006,796	11,164,921
Operating charges (annualised)	1.52%	1.54%	1.56%	1.56%
Direct transaction costs	0.00%	0.00%	0.02%	0.01%
<b>Prices</b>				
Highest share price (pence)	142.30	135.80	124.20	116.60
Lowest share price (pence)	133.60	107.60	109.30	105.70

Class Y accumulation				
	31/07/17 (pence per share)	31/01/17 (pence per share)	31/01/16 (pence per share)	31/01/15 (pence per share)
<b>Change in net assets per share</b>				
Opening net asset value per share	696.31	584.26	605.06	556.95
Return before operating charges*	41.33	124.06	(9.43)	58.91
Operating charges	(6.55)	(12.01)	(11.37)	(10.80)
Return after operating charges*	34.78	112.05	(20.80)	48.11
Distributions on accumulation shares	-	(7.25)	(4.61)	(5.36)
Retained distributions on accumulation shares	-	7.25	4.61	5.36
Closing net asset value per share	731.09	696.31	584.26	605.06
* after direct transaction costs of:	-	0.02	0.10	0.08
<b>Performance</b>				
Return after charges	4.99%	19.18%	(3.44%)	8.64%
<b>Other information</b>				
Closing net asset value (£000s)	20,529	20,707	20,217	26,042
Closing number of shares	2,807,997	2,973,866	3,460,299	4,304,122
Operating charges (annualised)	1.84%	1.86%	1.86%	1.87%
Direct transaction costs	0.00%	0.00%	0.02%	0.01%
<b>Prices</b>				
Highest share price (pence)	737.20	704.30	647.90	608.60
Lowest share price (pence)	693.10	559.50	568.70	553.10

Performance values are at close of business and may differ from the performance summary.

### Operating charges

Operating charges are expenses associated with the maintenance and administration of the fund on a day-to-day basis that are actually borne by the share class.

### Share class launches and closures

There were no share classes launched or closed in the period.

## Ongoing charge figure

The annualised ongoing charge figure (OCF) of the fund is calculated as the ratio of the total ongoing charges to the average net asset value for twelve months. Ongoing charges are all expenses deducted from the assets of the fund during the period, except for expenses that are explicitly excluded by regulation.

	31/07/17 %	31/01/17 %
<b>Class A</b>	2.34	2.36
<b>Class B</b>	2.34	2.36
<b>Class I</b>	1.52	1.54
<b>Class Y</b>	1.84	1.86

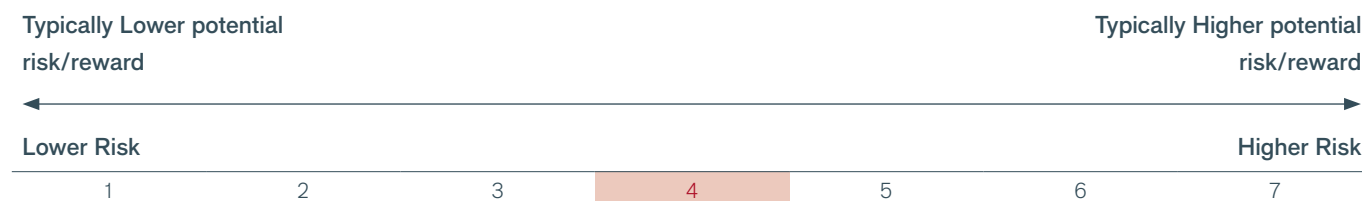
The OCF includes a synthetic element of 0.68% (31/01/17: 0.70%) to incorporate the OCF of underlying funds.

The OCF is calculated in accordance with guidelines issued by the European Securities and Markets Authority (ESMA).

The fund is a non-UCITS fund and we have used this disclosure to enable comparison across our fund range.

## Risk and reward profile

The fund currently has 6 types of share class in issue: A income, A accumulation, B income, I accumulation, B accumulation and Y accumulation. The risk and reward profile of each type of share class is as follows:



The Synthetic Risk and Reward Indicator (SRRI) is calculated based on historical volatility over a rolling 5 year period, it is reviewed monthly and updated if volatility has changed materially to cause a movement in the SRRI level. The SRRI is an indicator and may not accurately reflect future volatility and market conditions. The value of an investment in the fund can go up or down. When you sell your shares they may be worth less than you paid for them. The risk/reward rating above is based on medium-term volatility. In the future, the fund's actual volatility could be higher or lower and its rated risk/reward level could change.

The share classes appear at 4 out of 7. Share classes in higher categories have shown greater and/or more frequent variations in share price in the past 5 years than those in lower categories. The lowest category does not mean risk free.

The rating does not reflect the possible effects of unusual market conditions or large unpredictable events. Under normal market conditions the following risks may apply:

**Active management risk** Active management techniques that have worked well in normal market conditions could prove ineffective or detrimental at other times.

**Collective investment scheme risk** The fund may invest in other types of collective investment schemes which can involve different risks to investing directly in the underlying assets. Such schemes may increase risk due to investment in risky assets such as property or commodities, restrictions on withdrawals, less strict regulation and use of derivatives. The value of your investment may fall as a result.

**Counterparty risk** The fund could lose money if a counterparty with which it trades becomes unwilling or unable to meet its obligations to the fund.

**Derivatives risk** Derivatives use exposes the fund to risks different from, and potentially greater than, the risks associated with investing directly in securities and may therefore result in additional loss, which could be significantly greater than the cost of the derivative.

**Exchange rate risk** Changes in currency exchange rates may cause the value of your investment and any income from it to rise or fall.

**Hedging risk** Measures designed to reduce the impact of certain risks may not be available or may be ineffective.

**Liquidity risk** Any security could become hard to value or to sell at a desired time and price, increasing the risk of investment losses.

The full list of the fund's risks are contained in the "Risk Warnings" section of the fund's prospectus.

There have been no changes to the risk rating in the period.

The SRRI conforms to the ESMA guidelines for the calculation of the SRRI.

This fund is a non-UCITS retail fund and we have adopted this disclosure to enable comparison across our fund range.

## Portfolio statement as at 31 July 2017

Holding	Investment	Market value £000	Percentage of total net assets %
<b>Alternatives 3.57% (31/01/2017: 3.53%)</b>			
5,703,074	Henderson Diversified Alternatives Fund+	6,998	1.73
58,885	MontLake Dunn WMA Institutional UCITS Fund	7,430	1.84
		<u>14,428</u>	<u>3.57</u>
<b>Asia Ex Japan Equity 7.83% (31/01/2017: 7.24%)</b>			
9,073,712	Hermes Asia Ex Japan Equity Fund C Accumulation	13,878	3.44
27,575	Schroders International Selection Asian Total Return Fund	9,537	2.36
1,207,720	Stewart Investors Asia Pacific Leaders Fund	8,220	2.03
		<u>31,635</u>	<u>7.83</u>
<b>Commodities 2.91% (31/01/2017: 2.93%)</b>			
127,068	ETFS Physical Gold	11,749	2.91
<b>Emerging Market Bonds 2.47% (31/01/2017: 0.00%)</b>			
112,939	BlackRock Emerging Markets Flexi Dynamic Bond Fund	9,965	2.47
<b>Europe ex UK Equity 15.15% (31/01/2017: 13.89%)</b>			
11,177,158	BlackRock European Dynamic Fund A Accumulation	17,594	4.36
3,294,914	Henderson European Growth Fund I Accumulation+	17,331	4.29
10,038,524	Invesco Perpetual European Equity Income Fund	15,146	3.75
6,736	Mandarine Unique Small & Mid Caps Europe Fund	9,049	2.24
185,142	Polar Capital UK Value Opportunities Fund	2,077	0.51
		<u>61,197</u>	<u>15.15</u>
<b>Global Emerging Market Equity 5.16% (31/01/2017: 5.60%)</b>			
1,029,291	Henderson Gartmore Emerging Markets Fund+	14,653	3.63
8,596,317	JP Morgan UK Emerging Markets Fund Class B Net Income	6,177	1.53
		<u>20,830</u>	<u>5.16</u>
<b>Global Equity 2.05% (31/01/2017: 3.72%)</b>			
39,862	Veritas Global Equity Fund D Income	8,266	2.05
<b>Government Bonds 2.05% (31/01/2017: 4.99%)</b>			
54,002	iShares II USD TIPS ETF	8,279	2.05
<b>High Yield Bonds 1.99% (31/01/2017: 0.00%)</b>			
8,348,650	AXA US Short Duration High Yield Bond Fund	8,041	1.99
<b>Japan Equity 5.48% (31/01/2017: 5.91%)</b>			
2,758,956	CF Morant Wright Nippon Yield	9,654	2.39
7,101,422	MAN GLG Japan Core Alpha Fund	12,485	3.09
		<u>22,139</u>	<u>5.48</u>
<b>North America Equity 12.12% (31/01/2017: 11.87%)</b>			
944,619	Fidelity American Special Situations	13,584	3.36
302,552	Findlay Park American Fund	22,786	5.64
69,183	LeggMason ClearBridge US Aggressive Growth Fund	12,591	3.12
		<u>48,961</u>	<u>12.12</u>
<b>Property 0.00% (31/01/2017: 1.62%)</b>			
<b>Specialist Equity 2.11% (31/01/2017: 3.43%)</b>			
1,805,968	Polar Capital Global Insurance Fund	8,520	2.11

## Portfolio statement (continued)

Holding	Investment	Market value £000	Percentage of total net assets %
<b>UK Equity 25.41% (31/01/2017: 24.70%)</b>			
4,749,282	Artemis Income Fund	10,782	2.67
5,681,886	Capita Lindsell Train UK Equity Income Fund	15,882	3.93
9,825,856	JO Hambro UK Opportunities Fund B Accumulation	26,078	6.45
4,189,733	Jupiter UK Special Situations Fund I Accumulation	9,825	2.43
12,313,251	Majedie UK Equity Fund	21,897	5.42
13,436,000	Old Mutual UK Alpha Fund Accumulation	18,233	4.51
		<u>102,697</u>	<u>25.41</u>
<b>Derivatives (0.07%) (31/01/2017: 0.32%)</b>			
<b>Futures (0.02%) (31/01/2017: (0.04%))</b>			
42	CBT US 10 Year Note September 2017	1	-
61	ICE Long Gilt September 2017	(68)	(0.02)
		<u>(67)</u>	<u>(0.02)</u>
<b>Forward Foreign Exchange Contracts (0.05%) (31/01/2017: 0.36%)</b>			
	Buy GBP 20,866,722 : Sell EUR 23,714,601 August 2017	(354)	(0.09)
	Buy GBP 46,454,813 : Sell USD 61,003,577 August 2017	230	0.06
	Buy GBP 7,684,786 : Sell JPY 1,130,472,884 August 2017	(78)	(0.02)
		<u>(202)</u>	<u>(0.05)</u>
<b>Investment assets including investment liabilities</b>		<b>356,438</b>	<b>88.23</b>
Other net assets		47,528	11.77
<b>Total net assets</b>		<b>403,966</b>	<b>100.00</b>

+ Related party to the fund

## Portfolio statement (continued)

Composition of portfolio	Market value £000	Percentage of total net assets %
<b>31/07/17</b>		
<b>Investments</b>		
Total collective investment schemes	328,638	81.35
Total equities	28,069	6.95
Total derivatives	(269)	(0.07)
<b>Investment assets including investment liabilities</b>	<b>356,438</b>	<b>88.23</b>
Other net assets	47,528	11.77
<b>Total net assets</b>	<b>403,966</b>	<b>100.00</b>
	<b>Market value £000</b>	<b>Percentage of total net assets %</b>
<b>31/01/17</b>		
<b>Investments</b>		
Total collective investment schemes	339,124	84.35
Total equities	20,436	5.08
Total derivatives	1,288	0.32
<b>Investment assets including investment liabilities</b>	<b>360,848</b>	<b>89.75</b>
Other net assets	41,205	10.25
<b>Total net assets</b>	<b>402,053</b>	<b>100.00</b>

The collective investment schemes held are approved regulated collective investment schemes within the meaning of the FCA rules. Exchange traded funds are listed on recognised stock exchanges.

## Statement of total return (unaudited) for the six months ended 31 July 2017

	31/07/17		31/07/16	
	£000	£000	£000	£000
Income				
Net capital gains		19,279		45,018
Revenue	2,839		3,405	
Expenses	(2,958)		(2,781)	
Interest payable and similar charges	(3)		-	
	<u>(122)</u>		<u>624</u>	
Net revenue/(expenses) before taxation	(122)		624	
Taxation	(6)		-	
	<u>(128)</u>		<u>624</u>	
Net evenue/(expenses) after taxation		(128)		624
Total return before distributions		19,151		45,642
Distributions		-		-
<b>Change in net assets attributable to shareholders from investment activities</b>		<u>19,151</u>		<u>45,642</u>

## Statement of change in net assets attributable to shareholders

(unaudited) for the six months ended 31 July 2017

	31/07/17		31/07/16	
	£000	£000	£000	£000
<b>Opening net assets attributable to shareholders*</b>		<b>402,053</b>		<b>370,464</b>
Amounts receivable on issue of shares	1,102		12,149	
Amounts payable on cancellation of shares	(18,340)		(30,843)	
	<u>(17,238)</u>		<u>(18,694)</u>	
Change in net assets attributable to shareholders from investment activities		19,151		45,642
<b>Closing net assets attributable to shareholders</b>		<u><b>403,966</b></u>		<u><b>397,412</b></u>

\* The opening net assets attributable to shareholders for the current period do not equal the closing net assets attributable for the comparative period as they are not consecutive periods.

## Balance sheet (unaudited) as at 31 July 2017

	31/07/17 £000	31/01/17 £000
<b>Assets:</b>		
Investments	356,938	361,217
Current assets:		
Debtors	910	2,617
Cash and bank balances	844	5,080
Cash equivalents	47,377	39,537
<b>Total assets</b>	<b>406,069</b>	<b>408,451</b>
<b>Liabilities:</b>		
Investment liabilities	500	369
Creditors:		
Amounts held at derivatives clearing houses and brokers	1	-
Bank overdrafts	578	5,152
Distribution payable	-	56
Other creditors	1,024	821
<b>Total liabilities</b>	<b>2,103</b>	<b>6,398</b>
<b>Net assets attributable to shareholders</b>	<b>403,966</b>	<b>402,053</b>



## **Notes to the financial statements** for the six months ended 31 July 2017

### **Accounting policies**

The accounting policies, distribution policy and potential risks are consistent with those of the financial statements for the year ended 31 January 2017 and are described in those annual accounts.

# Henderson Diversified Growth Fund

## Authorised Corporate Director's report

### Investment Fund Managers

Henderson Multi-Asset Team

### Investment objective and policy

To achieve long term capital growth with some potential for income returns with lower than equity market volatility. The fund will invest predominantly in regulated collective investment schemes which may in turn invest in transferable securities, money market instruments and deposits. The fund may also invest in unregulated collective investment schemes which may include limited partnerships. Derivatives and forward transactions may be used by the fund for investment purposes to achieve asset allocation and for the purposes of efficient portfolio management. The fund may also invest directly in transferable securities, fixed income securities, money market instruments, deposits, cash and near cash.

### Performance summary

#### Cumulative performance

	Six months 31 Jan 17- 31 Jul 17	One year 31 Jul 16- 31 Jul 17	Five years 31 Jul 12- 31 Jul 17	Since launch 7 Apr 11- 31 Jul 17
	%	%	%	%
<b>Henderson Diversified Growth Fund</b>	3.9	7.1	35.0	33.9
<b>3 Month Libor</b>	0.2	0.4	2.8	4.0

#### Discrete year performance

	31 Jul 16- 31 Jul 17	31 Jul 15- 31 Jul 16	31 Jul 14- 31 Jul 15	31 Jul 13- 31 Jul 14	31 Jul 12- 31 Jul 13
	%	%	%	%	%
<b>Henderson Diversified Growth Fund</b>	7.1	4.2	4.9	4.7	10.1

Source: BNP Paribas/Morningstar - Bid to Bid and net of fees as at close of business, GBP, based on performance of Class Z accumulation.

Benchmark values are as at close of business.

Please remember that past performance is not a guide to future performance. The value of an investment and the revenue from it can fall as well as rise as a result of market and currency fluctuations and you may not get back the amount originally invested.

### Significant portfolio changes for the six months ended 31 July 2017

Largest purchases	£000	Largest sales	£000
Source Bloomberg Commodity UCITS ETF	7,708	UK Treasury 0.125% Index-Linked 22/03/2024	8,730
BlackRock Emerging Markets Flexi Dynamic Bond Fund	7,437	iShares Diversified Commodity Swap UCITS ETF	6,697
SPDR Barclays Emerging Markets Local Bond UCITS ETF	5,969	Vanguard S&P 500 ETF	5,896
First State Global Japan Equity III	5,515	iShares USD Corporate Bond UCITS ETF	5,661
Polar Capital UK Value Opportunities Fund	4,941	Melchior Selected European Absolute Return Fund	4,348
UK Treasury 1.875% Index-Linked 22/11/2022	3,613	Henderson Secured Loans Fund Class Z Gross Accumulation +	2,380
The PRS REIT	2,393	iShares JPMorgan USD Emerging Markets Bond UCITS ETF	2,334
AXA US Short Duration High Yield Bond	2,386	Kames Capital Invest Equity Market Neutral Plus Fund	1,831
iShares JPMorgan USD Emerging Markets Bond UCITS ETF	2,349	NB Private Equity Partners Fund	1,392
Vanguard S&P 500 ETF	1,643	HarbourVest Global Private Equity	1,390
<b>Total purchases</b>	<b>50,271</b>	<b>Total sales</b>	<b>44,502</b>

+ Related party to the fund

### Investment review

The Henderson Diversified Growth Fund returned 3.9% over the six months to 31 July 2017, in an improving macroeconomic environment. The fund outperformed both its benchmark and target of 3-month London Interbank Offered Rate (LIBOR) and 3-month LIBOR plus 4%, respectively, over the period. Longer term performance was also robust, as the fund outperformed its target over all periods in the last five years.

With the global economy gathering significant momentum over the period, it is unsurprising that the fund's growth assets contributed most plentifully to investment returns. The fund's equity portfolio was the key driver, with positive returns distributed across most of the major regions. In particular, European equities, buoyed by the strongest domestic macroeconomic momentum of any major economy and positive investor sentiment, were the largest single contributor. Europe was closely followed by emerging markets, which continued to outperform their developed counterparts. Credit was also a success story, with the fund's allocation to higher yielding securities providing the correct call as credit spreads (the extra yield over an equivalent government security) continued to narrow amid a mixed environment for safer bonds.

We made a number of key changes to the portfolio over the period. The majority of the changes were along the broad theme of reflation, moving away from some of the assets that have prospered in the 'lower for longer' environment towards a more balanced to cyclical view.

Within our equity allocations, this meant moving towards an overweight in more cyclical regions such as Europe (through Eurostoxx futures) and Japan (through Topix futures), while reducing our position regarding growth and low volatility factors (volatility means sharper fluctuations in prices) in favour of greater value sensitivity. Moreover, we meaningfully rebuilt our emerging markets allocation after a sustained period of underweight positions and added more active management in the UK and Japan through investments in the Polar Capital Value Opportunities Fund and the First State Japan Fund. The rationale for the decision was to greater insure the portfolio against what we believe will be a more difficult market environment over the coming years. The active managers that we have selected both have pronounced investing styles, which will help to diversify the fund's return drivers, as well as long track records of managing downside relative to the wider index.

In fixed income, we retained our underweight position but slowly began to reduce our credit holdings over the second half of the reporting period. This was implemented through a move away from high yield exchange traded funds towards actively managed and lower duration portfolios (duration is a measure of interest rate sensitivity), reducing our position in loans and making a number of shorter term tactical trades within the UK government bond market.

While the improving economic environment has proved conducive to generating investment returns across asset classes, it is not without risks. We are particularly cognisant of the suppression of volatility that currently characterises markets alongside the continued search for yield, which has pushed investors increasingly far up the risk spectrum. Further, from a strategic perspective, cross-asset valuations remain stretched and expected returns are low. We expect reversion in both metrics over the medium term, which we believe warrants a cautiously optimistic approach, with a greater focus on active management and dynamic asset allocation than was required in the 'easy money' decade to 2017.

## Comparative tables for the six months ended 31 July 2017

### Class A accumulation

	31/07/17 (pence per share)	31/01/17 (pence per share)	31/01/16 (pence per share)	31/01/15 (pence per share)
<b>Change in net assets per share</b>				
Opening net asset value per share	59.60	54.38	55.98	52.92
Return before operating charges*	2.45	6.30	(0.58)	4.06
Operating charges	(0.57)	(1.08)	(1.02)	(1.00)
Return after operating charges*	1.88	5.22	(1.60)	3.06
Distributions on accumulation shares	-	(0.27)	(0.01)	(0.15)
Retained distributions on accumulation shares	-	0.27	0.01	0.15
Closing net asset value per share	61.48	59.60	54.38	55.98
* after direct transaction costs of:	0.01	0.01	0.01	0.01

### Performance

Return after charges	3.15%	9.60%	(2.86%)	5.78%
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### Other information

Closing net asset value (£000s)	5,121	4,949	3,938	22
Closing number of shares	8,330,855	8,303,246	7,242,451	39,284
Operating charges (annualised)	1.90%	1.88%	1.81%	1.83%
Direct transaction costs	0.01%	0.02%	0.02%	0.02%

### Prices

Highest share price (pence)	62.15	60.47	58.66	56.24
Lowest share price (pence)	59.46	52.88	53.30	52.66

### Class K accumulation

	31/07/17 (pence per share)	31/01/17 (pence per share)	31/01/16 (pence per share)	31/01/15 (pence per share)
<b>Change in net assets per share</b>				
Opening net asset value per share	1,227.57	1,123.18	1,157.57	1,095.35
Return before operating charges*	49.72	130.39	(12.14)	86.10
Operating charges	(10.55)	(20.04)	(18.77)	(18.47)
Operating charges - perf. fees	(1.63)	(5.96)	(3.48)	(5.41)
Return after operating charges*	37.54	104.39	(34.39)	62.22
Distributions on accumulation shares	-	(2.46)	-	(0.52)
Retained distributions on accumulation shares	-	2.46	-	0.52
Closing net asset value per share	1,265.11	1,227.57	1,123.18	1,157.57
* after direct transaction costs of:	0.18	0.29	0.28	0.18

### Performance

Return after charges	3.06%	9.29%	(2.97%)	5.68%
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### Other information

Closing net asset value (£000s)	336	318	142	132
Closing number of shares	26,537	25,914	12,669	11,361
Operating charges (annualised)	1.70%	1.68%	1.61%	1.64%
Operating charges including perf. fees (annualised)	1.96%	2.18%	1.92%	2.12%
Direct transaction costs	0.01%	0.02%	0.02%	0.02%

### Prices

Highest share price (pence)	1,276.00	1,244.00	1,206.00	1,162.00
Lowest share price (pence)	1,225.00	1,092.00	1,101.00	1,090.00

## Comparative tables (continued)

### Class W accumulation

	31/07/17 (pence per share)	31/01/17 (pence per share)	31/01/16 (pence per share)	31/01/15 (pence per share)
<b>Change in net assets per share</b>				
Opening net asset value per share	113.67	102.82	104.93	99.75 <sup>1</sup>
Return before operating charges*	4.65	11.81	(1.25)	6.04
Operating charges	(0.53)	(0.96)	(0.86)	(0.86)
Return after operating charges*	4.12	10.85	(2.11)	5.18
Distributions on accumulation shares	-	(1.45)	(0.91)	(1.09)
Retained distributions on accumulation shares	-	1.45	0.91	1.09
Closing net asset value per share	117.79	113.67	102.82	104.93
* after direct transaction costs of:	0.02	0.03	0.03	0.02
<b>Performance</b>				
Return after charges	3.62%	10.55%	(2.01%)	5.19%
<b>Other information</b>				
Closing net asset value (£000s)	2	2	2	2
Closing number of shares	1,500	1,500	1,500	1,500
Operating charges (annualised)	0.90%	0.88%	0.81%	0.84%
Direct transaction costs	0.01%	0.02%	0.02%	0.02%
<b>Prices</b>				
Highest share price (pence)	118.90	115.30	110.20	105.40
Lowest share price (pence)	113.40	100.10	100.80	99.26

<sup>1</sup>Class W launched on 28 February 2014 and this is the first published price.

### Class Y accumulation

	31/07/17 (pence per share)	31/01/17 (pence per share)	31/01/16 (pence per share)	31/01/15 (pence per share)
<b>Change in net assets per share</b>				
Opening net asset value per share	125.67	113.70	116.00	108.74
Return before operating charges*	5.04	12.97	(1.41)	8.15
Operating charges	(0.54)	(1.00)	(0.89)	(0.89)
Return after operating charges*	4.50	11.97	(2.30)	7.26
Distributions on accumulation shares	-	(1.62)	(1.06)	(0.81)
Retained distributions on accumulation shares	-	1.62	1.06	0.81
Closing net asset value per share	130.17	125.67	113.70	116.00
* after direct transaction costs of:	0.02	0.03	0.03	0.02
<b>Performance</b>				
Return after charges	3.58%	10.53%	(1.98%)	6.68%
<b>Other information</b>				
Closing net asset value (£000s)	29,922	29,370	26,957	27,691
Closing number of shares	22,987,263	23,370,788	23,707,870	23,872,008
Operating charges (annualised)	0.85%	0.83%	0.76%	0.79%
Direct transaction costs	0.01%	0.02%	0.02%	0.02%
<b>Prices</b>				
Highest share price (pence)	131.50	127.50	121.70	116.50
Lowest share price (pence)	125.40	110.50	111.40	108.20

## Comparative tables (continued)

### Class Z accumulation

	31/07/17 (pence per share)	31/01/17 (pence per share)	31/01/16 (pence per share)	31/01/15 (pence per share)
<b>Change in net assets per share</b>				
Opening net asset value per share	128.96	116.26	118.15	110.36
Return before operating charges*	5.13	13.17	(1.52)	8.18
Operating charges	(0.27)	(0.47)	(0.37)	(0.39)
Return after operating charges*	4.86	12.70	(1.89)	7.79
Distributions on accumulation shares	-	(2.21)	(1.59)	(1.75)
Retained distributions on accumulation shares	-	2.21	1.59	1.75
Closing net asset value per share	133.82	128.96	116.26	118.15
* after direct transaction costs of:	0.02	0.03	0.03	0.02

#### Performance

Return after charges	3.77%	10.92%	(1.60%)	7.06%
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#### Other information

Closing net asset value (£000s)	208,128	189,218	190,252	208,005
Closing number of shares	155,526,423	146,720,836	163,666,356	176,046,148
Operating charges (annualised)	0.40%	0.38%	0.31%	0.34%
Direct transaction costs	0.01%	0.02%	0.02%	0.02%

#### Prices

Highest share price (pence)	135.10	130.80	124.10	118.70
Lowest share price (pence)	128.70	113.00	113.90	109.80

### Class K Euro hedged accumulation

	31/07/17 (pence per share)	31/01/17 (pence per share)	31/01/16 (pence per share)	31/01/15 (pence per share)
<b>Change in net assets per share</b>				
Opening net asset value per share	1,024.01	839.51	857.92	890.10
Return before operating charges*	80.37	203.36	(2.73)	(14.71)
Operating charges	(8.84)	(16.08)	(13.29)	(14.53)
Operating charges - perf. fees	(0.84)	(2.78)	(2.39)	(2.94)
Return after operating charges*	70.69	184.50	(18.41)	(32.18)
Distributions on accumulation shares	-	(4.24)	-	(1.77)
Retained distributions on accumulation shares	-	4.24	-	1.77
Closing net asset value per share	1,094.70	1,024.01	839.51	857.92
* after direct transaction costs of:	0.15	0.23	0.20	0.14

#### Performance

Return after charges	6.90%	21.98%	(2.15%)	(3.62%)
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#### Other information

Closing net asset value (£000s)	171	160	133	138
Closing number of shares	15,610	15,662	15,816	16,090
Operating charges (annualised)	1.70%	1.68%	1.61%	1.63%
Operating charges including perf. fees (annualised)	1.87%	1.97%	1.90%	1.96%
Direct transaction costs	0.01%	0.02%	0.02%	0.02%

#### Prices

Highest share price (Euro cent)	1,234.95	1,209.55	1,187.99	1,146.34
Lowest share price (Euro cent)	1,189.12	1,070.20	1,078.83	1,079.37

## Comparative tables (continued)

### Class I US Dollar hedged accumulation<sup>2</sup>

	31/01/16 (pence per share)	31/01/15 (pence per share)
<b>Change in net assets per share</b>		
Opening net asset value per share	701.15	604.06
Return before operating charges*	45.70	103.84
Operating charges	(7.50)	(6.75)
Return after operating charges*	38.20	97.09
Distributions on accumulation shares	-	(6.83)
Retained distributions on accumulation shares	-	6.83
Final cancellation	(739.35) <sup>2</sup>	-
Closing net asset value per share	-	701.15
* after direct transaction costs of:	0.17	0.10
<b>Performance</b>		
Return after charges	5.45%	16.07%
<b>Other information</b>		
Closing net asset value (£000s)	-	9,834
Closing number of shares	-	1,402,575
Operating charges (annualised)	1.05%	1.08%
Direct transaction costs	0.02%	0.02%
<b>Prices</b>		
Highest share price (USD cent)	1,105.00 <sup>3</sup>	1,058.16
Lowest share price (USD cent)	1,054.00 <sup>3</sup>	987.89

<sup>2</sup>Class I US Dollar hedged accumulation closed on 16 April 2015

<sup>3</sup>to 16 April 2015

## Comparative tables (continued)

### Class K US Dollar hedged accumulation

	31/07/17 (pence per share)	31/01/17 (pence per share)	31/01/16 (pence per share)	31/01/15 (pence per share)
<b>Change in net assets per share</b>				
Opening net asset value per share	963.69	780.60	762.54	661.97
Return before operating charges*	(2.09)	202.44	32.40	114.28
Operating charges	(8.31)	(14.71)	(12.09)	(11.12)
Operating charges - perf. fees	(1.86)	(4.64)	(2.25)	(2.59)
Return after operating charges*	(12.16)	183.09	18.06	100.57
Distributions on accumulation shares	-	(2.26)	-	(1.53)
Retained distributions on accumulation shares	-	2.26	-	1.53
Closing net asset value per share	951.53	963.69	780.60	762.54
* after direct transaction costs of:	0.14	0.21	0.18	0.11
<b>Performance</b>				
Return after charges	(1.26%)	23.46%	2.37%	15.19%
<b>Other information</b>				
Closing net asset value (£000s)	338	382	338	351
Closing number of shares	35,549	39,675	43,252	46,061
Operating charges (annualised)	1.70%	1.68%	1.61%	1.63%
Operating charges including perf. fees (annualised)	2.09%	2.21%	1.91%	2.01%
Direct transaction costs	0.01%	0.02%	0.02%	0.02%
<b>Prices</b>				
Highest share price (USD cent)	1,262.27	1,228.79	1,192.34	1,149.62
Lowest share price (USD cent)	1,209.36	1,076.05	1,085.08	1,082.54

Performance values are at close of business and may differ from the performance summary.

### Operating charges

Operating charges are expenses associated with the maintenance and administration of the fund on a day-to-day basis that are actually borne by the share class.

### Share class launches and closures

There were no share classes launched or closed in the period.

### Hedged share classes

Class K Euro hedged accumulation and Class K US Dollar hedged accumulation are hedged share classes. Hedged share classes allow the ACD to use currency hedging transactions to reduce the effect of fluctuations in the rate of exchange between the currency of share in those classes and Sterling which is the base currency of the fund.



## Ongoing charge figure

The annualised ongoing charge figure (OCF) of the fund is calculated as the ratio of the total ongoing charges to the average net asset value for twelve months. Ongoing charges are all expenses deducted from the assets of the fund during the period, except for expenses that are explicitly excluded by regulation.

	31/07/17 %	31/07/17 %	31/01/17 %	31/01/17 %
<b>Class A</b>	1.90	n/a	1.88	n/a
<b>Class K</b>	1.70	1.96 *	1.68	2.18*
<b>Class W</b>	0.90	n/a	0.88	n/a
<b>Class Y</b>	0.85	n/a	0.83	n/a
<b>Class Z</b>	0.40	n/a	0.38	n/a
<b>Class K Euro hedged</b>	1.70	1.87*	1.68	1.97*
<b>Class K US Dollar hedged</b>	1.70	2.09*	1.68	2.21*

The OCF includes a synthetic element of 0.31% (31/01/17: 0.28%) to incorporate the OCF of underlying funds.

The OCF is calculated in accordance with guidelines issued by the European Securities and Markets Authority (ESMA).

The fund is a non-UCITS fund and we have used this disclosure to enable comparison across our fund range.

\* Including performance fees

## Risk and reward profile

The fund currently has 7 types of share class in issue: A accumulation, Y accumulation, Z accumulation, K accumulation, K Euro Hedged accumulation, K US Dollar Hedged accumulation and W accumulation. The risk and reward profile of each type of share class is as follows:



The Synthetic Risk and Reward Indicator (SRRI) is calculated based on historical volatility over a rolling 5 year period, it is reviewed monthly and updated if volatility has changed materially to cause a movement in the SRRI level. The SRRI is an indicator and may not accurately reflect future volatility and market conditions. The value of an investment in the fund can go up or down. When you sell your shares they may be worth less than you paid for them. The risk/reward rating above is based on medium-term volatility. In the future, the fund's actual volatility could be higher or lower and its rated risk/reward level could change.

The share classes appear at 3 out of 7. Share classes in higher categories have shown greater and/or more frequent variations in share price in the past 5 years than those in lower categories. The lowest category does not mean risk free.

The rating does not reflect the possible effects of unusual market conditions or large unpredictable events. Under normal market conditions the following risks may apply:

**Active management risk** Active management techniques that have worked well in normal market conditions could prove ineffective or detrimental at other times.

**Collective investment scheme risk** The fund may invest in other types of collective investment schemes which can involve different risks to investing directly in the underlying assets. Such schemes may increase risk due to investment in risky assets such as property or commodities, restrictions on withdrawals, less strict regulation and use of derivatives. The value of your investment may fall as a result.

**Counterparty risk** The fund could lose money if a counterparty with which it trades becomes unwilling or unable to meet its obligations to the fund.

**Derivatives risk** Derivatives use exposes the fund to risks different from, and potentially greater than, the risks associated with investing directly in securities and may therefore result in additional loss, which could be significantly greater than the cost of the derivative.

**Exchange rate risk** Changes in currency exchange rates may cause the value of your investment and any income from it to rise or fall.

**Hedging risk** Measures designed to reduce the impact of certain risks may not be available or may be ineffective.

**Leverage risk** Leverage arises from entering into contracts or derivatives whose terms have the effect of magnifying an outcome, meaning profits and losses from investment can be greater.

**Liquidity risk** Any security could become hard to value or to sell at a desired time and price, increasing the risk of investment losses.

The full list of the fund's risks is contained in the "Risk Warnings" section of the fund's prospectus.

The SRRI conforms to the ESMA guidelines for the calculation of the SRRI.

This fund is a non-UCITS retail fund and we have adopted this disclosure to enable comparison across our fund range.

There has been no change to the risk rating in the period.

## Portfolio statement as at 31 July 2017

Holding	Investment	Market value £000	Percentage of total net assets %
	<b>Alternatives 5.80% (31/01/2017: 14.13%)</b>		
55,819	MontLake Dunn WMA Institutional UCITS Fund	7,044	2.89
549,261	Source Bloomberg Commodity UCITS ETF	7,110	2.91
		<u>14,154</u>	<u>5.80</u>
	<b>Asia ex Japan Equity 2.96% (31/01/2017: 2.58%)</b>		
1,061,783	Stewart Investors Asia Pacific Leaders Fund	<u>7,227</u>	<u>2.96</u>
	<b>Corporate Bonds 17.05% (31/01/2017: 20.18%)</b>		
7,339,118	AXA US Short Duration High Yield Bond	9,489	3.89
2,122,819	Henderson All Stock Credit Fund Class Z Gross Accumulation +	5,046	2.07
3,481,405	Henderson Secured Loans Fund Class Z Gross Accumulation +	5,981	2.45
47,072	Henderson Horizon Global High Yield Bond Fund Z2 Accumulation +	6,014	2.46
85,203	Henderson Horizon Total Return Bond Fund +	10,412	4.26
53,055	iShares USD Corporate Bond UCITS ETF	4,688	1.92
		<u>41,630</u>	<u>17.05</u>
	<b>Emerging Market Debt 5.25% (31/01/2017: 0.00%)</b>		
77,894	BlackRock Emerging Markets Flexi Dynamic Bond Fund	6,873	2.82
102,402	SPDR Barclays Emerging Markets Local Bond UCITS ETF	5,930	2.43
		<u>12,803</u>	<u>5.25</u>
	<b>Europe ex UK Equity 8.64% (31/01/2017: 6.97%)</b>		
486,658	Henderson European Selected Opportunities Fund Class I Accumulation +	8,818	3.62
503,125	Kames Capital Invest Equity Market Neutral Plus Fund	4,624	1.89
4,165,926	Montanaro European Income Fund Sterling Distribution	7,649	3.13
		<u>21,091</u>	<u>8.64</u>
	<b>Global Emerging Market Equity 7.15% (31/01/2017: 6.57%)</b>		
801,929	Acadian Emerging Markets Managed Volatility Equity UCITS	7,792	3.19
677,392	Henderson Gartmore Emerging Markets Fund +	9,644	3.96
		<u>17,436</u>	<u>7.15</u>
	<b>Global Equity 0.99% (31/01/2017: 4.06%)</b>		
1,856,416	S&W Kennox Strategic Value Fund	<u>2,404</u>	<u>0.99</u>
	<b>Government Bonds 4.67% (31/01/2017: 6.83%)</b>		
6,501,052	Absolute Insight Emerging Market Debt Fund Accumulation	7,807	3.20
GBP 2,200,525	UK Treasury 1.875% Index-Linked 22/11/2022	3,594	1.47
		<u>11,401</u>	<u>4.67</u>
	<b>Japanese Equities 5.54% (31/01/2017: 3.15%)</b>		
1,786,457	CF Morant Wright Nippon Yield B Fund	7,493	3.07
529,700	First State Global Japan Equity III	6,027	2.47
		<u>13,520</u>	<u>5.54</u>
	<b>North America Equity 2.51% (31/01/2017: 4.47%)</b>		
171,915	Vanguard S&P 500 ETF	<u>6,124</u>	<u>2.51</u>
	<b>Private Equity 0.00% (31/01/2017: 2.23%)</b>		
	<b>Property 2.52% (31/01/2017: 1.58%)</b>		
3,209,200	Henderson UK Property PAIF Z Accumulation +	3,688	1.51
2,374,319	The PRS REIT	2,469	1.01
		<u>6,157</u>	<u>2.52</u>

## Portfolio statement (continued)

Holding	Investment	Market value £000	Percentage of total net assets %
<b>UK Equities 11.62% (31/01/2017: 3.60%)</b>			
438,305	BH Global GBP	5,615	2.30
56,365	BH Macro GBP	1,121	0.46
3,190,645	Henderson Institutional High Alpha UK Equity Fund Class Z Accumulation +	8,595	3.52
257,908	iShares MSCI World Minimum Volatility	8,073	3.31
441,239	Polar Capital UK Value Opportunities Fund	4,951	2.03
		<u>28,355</u>	<u>11.62</u>
<b>Derivatives (0.18%) (31/01/2017: 0.27%)</b>			
<b>Futures (0.15%) (31/01/2017: 0.21%)</b>			
39	CME NASDAQ 100 E-mini September 2017	97	0.04
162	EUX Euro Stoxx50 September 2017	(142)	(0.06)
140	ICE FTSE 100 September 2017	(178)	(0.07)
121	ICE Long Gilt September 2017	(191)	(0.08)
23	OSE TOPIX Index September 2017	43	0.02
		<u>(371)</u>	<u>(0.15)</u>
<b>Forward Foreign Exchange Contracts (0.03%) (31/01/2017: 0.06%)</b>			
	Buy GBP 15,973,773 : Sell USD 20,976,455 August 2017	79	0.03
	Buy GBP 5,602,672 : Sell JPY 824,182,817 August 2017	(57)	(0.02)
	Buy GBP 5,874,110 : Sell EUR 6,675,805 August 2017	(99)	(0.04)
		<u>(77)</u>	<u>(0.03)</u>
<b>Forward Foreign Exchange Contracts (Hedged share classes) 0.00% (31/01/2017: 0.00%)</b>			
	Buy EUR 1,572 : Sell GBP 1,394 August 2017^	-	-
	Buy EUR 189,629 : Sell GBP 168,180 August 2017	1	-
	Buy GBP 7,735 : Sell USD 10,100 August 2017^	-	-
	Buy USD 456,857 : Sell GBP 349,888 August 2017	(3)	-
		<u>(2)</u>	<u>-</u>
<b>Investment assets including investment liabilities</b>		<b>181,852</b>	<b>74.52</b>
Other net assets		62,166	25.48
<b>Total net assets</b>		<b>244,018</b>	<b>100.00</b>

Prior year comparative percentages have changed for some sectors due to reclassification within these sectors.

^ Due to rounding to nearest £1,000

+ Related party to the fund

## Portfolio statement (continued)

Composition of portfolio	Market value £000	Percentage of total net assets %
<b>31/07/17</b>		
<b>Investments</b>		
Total bonds	3,594	1.47
Total collective investment schemes	158,692	65.03
Total equities	20,016	8.20
Total derivatives	(450)	(0.18)
<b>Investment assets including investment liabilities</b>	<b>181,852</b>	<b>74.52</b>
Other net assets	62,166	25.48
<b>Total net assets</b>	<b>244,018</b>	<b>25.48</b>
	<b>Market value £000</b>	<b>Percentage of total net assets %</b>
<b>31/01/17</b>		
<b>Investments</b>		
Total bonds	8,724	3.89
Total collective investment schemes	132,002	58.83
Total equities	30,589	13.63
Total derivatives	612	0.27
<b>Investment assets including investment liabilities</b>	<b>171,927</b>	<b>76.62</b>
Other net assets	52,472	23.38
<b>Total net assets</b>	<b>224,399</b>	<b>100.00</b>

The collective investment schemes held are approved regulated collective investment schemes within the meaning of the FCA rules. Exchange traded funds are listed on recognised stock exchanges.

## Statement of total return (unaudited) for the six months ended 31 July 2017

	31/07/17		31/07/16	
	£000	£000	£000	£000
Income				
Net capital gains		7,050		14,290
Revenue	1,647		2,290	
Expenses	(213)		(197)	
Interest payable and similar charges	(1)		-	
	<u>1,433</u>		<u>2,093</u>	
Taxation	(148)		(253)	
	<u>1,285</u>		<u>1,840</u>	
Net revenue after taxation		1,285		1,840
Total return before distributions		8,335		16,130
Distributions		-		-
<b>Change in net assets attributable to shareholders from investment activities</b>		<u>8,335</u>		<u>16,130</u>

## Statement of change in net assets attributable to shareholders

(unaudited) for the six months ended 31 July 2017

	31/07/17		31/07/16	
	£000	£000	£000	£000
<b>Opening net assets attributable to shareholders*</b>		<b>224,399</b>		<b>221,762</b>
Amounts receivable on issue of shares	22,850		865	
Amounts payable on cancellation of shares	(11,566)		(10,182)	
	<u>11,284</u>		<u>(9,317)</u>	
Change in net assets attributable to shareholders from investment activities		8,335		16,130
<b>Closing net assets attributable to shareholders</b>		<u>244,018</u>		<u>228,575</u>

\* The opening net assets attributable to shareholders for the current period do not equal the closing net assets attributable for the comparative period as they are not consecutive periods.

## Balance sheet (unaudited) as at 31 July 2017

	31/07/17 £000	31/01/17 £000
<b>Assets:</b>		
Investments	182,522	172,288
Current assets:		
Debtors	339	163
Cash and bank balances	3,158	5,392
Cash equivalents	60,400	52,103
<b>Total assets</b>	<b>246,419</b>	<b>229,946</b>
<b>Liabilities</b>		
Investment liabilities	670	361
Creditors:		
Amounts held at derivatives clearing houses and brokers	140	643
Bank overdrafts	1,130	3,767
Other creditors	461	776
<b>Total liabilities</b>	<b>2,401</b>	<b>5,547</b>
<b>Net assets attributable to shareholders</b>	<b>244,018</b>	<b>224,399</b>

## **Notes to the financial statements** for the six months ended 31 July 2017

### **Accounting policies**

The accounting policies, distribution policy and potential risks applied are consistent with those of the financial statements for the year ended 31 January 2017 and are described in those annual accounts.



# Henderson Diversified Alternatives Fund

## Authorised Corporate Director's report

### Investment Fund Managers

Henderson Multi-Asset Team

### Investment objective and policy

To achieve long term capital growth. The fund will seek to achieve its objective by investing globally in a diverse portfolio of investments which gain exposure indirectly to alternative asset classes such as property, commodities and hedge funds. The fund will invest primarily in investment trusts and investment companies. The fund may also invest in collective investment schemes (both regulated and unregulated), exchange traded funds (ETFs), transferable securities, fixed interest securities, money market instruments, deposits, cash and near cash. Derivatives and forward transactions may be used for the purposes of Efficient Portfolio Management (EPM).

### Performance summary

#### Cumulative performance

	Six months 31 Jan 17- 31 Jul 17	One year 31 Jul 16- 31 Jul 17	Since launch 22 Feb 13- 31 Jul 17
	%	%	%
<b>Henderson Diversified Alternatives Fund</b>	4.5	12.1	35.8
<b>Consumer price index +3%</b>	2.8	5.6	4.2

#### Discrete performance

	31 Jul 16- 31 Jul 17	31 Jul 15- 31 Jul 16	31 Jul 14- 31 Jul 15	31 Jul 13- 31 Jul 14
	%	%	%	%
<b>Henderson Diversified Alternatives Fund</b>	12.1	4.6	4.5	5.6

Source: Morningstar, Bid to Bid and net of fees as at 12 noon valuation point, based on performance of Class Y accumulation.

Benchmark values are as at close of business.

Please remember that past performance is not a guide to future performance. The value of an investment and the revenue from it can fall as well as rise as a result of market and currency fluctuations and you may not get back the amount originally invested.

## Significant portfolio changes for the six months ended 31 July 2017

Largest purchases	£000	Largest sales	£000
The PRS REIT	1,624	Melchior Selected European Absolute Return Fund	1,510
F&C Global Equity Market Neutral Fund	1,365	NB Global Floating Rate Income Fund	1,298
RM Secured Direct Lending	1,013	Fair Oaks Income	940
HICL Infrastructure (Rights)	620	NextEnergy Solar Fund	766
HICL Infrastructure	592	HICL Infrastructure (Rights)	456
Worldwide Healthcare Trust	406	Kames Capital Invest Equity Market Neutral Plus Fund	408
Gold Bullion	348	Princess Private Equity Holdings	353
Riverstone Energy	343	Blackstone	279
BBGI SICAV	211	Fair Oaks Income Fund	259
International Public Partnership	158	BBGI SICAV	222
<b>Total purchases</b>	<b>6,772</b>	<b>Total sales</b>	<b>6,513</b>

### Investment review

The fund generated a return of 4.5% during the six months ending 31 July 2017. This compared with a return of 2.8% generated by the CPI + 3% benchmark.

Private equity was the most profitable sector for the fund during the review period, contributing 1.5%. The positive performance of equity markets supported the performance of our private equity investments. Princess Private Equity Holding was the biggest contributor to performance, adding 0.3% to overall fund performance. Princess benefited from an allocation weighted towards Europe and the euro. Princess's underlying portfolio companies also performed strongly, as reflected in high earnings and revenue growth numbers.

Hedge funds also contributed significantly, adding 0.7% to performance. Boussard & Gavaudan Holdings was the largest contributor, adding 0.4%. The second highest contribution came from Helium Selection Fund, which added 0.3%. It was encouraging to see strong performance from these funds, which are both event-driven in nature; such funds have historically had limited correlation to traditional asset classes.

The fund's allocation to both infrastructure and renewable energy investments also contributed positively; both sectors added 0.6% to performance. In a low-yield world, both sectors are seen as solid income-producing asset classes able to provide an attractive yield spread to traditional income asset classes.

Credit markets also performed well. Our credit investments contributed 0.5% to fund performance. The fund continues to be weighted towards floating rate assets due to the low interest rate environment. The underlying holdings have continued to meet their objectives and pay attractive yields. The best performing fund was Toro, which contributed 0.2%.

The remaining sectors all contributed positively during the six months under review. The biggest detractor from performance was the Kames Equity Market Plus Fund. The fund does not take equity market exposure but instead tries to benefit from taking long positions in strongly performing stocks and shorting those stocks that the managers believe will perform less well. During the period, we trimmed the position due to poor performance and in consideration that one of the three managers left the company.

We also exited our position in Melchior European Select Fund, which has historically had a very low or negative beta to European equity markets. The fund has struggled given the strong performance of European markets over the past year, and we took the decision to sell the position in its entirety. An additional sale during the period was Fair Oaks Income. That fund did well over the past 18 months on the strong performance of US credit markets since February 2016. We now feel that it is time to reduce risk and take profits.

We opened a new position in PRS REIT during the period. PRS REIT invests in and develops private rental sector properties. There is a severe shortage of homes being built in the UK and home affordability is becoming more difficult, as house price inflation has outstripped wage inflation for a number of years. Furthermore, private landlords have been disadvantaged by government legislation in terms of stamp duty levies on second properties. This is part of a government plan to increase institutional participation in the rental sector.

## Comparative tables for the six months ended 31 July 2017

### Class Y accumulation

	31/07/17 (pence per share)	31/01/17 (pence per share)	31/01/16 (pence per share)	31/01/15 (pence per share)
<b>Change in net assets per share</b>				
Opening net asset value per share	129.93	111.84	113.40	106.78
Return before operating charges*	6.06	18.85	(0.88)	7.26
Operating charges	(0.40)	(0.76)	(0.68)	(0.64)
Return after operating charges*	5.66	18.09	(1.56)	6.62
Distributions on accumulation shares	-	(3.39)	(2.46)	(1.62)
Retained distributions on accumulation shares	-	3.39	2.46	1.62
Closing net asset value per share	135.59	129.93	111.84	113.40
* after direct transaction costs of:	0.02	0.11	0.06	0.12

### Performance

Return after charges	4.36%	16.17%	(1.38%)	6.20%
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### Other information

Closing net asset value (£000s)	52,012	50,050	40,014	47,065
Closing number of shares	38,359,421	38,519,659	35,778,832	41,505,004
Operating charges (annualised)	0.61%	0.63%	0.59%	0.58%
Direct transaction costs	0.01%	0.09%	0.05%	0.11%

### Prices

Highest share price (pence)	135.80	130.00	117.30	113.40
Lowest share price (pence)	130.10	111.20	111.40	106.80

### Class Z accumulation

	31/07/17 (pence per share)	31/01/17 (pence per share)	31/01/16 (pence per share)	31/01/15 (pence per share)
<b>Change in net assets per share</b>				
Opening net asset value per share	117.20	100.44	101.40	99.98 <sup>1</sup>
Return before operating charges*	5.45	16.98	(0.80)	1.47
Operating charges	(0.11)	(0.22)	(0.16)	(0.05)
Return after operating charges*	5.34	16.76	(0.96)	1.42
Distributions on accumulation shares	-	(3.38)	(2.10)	(0.13)
Retained distributions on accumulation shares	-	3.38	2.10	0.13
Closing net asset value per share	122.54	117.20	100.44	101.40
* after direct transaction costs of:	0.01	0.09	0.05	0.11

### Performance

Return after charges	4.56%	16.69%	(0.95%)	1.42%
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### Other information

Closing net asset value (£000s)	6,990	6,686	5,730	4,146
Closing number of shares	5,704,574	5,704,574	5,704,574	4,088,802
Operating charges (annualised)	0.18%	0.20%	0.16%	0.05%
Direct transaction costs	0.01%	0.09%	0.05%	0.11%

### Prices

Highest share price (pence)	122.70	117.30	105.10	101.40
Lowest share price (pence)	117.40	99.93	100.00	98.88

<sup>1</sup> Class Z accumulation launched on 10 December 2014 and this is the first published price.

## Comparative tables (continued)

### Class Z income

	31/07/17 (pence per share)	31/01/17 (pence per share)	31/01/16 (pence per share)	31/01/15 (pence per share)
<b>Change in net assets per share</b>				
Opening net asset value per share	111.23	98.22	101.40	99.98 <sup>2</sup>
Return before operating charges*	5.16	16.68	(0.92)	1.60
Operating charges	(0.10)	(0.21)	(0.16)	(0.05)
Return after operating charges*	5.06	16.47	(1.08)	1.55
Distributions on income shares	-	(3.46)	(2.10)	(0.13)
Closing net asset value per share	116.29	111.23	98.22	101.40
* after direct transaction costs of:	0.01	0.09	0.05	0.11
<b>Performance</b>				
Return after charges	4.55%	16.77%	(1.07%)	1.55%
<b>Other information</b>				
Closing net asset value (£000s)	9,758	11,471	10,130	2
Closing number of shares	8,390,479	10,313,556	10,313,556	1,500
Operating charges (annualised)	0.18%	0.20%	0.16%	0.05%
Direct transaction costs	0.01%	0.09%	0.05%	0.11%
<b>Prices</b>				
Highest share price (pence)	116.40	114.70	104.90	101.40
Lowest share price (pence)	111.40	97.75	99.91	98.88

<sup>2</sup> Class Z income launched on 10 December 2014 and this is the first published price.

Performance values are at close of business and may differ from the performance summary.

### Operating charges

Operating charges are expenses associated with the maintenance and administration of the fund on a day-to-day basis that are actually borne by the share class.

### Share class launches and closures

There were no share classes launched or closed in the period.

## Ongoing charge figure

The annualised ongoing charge figure (OCF) of the fund is calculated as the ratio of the total ongoing charges to the average net asset value for twelve months. Ongoing charges are all expenses deducted from the assets of the fund during the period, except for expenses that are explicitly excluded by regulation.

	31/07/17 %	31/01/17 %
<b>Class Y</b>	0.61	0.63
<b>Class Z</b>	0.18	0.20

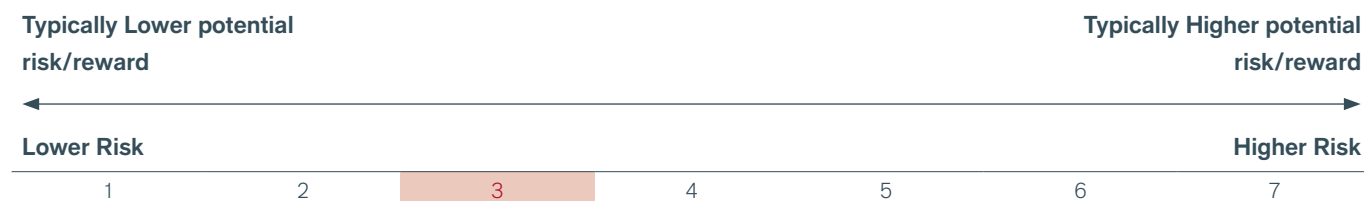
The OCF includes a synthetic element of 0.12% (31/01/17: 0.13%) to incorporate the OCF of underlying funds.

The OCF is calculated in accordance with guidelines issued by the European Securities and Markets Authority (ESMA).

The fund is a non-UCITS fund and we have used this disclosure to enable comparison across our fund range.

## Risk and reward profile

The fund currently has 3 types of share class in issue: Y accumulation, Z accumulation and Z income. The risk and reward profile of the share class is as follows:



The Synthetic Risk and Reward Indicator (SRRI) is calculated based on historical volatility over a rolling 5\* year period, it is reviewed monthly and updated if volatility has changed materially to cause a movement in the SRRI level. The SRRI is an indicator and may not accurately reflect future volatility and market conditions. The value of an investment in the fund can go up or down. When you sell your shares they may be worth less than you paid for them. The risk/reward rating above is based on medium-term volatility. In the future, the fund's actual volatility could be higher or lower and its rated risk/reward level could change.

The share classes appear at 3 out of 7. Share classes in higher categories have shown greater and/or more frequent variations in share price in the past 5 years than those in lower categories. The lowest category does not mean risk free.

The rating does not reflect the possible effects of unusual market conditions or large unpredictable events. Under normal market conditions the following risks may apply:

**Active management risk** Active management techniques that have worked well in normal market conditions could prove ineffective or detrimental at other times.

**Counterparty risk** The fund could lose money if a counterparty with which it trades becomes unwilling or unable to meet its obligations to the fund.

**Derivatives risk** Derivatives use exposes the fund to risks different from, and potentially greater than, the risks associated with investing directly in securities and may therefore result in additional loss, which could be significantly greater than the cost of the derivative.

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**Hedging risk** Measures designed to reduce the impact of certain risks may not be available or may be ineffective.

**Liquidity risk** Any security could become hard to value or to sell at a desired time and price, increasing the risk of investment losses.

The full list of the fund's risks are contained in the "Risk Warnings" section of the fund's prospectus.

There have been no changes to the risk rating in the period.

The SRRI conforms to the ESMA guidelines for the calculation of the SRRI.

This fund is a non-UCITS retail fund and we have adopted this disclosure to enable comparison across our fund range.

\*The fund was launched on 22 February 2013, therefore, the SRRI is calculated based on historical volatility over a rolling period since inception.

## Portfolio statement as at 31 July 2017

Holding	Investment	Market value £000	Percentage of net assets %
<b>Direct Commodities ex Timber 5.90% (31/01/2017: 5.39%)</b>			
26,166	Gold Bullion	2,384	3.47
12,785	Merrill Lynch MLCX Commodity Alpha Fund	1,673	2.43
		<u>4,057</u>	<u>5.90</u>
<b>Fixed Interest 13.86% (31/01/2017: 16.68%)</b>			
761,890	Blackstone	685	1.00
1,445,707	Chenavari Capital Solutions	1,301	1.89
1,204,565	CVC Credit Partners European Opportunities	1,349	1.96
1,600,000	GCP Sovereign Infrastructure Debt~	-	-
1,061,247	NB Distressed Debt Investment Extended Life Shares Fund*	722	1.05
2,500,000	RM Secured Direct Lending*	2,525	3.67
1,311,164	TORO*	997	1.45
2,110,181	UK Mortgages	1,952	2.84
		<u>9,531</u>	<u>13.86</u>
<b>Hedge Funds 23.31% (31/01/2017: 23.60%)</b>			
152,893	BH Global GBP	1,959	2.85
103,159	BH Macro GBP	2,052	2.98
125,388	Boussard & Gavaudan	2,216	3.22
101,278	DW Catalyst Fund Redeemable Shares	1,266	1.84
2,365,977	F&C Global Equity Market Neutral Fund	1,350	1.96
1,966	Helium Selection S-EUR	2,232	3.25
1,147,764	Highbridge Multi-Strategy Fund	2,431	3.54
146,029	Kames Capital Invest Equity Market Neutral Plus Fund	1,342	1.95
96,217	Third Point Offshore Investors	1,181	1.72
		<u>16,029</u>	<u>23.31</u>
<b>Infrastructure 12.15% (31/01/2017: 10.51%)</b>			
1,277,295	HICL Infrastructure	2,044	2.96
954,591	International Public Partnerships	1,537	2.24
1,019,943	John Laing Infrastructure	1,386	2.02
1,544,327	Sequoia Economic Infrastructure Fund	1,714	2.49
315,556	Utilico Emerging Markets	698	1.02
497,614	3i Infrastructure	977	1.42
		<u>8,356</u>	<u>12.15</u>
<b>Other 2.72% (31/01/2017: 1.93%)</b>			
117,598	Henderson Alternative Strategies	322	0.47
61,897	Worldwide Healthcare Trust	1,548	2.25
		<u>1,870</u>	<u>2.72</u>
<b>Private Equity 17.52% (31/01/2017: 16.41%)</b>			
169,373	HarbourVest Global Private Equity	2,151	3.13
66,177	HG Capital Trust	1,123	1.63
235,361	ICG Enterprise Trust	1,753	2.55
89,128	Pantheon International Participations	1,591	2.31
158,841	Princess Private Equity Holdings	1,441	2.10
169,302	Riverstone Energy	2,303	3.35
529,775	Standard Life European Private Investment Trust	1,683	2.45
		<u>12,045</u>	<u>17.52</u>
<b>Property 5.15% (31/01/2017: 2.75%)</b>			
1,303,646	GCP Student Living	1,851	2.69
1,623,809	The PRS REIT	1,689	2.46
		<u>3,540</u>	<u>5.15</u>

## Portfolio statement (continued)

Holding	Investment	Market value £000	Percentage of net assets %
	<b>Renewable Energy 14.94% (31/01/2017: 15.88%)</b>		
2,193,742	Foresight Solar Fund	2,484	3.61
1,747,490	Greencoat UK Wind	2,158	3.14
1,805,495	John Laing Environmental Assets	1,950	2.84
1,493,632	NextEnergy Solar Fund	1,692	2.46
1,810,571	Renewables Infrastructure	1,986	2.89
		<u>10,270</u>	<u>14.94</u>
	<b>Derivatives (0.08%) (31/01/2017: 0.61%)</b>		
	<b>Forward Foreign Exchange Contracts (0.08%) (31/01/2017: 0.61%)</b>		
	Buy GBP 5,634,057 : Sell EUR 6,402,990 August 2017	(95)	(0.14)
	Buy GBP 8,573,632 : Sell USD 11,258,730 August 2017	42	0.06
		<u>(53)</u>	<u>(0.08)</u>
	<b>Investment assets including investment liabilities</b>	<u><b>65,645</b></u>	<u><b>95.47</b></u>
	Other net assets	3,115	4.53
	<b>Total net assets</b>	<u><b>68,760</b></u>	<u><b>100.00</b></u>

~ Suspended, delisted or unquoted securities

\* Manually priced

Prior year comparative percentages have changed for some sectors due to reclassification within these sectors.

### Composition of Portfolio

	Market value £000	Percentage net assets %
<b>31/07/17</b>		
<b>Investments</b>		
Total collective investment schemes	14,197	20.65
Total equities	51,501	74.90
Total derivatives	(53)	(0.08)
<b>Investment assets including investment liabilities</b>	<u><b>65,645</b></u>	<u><b>95.47</b></u>
Other net assets	3,115	4.53
<b>Total net assets</b>	<u><b>68,760</b></u>	<u><b>100.00</b></u>
	Market value £000	Percentage net assets %
<b>31/01/17</b>		
<b>Investments</b>		
Total collective investment schemes	17,002	24.93
Total equities	46,534	68.22
Total derivatives	415	0.61
<b>Investment assets including investment liabilities</b>	<u><b>63,951</b></u>	<u><b>93.76</b></u>
Other net assets	4,256	6.24
<b>Total net assets</b>	<u><b>68,207</b></u>	<u><b>100.00</b></u>

The collective investment schemes held are approved regulated collective investment schemes within the meaning of the FCA rules.

Exchange traded funds are listed on recognised stock exchanges.



## Statement of total return (unaudited) for the six months ended 31 July 2017

	31/07/17		31/07/16	
	£000	£000	£000	£000
Income				
Net capital gains		2,244		3,733
Revenue	848		1,099	
Expenses	(129)		(107)	
Net revenue before taxation	719		992	
Taxation	-		(3)	
Net revenue after taxation		719		989
Total return before distributions		2,963		4,722
Distributions		-		-
<b>Change in net assets attributable to shareholders from investment activities</b>		<b>2,963</b>		<b>4,722</b>

## Statement of change in net assets attributable to shareholders

(unaudited) for the six months ended 31 July 2017

	31/07/17		31/07/16	
	£000	£000	£000	£000
<b>Opening net assets attributable to shareholders*</b>		<b>68,207</b>		<b>55,874</b>
Amounts receivable on issue of shares	1,116		2,728	
Amounts payable on cancellation of shares	(3,526)		(1,020)	
		(2,410)		1,708
Change in net assets attributable to shareholders from investment activities		2,963		4,722
<b>Closing net assets attributable to shareholders</b>		<b>68,760</b>		<b>62,304</b>

\* The opening net assets attributable to shareholders for the current period do not equal the closing net assets attributable for the comparative period as they are not consecutive periods.

## Balance sheet (unaudited) as at 31 July 2017

	31/07/17 £000	31/01/17 £000
<b>Assets:</b>		
Investments	65,740	63,951
Current assets:		
Debtors	58	486
Cash and bank balances	3,118	4,190
<b>Total assets</b>	<b>68,916</b>	<b>68,627</b>
<b>Liabilities</b>		
Investment liabilities	95	-
Creditors:		
Distribution payable	-	349
Other creditors	61	71
<b>Total liabilities</b>	<b>156</b>	<b>420</b>
<b>Net assets attributable to shareholders</b>	<b>68,760</b>	<b>68,207</b>

## **Notes to the financial statements** for the six months ended 31 July 2017

### **Accounting policies**

The accounting policies, distribution policy and potential risks are consistent with those of the financial statements for the year ended 31 January 2017 and are described in those annual accounts.

# Henderson Core 3 Income Fund

## Authorised Corporate Director's report

### Investment Fund Managers

Henderson Multi-Asset Team

### Investment objective and policy

The fund aims to provide a sustainably high income return whilst maintaining a moderately low level of volatility (variation of returns) over the medium to long term. The fund is managed so that it aims not to deviate from predetermined parameters of forecast volatility, as measured by an independent risk rating body, over a medium to long term rolling period of at least 5 years. However, during this period the fund's forecast volatility may be outside of such parameters if the portfolio manager believes it is expedient to be so in order to maintain investment performance. Observing the forecast volatility parameters will be prioritised over the generation of income. The fund will invest in a combination of transferable securities, fixed income securities, investment companies, collective investment schemes, exchange traded funds (ETFs) money market instruments, deposits, cash and near cash. Derivatives and forward transactions may be used by the fund for investment purposes to achieve asset allocation and for the purposes of efficient portfolio management.

### Performance summary

#### Cumulative performance

	Six months 31 Jan 17 - 31 Jul 17 %	One year 31 Jul 16 - 31 Jul 17 %	Since launch 24 Sep 12 - 31 Jul 17 %
<b>Henderson Core 3 Income Fund</b>	3.1	6.3	27.2

#### Discrete performance

	31 Jul 16 - 31 Jul 17 %	31 Jul 15 - 31 Jul 16 %	31 Jul 14 - 31 Jul 15 %	31 Jul 13 - 31 Jul 14 %
<b>Henderson Core 3 Income Fund</b>	6.3	5.2	3.0	2.4

Source: Morningstar - Bid to Bid and net of fees as at 12 noon valuation point, GBP, based on performance of Class I income.

Please remember that past performance is not a guide to future performance. The value of an investment and the revenue from it can fall as well as rise as a result of market and currency fluctuations and you may not get back the amount originally invested.

## Significant portfolio changes for the six months ended 31 July 2017

Largest purchases	£000	Largest sales	£000
SSGA SPDR Barclays Capital UK Corporate Bond Fund	271	iShares II USD TIPS ETF	200
Henderson Fixed Interest Monthly Income Fund A+	268	iShares II USD Treasury Bond 7-10 Year	159
iShares UK Gilts	256	iShares USD Corporate Bond UCITS ETF	121
SPDR Barclays UK Gilt UCITS ETF	221	iShares II USD High Yield Corporate Bond	86
iShares Euro Dividend	205	iShares UK Gilts	85
SPDR Barclays US TIPS UCITS ETF	201	Carador Income Fund 'C'	79
SPDR S&P UK Dividend Aristocrats	184	SPDR S&P UK Dividend Aristocrats	77
Carador Income Fund 'C'	168	iShares Euro High Yield Corporate Bond	75
London (City of) Investment Trust	162	iShares Euro Dividend	59
AXA US Short Duration High Yield Bond Fund	147	iShares UK Dividend	59
<b>Total purchases</b>	<b>4,132</b>	<b>Total sales</b>	<b>1,181</b>

+ Related party to the fund

### Investment review

#### Market review

The fund returned 3.1% over the period.

Strong positive performance contribution was delivered throughout the underlying portfolio across the multi-asset and multi-instrument holdings. The one exception to this dynamic of positive performance was the commodities universe, but this diversification did not detract from the strong returns delivered by other assets.

International equity holdings benefited from region-specific dynamics and sterling weakness towards the end of the period. The Henderson Asian Dividend Income Fund performed well, as previously unloved cyclical emerging market stocks saw a reversal in investor sentiment. US equities continued to reach record highs as markets rewarded positive earnings growth, which was captured by the S&P 500 CFD (Contract for Difference) and the direct holding in Microsoft. UK equity holdings saw international revenue streams perform strongly following the European Union referendum, which supported large cap holdings, including the City of London Investment Trust and direct holdings in Vodafone and Rio Tinto.

Elsewhere, market volatility (sharper fluctuations in prices) led to high duration assets (duration is a measure of interest rate sensitivity) faring particularly well over the period, as political uncertainty and softer inflation prints allowed yields to fall (prices move inversely to yields) and spreads to tighten. The iShares Core UK Gilt Exchange Traded Fund (ETF) and the SPDR Barclays Sterling Corporate Bond ETF both benefited from the dual elements of this dynamic, while higher risk fixed instruments such as the iShares USD High Yield Corporate Bond also delivered substantial returns. Emerging market bonds saw a rotation in investor sentiment and experienced strong performance. This environment presented a good opportunity for positive returns from strategic bond funds, with the Henderson Fixed Interest Monthly Income Fund participating in the general fixed income rally.

Alternative asset classes were mixed over the period. Overall, investors saw strong performance in terms of net asset value and the tightening of discounts, with the Princess Private Equity Trust and the Picton Property Income Trust both delivering positive returns. Commodities and commodity producers had a tougher time, but continue to offer protection against a potential inflationary surprise.

The headline asset allocation of the fund was broadly unchanged over the course of the period. However, political and market volatility delivered opportunities to adjust the underlying shape of the equity allocation. No new positions were added, but there was activity to adjust position sizes and regional allocation. European equities were increased through the iShares Euro Stoxx Select Dividend 30 ETF, which was partly funded by our UK equity holdings.

In alternatives, a new holding was added in the Private Rental Sector Real Estate Investment Trust, an investment trust that offers a competitive initial yield and opportunities for the development of affordable rental properties with government support. Elsewhere, positions were increased in structured fixed income strategies, such as Carador Income Trust.

As with the equity allocation, the position in fixed income was unchanged at the aggregate level but saw significant rotation of underlying holdings. The performance of credit and high yield continued to be relatively resilient despite volatility in spreads, which presented opportunities to take profits and add a position in the iShares EM Local Government Bond ETF.

Our view remains constructive. We retain a strong preference for equities over bonds and continue to hold a more cyclical tilt to many of our regional equity allocations. However, we are cognisant that markets have priced in plenty of good news already. In our view, continued economic and earnings data will naturally slow as time progresses. One of the key questions for the rest of the year will be the extent to which bond and equity markets can withstand a gradual reduction in monetary stimulus, which has helped to support markets in recent years.

## Comparative tables for the six months ended 31 July 2017

	Class A accumulation			
	31/07/17 (pence per share)	31/01/17 (pence per share)	31/01/16 (pence per share)	31/01/15 (pence per share)
<b>Change in net assets per share</b>				
Opening net asset value per share	60.15	54.82	56.60	52.71
Return before operating charges*	2.13	6.10	(1.05)	4.67
Operating charges	(0.41)	(0.77)	(0.73)	(0.78)
Return after operating charges*	1.72	5.33	(1.78)	3.89
Distributions on accumulation shares	(0.94)	(1.98)	(1.80)	(1.84)
Retained distributions on accumulation shares	0.94	1.98	1.80	1.84
Closing net asset value per share	61.87	60.15	54.82	56.60
* after direct transaction costs of:	0.03	0.05	0.05	0.07
<b>Performance</b>				
Return after charges	2.86%	9.72%	(3.14%)	7.38%
<b>Other information</b>				
Closing net asset value (£000s)	360	96	40	230
Closing number of shares	581,312	160,097	73,410	405,587
Operating charges (annualised)	1.35%	1.31%	1.36%	1.41%
Direct transaction costs	0.05%	0.09%	0.09%	0.12%
<b>Prices</b>				
Highest share price (pence)	62.25	60.54	57.92	56.85
Lowest share price (pence)	60.18	53.77	54.16	52.91
	Class A income			
	31/07/17 (pence per share)	31/01/17 (pence per share)	31/01/16 (pence per share)	31/01/15 (pence per share)
<b>Change in net assets per share</b>				
Opening net asset value per share	51.77	48.99	52.57	50.63
Return before operating charges*	1.85	5.37	(1.14)	4.49
Operating charges	(0.35)	(0.67)	(0.66)	(0.73)
Return after operating charges*	1.50	4.70	(1.80)	3.76
Distributions on income shares	(0.89)	(1.92)	(1.78)	(1.82)
Closing net asset value per share	52.38	51.77	48.99	52.57
* after direct transaction costs of:	0.03	0.05	0.05	0.06
<b>Performance</b>				
Return after charges	2.90%	9.59%	(3.42%)	7.43%
<b>Other information</b>				
Closing net asset value (£000s)	23	23	27	32
Closing number of shares	43,486	43,486	55,851	61,688
Operating charges (annualised)	1.35%	1.31%	1.36%	1.41%
Direct transaction costs	0.05%	0.09%	0.09%	0.12%
<b>Prices</b>				
Highest share price (pence)	53.03	52.48	53.32	52.80
Lowest share price (pence)	51.80	48.05	48.54	50.62

## Comparative tables (continued)

	Class I accumulation			
	31/07/17 (pence per share)	31/01/17 (pence per share)	31/01/16 (pence per share)	31/01/15 (pence per share)
<b>Change in net assets per share</b>				
Opening net asset value per share	122.89	111.45	114.25	106.14
Return before operating charges*	4.26	12.29	(2.02)	9.01
Operating charges	(0.47)	(0.85)	(0.78)	(0.90)
Return after operating charges*	3.79	11.44	(2.80)	8.11
Distributions on accumulation shares	(1.84)	(3.89)	(3.55)	(3.66)
Retained distributions on accumulation shares	1.84	3.89	3.55	3.66
Closing net asset value per share	126.68	122.89	111.45	114.25
* after direct transaction costs of:	0.06	0.11	0.11	0.13

### Performance

Return after charges	3.08%	10.26%	(2.45%)	7.64%
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### Other information

Closing net asset value (£000s)	5,419	3,544	986	300
Closing number of shares	4,278,134	2,883,639	884,816	262,177
Operating charges (annualised)	0.75%	0.71%	0.76%	0.81%
Direct transaction costs	0.05%	0.09%	0.09%	0.12%

### Prices

Highest share price (pence)	127.40	123.70	117.30	115.00
Lowest share price (pence)	122.90	109.30	110.10	106.50

	Class I income			
	31/07/17 (pence per share)	31/01/17 (pence per share)	31/01/16 (pence per share)	31/01/15 (pence per share)
<b>Change in net assets per share</b>				
Opening net asset value per share	106.05	99.74	106.14	101.97
Return before operating charges*	3.70	10.83	(2.17)	8.65
Operating charges	(0.40)	(0.74)	(0.71)	(0.84)
Return after operating charges*	3.30	10.09	(2.88)	7.81
Distributions on income shares	(1.76)	(3.78)	(3.52)	(3.64)
Closing net asset value per share	107.59	106.05	99.74	106.14
* after direct transaction costs of:	0.05	0.09	0.10	0.13

### Performance

Return after charges	3.11%	10.12%	(2.71%)	7.66%
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### Other information

Closing net asset value (£000s)	6,298	4,847	2,651	1,621
Closing number of shares	5,853,893	4,570,834	2,657,232	1,527,781
Operating charges (annualised)	0.75%	0.71%	0.76%	0.81%
Direct transaction costs	0.05%	0.09%	0.09%	0.12%

### Prices

Highest share price (pence)	108.80	107.30	108.10	106.80
Lowest share price (pence)	106.10	97.84	98.77	102.00

Performance values are at close of business and may differ from the performance summary.

### Operating charges

Operating charges are expenses associated with the maintenance and administration of the fund on a day-to-day basis that are actually borne by the share class.

### Share class launches and closures

There were no share classes launched or closed in the period.

## Ongoing charge figure

The annualised ongoing charge figure (OCF) of the fund is calculated as the ratio of the total ongoing charges to the average net asset value for twelve months. Ongoing charges are all expenses deducted from the assets of the fund during the period, except for expenses that are explicitly excluded by regulation.

	31/07/17 %	31/01/17 %
<b>Class A</b>	1.35	1.31
<b>Class I</b>	0.75	0.71

The OCF includes a synthetic element of 0.18% (31/01/17: 0.18%) to incorporate the OCF of underlying funds.

The ACD made a contribution to limit the fund's OCF ratio.

The OCF is calculated in accordance with guidelines issued by the European Securities and Markets Authority (ESMA).

The fund is a non-UCITS fund and we have used this disclosure to enable comparison across our fund range.



## Risk and reward profile

The fund currently has 4 types of share class in issue: A income, A accumulation, I income and I accumulation. The risk and reward profile of each type of share class is as follows:

Typically Lower potential risk/reward				Typically Higher potential risk/reward		
←				→		
Lower Risk				Higher Risk		
1	2	3	4	5	6	7

The Synthetic Risk and Reward Indicator (SRRI) is calculated based on historical volatility over a rolling 5\* year period, it is reviewed monthly and updated if volatility has changed materially to cause a movement in the SRRI level. The SRRI is an indicator and may not accurately reflect future volatility and market conditions. The value of an investment in the fund can go up or down. When you sell your shares they may be worth less than you paid for them. The risk/reward rating above is based on medium-term volatility. In the future, the fund's actual volatility could be higher or lower and its rated risk/reward level could change.

The share classes appear at 4 out of 7. Share classes in higher categories have shown greater and/or more frequent variations in share price in the past 5 years than those in lower categories. The lowest category does not mean risk free.

The Fund targets a risk profile of 3 as calculated by Distribution Technology who is engaged by Janus Henderson Investors as an independent provider of risk profiling tools to funds and investment advisers. Distribution Technology profiles funds using a rating scale of 1-10 and takes into consideration risk targets and other factors as well as past data. Investors should note that the Distribution Technology risk profile is different to the "Risk and Reward Profile" scale above, which is an industry standard required by the FCA using a scale of 1-7 and which only takes into account past data.

For further information on the Distribution Technology risk profile please contact us or refer to the Fund's prospectus.

The rating does not reflect the possible effects of unusual market conditions or large unpredictable events. Under normal market conditions the following risks may apply:

**Active management risk** Active management techniques that have worked well in normal market conditions could prove ineffective or detrimental at other times.

**Collective investment scheme risk** The fund may invest in other types of collective investment schemes which can involve different risks to investing directly in the underlying assets. Such schemes may increase risk due to investment in risky assets such as property or commodities, restrictions on withdrawals, less strict regulation and use of derivatives. The value of your investment may fall as a result.

**Counterparty risk** The fund could lose money if a counterparty with which it trades becomes unwilling or unable to meet its obligations to the fund.

**Derivatives risk** Derivatives use exposes the fund to risks different from, and potentially greater than, the risks associated with investing directly in securities and may therefore result in additional loss, which could be significantly greater than the cost of the derivative.

**Exchange rate risk** Changes in currency exchange rates may cause the value of your investment and any income from it to rise or fall.

**Hedging risk** Measures designed to reduce the impact of certain risks may not be available or may be ineffective.

**Leverage risk** Leverage arises from entering into contracts or derivatives whose terms have the effect of magnifying an outcome, meaning profits and losses from investment can be greater.

**Liquidity risk** Any security could become hard to value or to sell at a desired time and price, increasing the risk of investment losses.

The full list of the fund's risks are contained in the "Risk Warnings" section of the fund's prospectus.

There have been no changes to the risk rating in the period.

The SRRI conforms to the ESMA guidelines for the calculation of the SRRI.

This fund is a non-UCITS retail fund and we have adopted this disclosure to enable comparison across our fund range.

\*The fund was launched on 24 September 2012, therefore, the SRRI is calculated based on historical volatility over a rolling period since inception.

## Portfolio statement as at 31 July 2017

Holding	Investment	Market value £000	Percentage of total net assets %
<b>Alternatives 2.99% (31/01/2017: 1.74%)</b>			
89,760	Foresight Solar Fund	103	0.85
29,388	Greencoat UK Wind	36	0.30
36,891	HICL Infrastructure	59	0.49
49,335	International Public Partnerships	79	0.65
77,833	Renewables Infrastructure	85	0.70
		<u>362</u>	<u>2.99</u>
<b>Asia Ex Japan Equity 1.96% (31/01/2017: 2.03%)</b>			
165,824	Henderson Asian Dividend Income Unit Trust+	182	1.50
2,027	Taiwan Semiconductor Manufacturing ADS	55	0.46
		<u>237</u>	<u>1.96</u>
<b>Commodities 2.04% (31/01/2017: 3.02%)</b>			
51,419	BlackRock Commodities Income Investment Trust	37	0.30
2,273	ETFS Physical Gold	210	1.74
		<u>247</u>	<u>2.04</u>
<b>Diversified Bonds 8.60% (31/01/2017: 8.76%)</b>			
4,388,834	Henderson Fixed Interest Monthly Income Fund A+	992	8.20
48,787	TwentyFour Select	48	0.40
		<u>1,040</u>	<u>8.60</u>
<b>Emerging Market Bonds 1.06% (31/01/2017: 0.00%)</b>			
593	BlackRock Emerging Markets Flexi Dynamic Bond Fund	43	0.36
1,694	iShares JPMorgan EM Local Government Bond UCITS ETF	85	0.70
		<u>128</u>	<u>1.06</u>
<b>Europe ex UK Equity 8.48% (31/01/2017: 7.24%)</b>			
95,672	BlackRock Continental European Income Fund	145	1.20
2,330	Deutsche Post	68	0.56
1,395	Eurocommercial Properties	43	0.35
7,367	ING	104	0.86
68,986	Invesco Perpetual European Equity Income Fund	104	0.86
10,343	iShares Euro Dividend	207	1.70
945	Novartis	61	0.51
4,970	Orange	63	0.52
4,004	RELX	64	0.53
291	Roche Holdings	56	0.46
365	Sanofi	26	0.22
999	Total	38	0.32
203	Zurich Insurance	47	0.39
		<u>1,026</u>	<u>8.48</u>
<b>Global Emerging Market Equity 2.07% (31/01/2017: 2.45%)</b>			
141,875	Chenavari Capital Solutions	128	1.05
97,418	JPMorgan Global Emerging Markets Fund	123	1.02
		<u>251</u>	<u>2.07</u>
<b>Government Bonds 9.96% (31/01/2017: 8.69%)</b>			
1,073	iShares JPMorgan USD Emerging Markets Bond UCITS ETF	93	0.77
31,625	iShares UK Gilts	414	3.42
2,137	SPDR Barclays Emerging Markets Local Bond UCITS ETF	124	1.02
3,852	SPDR Barclays UK Gilt UCITS ETF	223	1.84
8,235	SPDR Barclays US TIPS UCITS ETF	193	1.60
3,075	SSGA SPDR Barclays Capital 1-5 Year Gilt	158	1.31
		<u>1,205</u>	<u>9.96</u>

## Portfolio statement (continued)

Holding	Investment	Market value £000	Percentage of total net assets %
<b>High Yield Bonds 10.94% (31/01/2017: 13.70%)</b>			
495,307	AXA US Short Duration High Yield Bond Fund	477	3.93
133,983	Blackstone	120	1.00
433,729	Carador Income Fund 'C'	232	1.92
6,111	CVC Credit Partners European Opportunities	7	0.06
2,593	Henderson Horizon Global High Yield Bond Z3 Income+	286	2.36
173	iShares Euro High Yield Corporate Bond	17	0.14
152	iShares II USD High Yield Corporate Bond	12	0.10
123,327	NB Global Floating Rate Income Fund	117	0.97
60,473	UK Mortgages	56	0.46
		1,324	10.94
<b>Investment Grade Bonds 9.55% (31/01/2017: 9.23%)</b>			
3,640	iShares IV USD Short Duration Corporate Bond UCITS	280	2.32
2,009	iShares Markit iBoxx Corporate Bond 1-5 years	216	1.78
2,223	iShares USD Corporate Bond UCITS ETF	196	1.62
7,486	SSGA SPDR Barclays Capital UK Corporate Bond Fund	464	3.83
		1,156	9.55
<b>Japan Equity 0.41% (31/01/2017: 0.55%)</b>			
14,008	CF Morant Wright Nippon Yield	49	0.41
<b>North America Equity 1.93% (31/01/2017: 2.63%)</b>			
705	Chevron	58	0.48
2,138	General Electric Capital	42	0.34
1,590	Microsoft	88	0.73
1,264	Verizon Communications	46	0.38
		234	1.93
<b>Private Equity 0.46% (31/01/2017: 0.98%)</b>			
6,082	Princess Private Equity Holdings	55	0.46
<b>Property 5.57% (31/01/2017: 5.33%)</b>			
89,833	Ediston Property Investment	101	0.84
239,594	Henderson UK Property PAIF Z Income+	253	2.09
109,574	Picton Property Income	94	0.78
128,503	The PRS REIT	134	1.10
101,296	UK Commercial Property Trust	92	0.76
		674	5.57
<b>Specialist Equity 1.41% (31/01/2017: 0.44%)</b>			
1,371	Lyxor Asset Management	170	1.41
<b>UK Equity 10.11% (31/01/2017: 7.71%)</b>			
1,126	British American Tobacco	53	0.44
42,914	Henderson Institutional High Alpha UK Equity Fund I Income+	67	0.55
44,746	Invesco Income Growth Investment Trust	133	1.10
24,967	iShares UK Dividend	228	1.89
56,360	London (City of) Investment Trust	240	1.98
1,403	Rio Tinto	49	0.41
3,191	RWC Enhanced Income Fund	268	2.21
8,307	SPDR S&P UK Dividend Aristocrats	107	0.88
8,913	Standard Life	39	0.32
18,030	Vodafone	40	0.33
		1,224	10.11

## Portfolio statement (continued)

Holding	Investment	Market value £000	Percentage of total net assets %
	<b>Derivatives 0.05% (31/01/2017: 0.56%)</b>		
	<b>Contracts for Difference (0.01%) (31/01/2017: 0.11%)</b>		
	<b>Equity Contracts for Difference (0.01%) (31/01/2017: 0.11%)</b>		
312	Nikkei 225 <sup>^</sup>	-	-
46	S&P 500 Index	(2)	(0.01)
		(2)	(0.01)
	<b>Futures 0.12% (31/01/2017: (0.02%))</b>		
(1)	CME S&P 500 EMINI September 2017	(1)	(0.01)
(12)	EUX Euro Stoxx50 September 2017	13	0.11
(2)	ICE FTSE 100 September 2017	3	0.02
		15	0.12
	<b>Forward Foreign Exchange Contracts (0.06%) (31/01/2017: 0.47%)</b>		
	Buy GBP 10,744 : Sell USD 14,047 August 2017 <sup>^</sup>	-	-
	Buy GBP 1,298,921 : Sell USD 1,705,719 August 2017	6	0.05
	Buy GBP 695,214 : Sell EUR 790,096 August 2017	(11)	(0.09)
	Buy USD 197,810 : Sell GBP 152,000 August 2017	(2)	(0.02)
		(7)	(0.06)
	<b>Investment assets including investment liabilities</b>	<b>9,388</b>	<b>77.59</b>
	Other net assets	2,712	22.41
	<b>Total net assets</b>	<b>12,100</b>	<b>100.00</b>

+ Related party to the fund

<sup>^</sup> Due to rounding to nearest £1,000

### Composition of portfolio

	Market value £000	Percentage of total net assets %
<b>31/07/17</b>		
<b>Investments</b>		
Total collective investment schemes	4,552	37.62
Total equities	4,830	39.92
Total derivatives	6	0.05
<b>Investment assets including investment liabilities</b>	<b>9,388</b>	<b>77.59</b>
Other net assets	2,712	22.41
<b>Total net assets</b>	<b>12,100</b>	<b>100.00</b>
	Market value £000	Percentage of total net assets %
<b>31/01/17</b>		
<b>Investments</b>		
Total collective investment schemes	3,262	38.32
Total equities	3,079	36.18
Total derivatives	47	0.56
<b>Investment assets including investment liabilities</b>	<b>6,388</b>	<b>75.06</b>
Other net assets	2,122	24.94
<b>Total net assets</b>	<b>8,510</b>	<b>100.00</b>

The collective investment schemes held are approved regulated collective investment schemes within the meaning of the FCA rules.  
Exchange traded funds are listed on recognised stock exchanges.

## Statement of total return (unaudited) for the six months ended 31 July 2017

	31/07/17		31/07/16	
	£000	£000	£000	£000
Income				
Net capital gains		130		266
Revenue	192		108	
Expenses	(27)		(13)	
Net revenue before taxation	165		95	
Taxation	(13)		(9)	
Net revenue after taxation		152		86
Total return before distributions		282		352
Distributions		(154)		(84)
<b>Change in net assets attributable to shareholders from investment activities</b>		<b>128</b>		<b>268</b>

## Statement of change in net assets attributable to shareholders (unaudited)

for the six months ended 31 July 2017

	31/07/17		31/07/16	
	£000	£000	£000	£000
<b>Opening net assets attributable to shareholders*</b>		<b>8,510</b>		<b>3,704</b>
Amounts receivable on issue of shares	4,696		2,704	
Amounts payable on cancellation of shares	(1,305)		(135)	
		3,391		2,569
Change in net assets attributable to shareholders from investment activities		128		268
Retained distributions on accumulation shares		71		32
<b>Closing net assets attributable to shareholders</b>		<b>12,100</b>		<b>6,573</b>

\* The opening net assets attributable to shareholders for the current period do not equal the closing net assets attributable for the comparative period as they are not consecutive periods.

## Balance sheet (unaudited) as at 31 July 2017

	31/07/17 £000	31/01/17 £000
<b>Assets:</b>		
Investments	9,404	6,390
Current assets:		
Debtors	266	80
Cash and bank balances	130	85
Cash equivalents	2,605	2,057
<b>Total assets</b>	<b>12,405</b>	<b>8,612</b>
<b>Liabilities:</b>		
Investment liabilities	16	2
Provisions for liabilities	1	-
Creditors:		
Amounts held at derivatives clearing houses and brokers	16	-
Bank overdrafts	65	52
Distribution payable	19	20
Other creditors	188	28
<b>Total liabilities</b>	<b>305</b>	<b>102</b>
<b>Net assets attributable to shareholders</b>	<b>12,100</b>	<b>8,510</b>

## **Notes to the financial statements** for the six months ended 31 July 2017

### **Accounting policies**

The accounting policies, distribution policy and potential risks are consistent with those of the financial statements for the year ended 31 January 2017 and are described in those annual accounts.

## Distribution tables for the six months ended 31 July 2017 (in pence per share)

### Interim dividend distribution (accounting date 28 February 2017, paid on 31 March 2017)

Group 1 : shares purchased prior to 1 February 2017

Group 2 : shares purchased on or after 1 February 2017

	Distribution per share	Equalisation	Total distribution per share 31/03/17	Total distribution per share 31/03/16*
<b>Class A accumulation</b>				
Group 1	0.1369	-	0.1369	0.1937
Group 2	0.0541	0.0828	0.1369	0.1937
<b>Class A income</b>				
Group 1	0.1178	-	0.1178	0.1731
Group 2	0.0467	0.0711	0.1178	0.1731
<b>Class I accumulation</b>				
Group 1	0.2684	-	0.2684	0.3908
Group 2	0.0246	0.2438	0.2684	0.3908
<b>Class I income</b>				
Group 1	0.2316	-	0.2316	0.3498
Group 2	0.0359	0.1957	0.2316	0.3498

\* Distribution is shown net of 10% notional tax credit.

### Interim dividend distribution (accounting date 31 March 2017, paid on 28 April 2017)

Group 1: shares purchased prior to 1 March 2017

Group 2: shares purchased on or after 1 March 2017

	Distribution per share	Equalisation	Total distribution per share 28/04/17	Total distribution per share 29/04/16
<b>Class A accumulation</b>				
Group 1	0.1399	-	0.1399	0.1385
Group 2	-	0.1399	0.1399	0.1385
<b>Class A income</b>				
Group 1	0.1358	-	0.1358	0.1385
Group 2	0.0923	0.0435	0.1358	0.1385
<b>Class I accumulation</b>				
Group 1	0.2756	-	0.2756	0.2788
Group 2	0.1134	0.1622	0.2756	0.2788
<b>Class I income</b>				
Group 1	0.2680	-	0.2680	0.2788
Group 2	0.0244	0.2436	0.2680	0.2788



## Distribution tables (continued)

### Interim dividend distribution (accounting date 30 April 2017, paid on 31 May 2017)

Group 1 : shares purchased prior to 1 April 2017

Group 2 : shares purchased on or after 1 April 2017

	Distribution per share	Equalisation	Total distribution per share 31/05/17	Total distribution per share 31/05/16
<b>Class A accumulation</b>				
Group 1	0.1646	-	0.1646	0.1515
Group 2	-	0.1646	0.1646	0.1515
<b>Class A income</b>				
Group 1	0.1598	-	0.1598	0.1515
Group 2	0.0606	0.0992	0.1598	0.1515
<b>Class I accumulation</b>				
Group 1	0.3243	-	0.3243	0.3030
Group 2	0.0965	0.2278	0.3243	0.3030
<b>Class I income</b>				
Group 1	0.3153	-	0.3153	0.3030
Group 2	0.0634	0.2519	0.3153	0.3030

### Interim dividend distribution (accounting date 31 May 2017, paid on 30 June 2017)

Group 1 : shares purchased prior to 1 May 2017

Group 2 : shares purchased on or after 1 May 2017

	Distribution per share	Equalisation	Total distribution per share 30/06/17	Total distribution per share 30/06/16
<b>Class A accumulation</b>				
Group 1	0.1646	-	0.1646	0.1515
Group 2	0.0388	0.1258	0.1646	0.1515
<b>Class A income</b>				
Group 1	0.1598	-	0.1598	0.1515
Group 2	0.0523	0.1075	0.1598	0.1515
<b>Class I accumulation</b>				
Group 1	0.3243	-	0.3243	0.3030
Group 2	-	0.3243	0.3243	0.3030
<b>Class I income</b>				
Group 1	0.3153	-	0.3153	0.3030
Group 2	0.0193	0.2960	0.3153	0.3030

## Distribution tables (continued)

### Interim dividend distribution (accounting date 30 June 2017, paid on 31 July 2017)

Group 1 : shares purchased prior to 1 June 2017

Group 2 : shares purchased on or after 1 June 2017

	Distribution per share	Equalisation	Total distribution per share 31/07/17	Total distribution per share 29/07/16
<b>Class A accumulation</b>				
Group 1	0.1646	-	0.1646	0.1515
Group 2	0.0709	0.0937	0.1646	0.1515
<b>Class A income</b>				
Group 1	0.1598	-	0.1598	0.1515
Group 2	0.0689	0.0909	0.1598	0.1515
<b>Class I accumulation</b>				
Group 1	0.3243	-	0.3243	0.3030
Group 2	-	0.3243	0.3243	0.3030
<b>Class I income</b>				
Group 1	0.3153	-	0.3153	0.3030
Group 2	0.0432	0.2721	0.3153	0.3030

### Interim dividend distribution (accounting date 31 July 2017, paid on 31 August 2017)

Group 1 : shares purchased prior to 1 July 2017

Group 2 : shares purchased on or after 1 July 2017

	Distribution per share	Equalisation	Total Distribution per share 31/08/17	Total Distribution per share 31/08/16
<b>Class A accumulation</b>				
Group 1	0.1646	-	0.1646	0.1515
Group 2	-	0.1646	0.1646	0.1515
<b>Class A income</b>				
Group 1	0.1598	-	0.1598	0.1515
Group 2	-	0.1598	0.1598	0.1515
<b>Class I accumulation</b>				
Group 1	0.3243	-	0.3243	0.3030
Group 2	-	0.3243	0.3243	0.3030
<b>Class I income</b>				
Group 1	0.3153	-	0.3153	0.3030
Group 2	-	0.3153	0.3153	0.3030

# Henderson Core 4 Income Fund

## Authorised Corporate Director's report

### Investment Fund Managers

Henderson Multi-Asset Team

### Investment objective and policy

To provide a sustainably high income return with the prospect for some capital growth whilst maintaining a moderate to moderately low level of volatility (variation of returns) over the medium to long term. The fund is managed so that it aims not to deviate from predetermined parameters of forecast volatility, as measured by an independent risk rating body, over a medium to long term rolling period of at least 5 years. However, during this period the fund's forecast volatility may be outside of such parameters if the portfolio manager believes it is expedient to do so in order to improve investment performance. Observing the forecast volatility parameters will be prioritised over the generation of income. The fund will invest in a combination of transferable securities, fixed income securities, investment companies, collective investment schemes, exchange traded funds (ETFs), money market instruments, deposits, cash and near cash. Derivatives and forward transactions may be used by the fund for investment purposes to achieve asset allocation and for the purposes of efficient portfolio management.

### Performance summary

#### Cumulative performance

	Six months 31 Jan 17- 31 Jul 17 %	One year 31 Jul 16- 31 Jul 17 %	Since launch 10 May 13- 31 Jul 17 %
<b>Henderson Core 4 Income Fund</b>	3.9	8.3	19.5

#### Discrete performance

	31 Jul 16- 31 Jul 17 %	31 Jul 15- 31 Jul 16 %	31 Jul 14- 31 Jul 15 %	31 Jul 13- 31 Jul 14 %
<b>Henderson Core 4 Income Fund</b>	8.3	5.9	2.7	2.9

Source: Morningstar - Bid to bid and net of fees as a 12 noon valuation point, GBP, based on performance of Class I income.

Please remember that past performance is not a guide to future performance. The value of an investment and the revenue from it can fall as well as rise as a result of market and currency fluctuations and you may not get back the amount originally invested.

### Significant portfolio changes for the six months ended 31 July 2017

Largest purchases	£000	Largest sales	£000
iShares Euro Dividend	364	iShares II USD TIPS ETF	423
SPDR Barclays US TIPS UCITS ETF	357	iShares Euro Dividend	248
iShares UK Gilts	355	iShares II USD Treasury Bond 7-10 Year	247
SPDR S&P UK Dividend Aristocrats	336	iShares USD Corporate Bond UCITS ETF	176
SSGA SPDR Barclays Capital UK Corporate Bond Fund	332	Carador Income Fund 'C'	169
Carador Income Fund 'C'	308	SPDR S&P UK Dividend Aristocrats	167
London (City of) Investment Trust	253	iShares II USD High Yield Corporate Bond	150
SPDR Barclays UK Gilt UCITS ETF	247	iShares UK Gilts	132
Invesco Income Growth Investment Trust	217	London (City of) Investment Trust	117
Lyxor Asset Management	211	iShares Euro High Yield Corporate Bond	102
<b>Total purchases</b>	<b>6,404</b>	<b>Total sales</b>	<b>2,496</b>

### Investment review

#### Market review

The fund returned 3.9% over the period.

Strong positive performance contribution was delivered throughout the underlying portfolio across the multi-asset and multi-instrument holdings. The one exception to this dynamic of positive performance was the commodities universe, but this diversification did not detract from the strong returns delivered by other assets.

International equity holdings benefited from region-specific dynamics and sterling weakness towards the end of the period. The Invesco Perpetual European Income Fund performed well, as previously unloved financials saw a reversal in investor sentiment. US equities continued to reach record highs as markets rewarded positive earnings growth, which was captured by the S&P 500 CFD (Contracts for Difference) and the direct holding in Microsoft. UK equity holdings saw international revenue streams perform strongly following the European Union referendum, which supported large cap holdings, including the City of London Investment Trust and direct holdings in Vodafone and Rio Tinto.

Elsewhere, market volatility (sharper fluctuations in prices) led to high duration assets (duration is a measure of interest rate sensitivity) faring particularly well over the period as political uncertainty and softer inflation prints allowed yields to fall (prices move inversely to yields) and spreads to tighten. The iShares Core UK Gilt Exchange Traded Fund (ETF) and the SPDR Barclays Sterling Corporate Bond ETF both benefited from the dual elements of this dynamic, while higher-risk fixed instruments such as the iShares Euro High Yield Corporate Bond ETF also delivered substantial returns. Emerging market bonds saw a rotation in investor sentiment and experienced strong performance. This environment presented a good opportunity for positive returns from strategic bond funds, with the Henderson Fixed Interest Monthly Income Fund participating in the general fixed income rally.

Alternative asset classes were mixed over the period. Overall, investors saw strong performance in terms of net asset value and the tightening of discounts, with both the Princess Private Equity Trust and the Picton Property Income Trust delivering positive returns. Commodities and commodity producers had a tougher time but continue to offer protection against a potential inflationary surprise.

#### Activity

The headline asset allocation of the fund was broadly unchanged over the course of the quarter. However, political and market volatility delivered opportunities to adjust the underlying shape of the equity allocation. No new positions were added, but there was activity to adjust position sizes and regional allocation. European equities were increased through the iShares Euro Stoxx Select Dividend 30 ETF, which was partly funded by trimming UK equity holdings.

In alternatives, a new holding was added in the Private Rental Sector Real Estate Investment Trust, an investment trust that offers a competitive initial yield and opportunities for the development of affordable rental properties with government support. Elsewhere, a holding in HICL Infrastructure was opened and positions were increased in structured fixed income strategies such as Blackstone GSO Loan Financing Trust.

As with the equity allocation, the position in fixed income was unchanged at the aggregate level but saw significant rotation of underlying holdings. The performance of credit and high yield continued to be relatively resilient despite volatility in spreads, which presented opportunities to take profits and add a position in the iShares EM Local Government Bond ETF.

#### Outlook

Our view remains constructive. We retain a strong preference for equities over bonds and continue to hold a more cyclical tilt to many of our regional equity allocations. However, we are cognisant that markets have priced in plenty of good news already. We believe that continued economic and earnings data will naturally slow as time progresses. One of the key questions for the rest of the year will be the extent to which bond and equity markets can withstand a gradual reduction in monetary stimulus, which has helped to support markets in recent years.

## Comparative tables for the six months ended 31 July 2017

		Class I accumulation		
	31/07/17	31/01/17	31/01/16	31/01/15
	(pence per share)	(pence per share)	(pence per share)	(pence per share)
<b>Change in net assets per share</b>				
Opening net asset value per share	114.54	101.29	104.93	97.02
Return before operating charges*	4.88	14.04	(2.91)	8.73
Operating charges	(0.44)	(0.79)	(0.73)	(0.82)
Return after operating charges*	4.44	13.25	(3.64)	7.91
Distributions on accumulation shares	(1.97)	(4.13)	(3.76)	(3.90)
Retained distributions on accumulation shares	1.97	4.13	3.76	3.90
Closing net asset value per share	118.98	114.54	101.29	104.93
* after direct transaction costs of:	0.05	0.11	0.24	-

### Performance

Return after charges	3.88%	13.08%	(3.47%)	8.15%
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### Other information

Closing net asset value (£000s)	7,583	5,888	3,531	560
Closing number of shares	6,373,482	5,140,819	3,486,187	533,395
Operating charges (annualised)	0.75%	0.72%	0.78%	0.80%
Direct transaction costs	0.04%	0.10%	0.24%	0.00%

### Prices

Highest share price (pence)	119.90	115.60	108.30	105.70
Lowest share price (pence)	114.60	98.79	99.52	96.92

		Class I income		
	31/07/17	31/01/17	31/01/16	31/01/15
	(pence per share)	(pence per share)	(pence per share)	(pence per share)
<b>Change in net assets per share</b>				
Opening net asset value per share	98.93	91.22	98.60	94.80
Return before operating charges*	4.23	12.43	(2.97)	8.46
Operating charges	(0.37)	(0.69)	(0.67)	(0.78)
Return after operating charges*	3.86	11.74	(3.64)	7.68
Distributions on income shares	(1.88)	(4.03)	(3.74)	(3.88)
Closing net asset value per share	100.91	98.93	91.22	98.60
* after direct transaction costs of:	0.04	0.10	0.22	-

### Performance

Return after charges	3.90%	12.87%	(3.69%)	8.10%
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### Other information

Closing net asset value (£000s)	10,308	8,675	5,037	1,187
Closing number of shares	10,214,863	8,768,428	5,521,651	1,204,618
Operating charges (annualised)	0.75%	0.72%	0.78%	0.80%
Direct transaction costs	0.04%	0.10%	0.24%	0.00%

### Prices

Highest share price (pence)	102.40	100.20	100.80	99.36
Lowest share price (pence)	99.01	88.95	89.81	94.17

Performance values are at close of business and may differ from the performance summary.

### Operating charges

Operating charges are expenses associated with the maintenance and administration of the fund on a day-to-day basis that are actually borne by the share class.

### Share class launches and closures

There were no share classes launched or closed in the period.

# Ongoing charge figure

The annualised ongoing charge figure (OCF) of the fund is calculated as the ratio of the total ongoing charges to the average net asset value for twelve months. Ongoing charges are all expenses deducted from the assets of the fund during the period, except for expenses that are explicitly excluded by regulation.

	31/07/17	31/01/17
	%	%
Class I	0.75	0.72

The OCF includes a synthetic element of 0.19% (31/01/17: 0.18%) to incorporate the OCF of underlying funds.

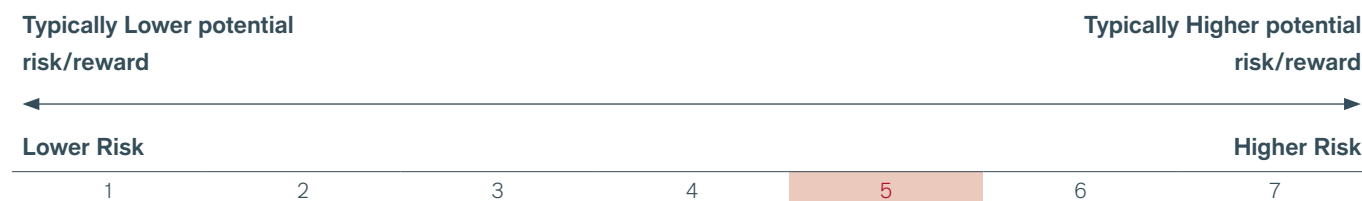
The ACD made a contribution to limit the fund's OCF ratio.

The OCF is calculated in accordance with guidelines issued by the European Securities and Markets Authority (ESMA).

The fund is a non-UCITS fund and we have used this disclosure to enable comparison across our fund range.

## Risk and reward profile

The fund currently has 2 types of share class in issue: I income and I accumulation. The risk and reward profile of each type of share class is as follows:



The Synthetic Risk and Reward Indicator (SRRI) is calculated based on historical volatility over a rolling 5\* year period, it is reviewed monthly and updated if volatility has changed materially to cause a movement in the SRRI level. The SRRI is an indicator and may not accurately reflect future volatility and market conditions. The value of an investment in the Fund can go up or down. When you sell your shares they may be worth less than you paid for them. The risk/reward rating above is based on medium-term volatility. In the future, the fund's actual volatility could be higher or lower and its rated risk/reward level could change.

The share classes appear at 5 out of 7. Share classes in higher categories have shown greater and/or more frequent variations in share price in the past 5 years than those in lower categories. The lowest category does not mean risk free.

The Fund targets a risk profile of 5 as calculated by Distribution Technology who is engaged by Janus Henderson Investors as an independent provider of risk profiling tools to funds and investment advisers. Distribution Technology profiles funds using a rating scale of 1-10 and takes into consideration risk targets and other factors as well as past data. Investors should note that the Distribution Technology risk profile is different to the "Risk and Reward Profile" scale above, which is an industry standard required by the FCA using a scale of 1-7 and which only takes into account past data.

For further information on the Distribution Technology risk profile please contact us or refer to the Fund's prospectus.

The rating does not reflect the possible effects of unusual market conditions or large unpredictable events. Under normal market conditions the following risks may apply:

**Active management risk** Active management techniques that have worked well in normal market conditions could prove ineffective or detrimental at other times.

**Collective investment scheme risk** The fund may invest in other types of collective investment schemes which can involve different risks to investing directly in the underlying assets. Such schemes may increase risk due to investment in risky assets such as property or commodities, restrictions on withdrawals, less strict regulation and use of derivatives. The value of your investment may fall as a result.

**Counterparty risk** The fund could lose money if a counterparty with which it trades becomes unwilling or unable to meet its obligations to the fund.

**Derivatives risk** Derivatives use exposes the fund to risks different from, and potentially greater than, the risks associated with investing directly in securities and may therefore result in additional loss, which could be significantly greater than the cost of the derivative.

**Exchange rate risk** Changes in currency exchange rates may cause the value of your investment and any income from it to rise or fall.

Hedging risk Measures designed to reduce the impact of certain risks may not be available or may be ineffective.

**Leverage risk** Leverage arises from entering into contracts or derivatives whose terms have the effect of magnifying an outcome, meaning profits and losses from investment can be greater.

**Liquidity risk** Any security could become hard to value or to sell at a desired time and price, increasing the risk of investment losses.

The full list of the fund's risks are contained in the "Risk Warnings" section of the fund's prospectus.

There have been no changes to the risk rating in the period.

The SRRI conforms to the ESMA guidelines for the calculation of the SRRI.

This fund is a non-UCITS retail fund and we have adopted this disclosure to enable comparison across our fund range.

\*The fund was launched on 10 May 2013, therefore, the SRRI is calculated based on historical volatility over a rolling period since inception.

## Portfolio statement as at 31 July 2017

Holding	Investment	Market value £000	Percentage of total net assets %
<b>Alternatives 3.64% (31/01/2017: 2.01%)</b>			
180,821	Foresight Solar Fund	204	1.15
42,449	Greencoat UK Wind	52	0.29
51,691	HICL Infrastructure	83	0.46
94,250	International Public Partnerships	152	0.85
145,667	Renewables Infrastructure	160	0.89
		<u>651</u>	<u>3.64</u>
<b>Asia Ex Japan Equity 4.86% (31/01/2017: 4.65%)</b>			
428,547	Henderson Asian Dividend Income Unit Trust+	470	2.63
103,885	Schroder Oriental Income Fund	263	1.47
4,997	Taiwan Semiconductor Manufacturing ADS	136	0.76
		<u>869</u>	<u>4.86</u>
<b>Commodities 2.36% (31/01/2017: 3.15%)</b>			
94,612	BlackRock Commodities Income Investment Trust	67	0.38
3,842	ETFS Physical Gold	356	1.98
		<u>423</u>	<u>2.36</u>
<b>Diversified Bonds 7.38% (31/01/2017: 7.85%)</b>			
5,474,138	Henderson Fixed Interest Monthly Income Fund A+	1,238	6.91
90	Henderson Strategic Bond Fund I Income+^	-	-
84,325	TwentyFour Select	83	0.47
		<u>1,321</u>	<u>7.38</u>
<b>Emerging Market Bonds 1.52% (31/01/2017: 0.00%)</b>			
1,517	BlackRock Emerging Markets Flexi Dynamic Bond Fund	111	0.62
3,241	iShares JPMorgan EM Local Government Bond UCITS ETF	161	0.90
		<u>272</u>	<u>1.52</u>
<b>Europe ex UK Equity 12.76% (31/01/2017: 9.89%)</b>			
167,151	BlackRock Continental European Income Fund	254	1.42
5,730	Deutsche Post	168	0.94
3,458	Eurocommercial Properties	106	0.59
17,388	ING	246	1.37
161,169	Invesco Perpetual European Equity Income Fund	243	1.36
15,548	iShares Euro Dividend	308	1.73
2,335	Novartis	151	0.85
12,240	Orange	156	0.87
9,850	RELX	157	0.88
714	Roche Holdings	137	0.77
916	Sanofi	66	0.37
2,400	Total	92	0.51
5,234	WisdomTree Europe SmallCap Dividend Fund	82	0.46
496	Zurich Insurance	115	0.64
		<u>2,281</u>	<u>12.76</u>
<b>Global Emerging Market Equity 2.66% (31/01/2017: 2.83%)</b>			
239,714	Chenavari Capital Solutions	216	1.21
205,894	JPMorgan Global Emerging Markets Fund	260	1.45
		<u>476</u>	<u>2.66</u>



## Portfolio statement (continued)

Holding	Investment	Market value £000	Percentage of total net assets %
<b>Government Bonds 10.26% (31/01/2017: 9.44%)</b>			
2,399	iShares JPMorgan USD Emerging Markets Bond UCITS ETF	207	1.16
44,250	iShares UK Gilts	581	3.24
3,419	SPDR Barclays Emerging Markets Local Bond UCITS ETF	198	1.11
4,309	SPDR Barclays UK Gilt UCITS ETF	249	1.39
14,652	SPDR Barclays US TIPS UCITS ETF	343	1.92
5,016	SSGA SPDR Barclays Capital 1-5 Year Gilt	258	1.44
		<u>1,836</u>	<u>10.26</u>
<b>High Yield Bonds 12.47% (31/01/2017: 14.84%)</b>			
680,425	AXA US Short Duration High Yield Bond Fund	655	3.65
281,134	Blackstone	253	1.41
714,448	Carador Income Fund 'C'	382	2.14
15,568	CVC Credit Partners European Opportunities	17	0.10
4,423	Henderson Horizon Global High Yield Bond Z3 Income+	489	2.73
416	iShares Euro High Yield Corporate Bond	40	0.23
284	iShares II USD High Yield Corporate Bond	23	0.13
212,541	NB Global Floating Rate Income Fund	202	1.13
183,539	UK Mortgages	170	0.95
		<u>2,231</u>	<u>12.47</u>
<b>Investment Grade Bonds 9.55% (31/01/2017: 8.94%)</b>			
6,216	iShares IV USD Short Duration Corporate Bond UCITS	479	2.67
2,972	iShares Markit iBoxx Corporate Bond 1-5 years	319	1.78
3,580	iShares USD Corporate Bond UCITS ETF	316	1.77
9,622	SSGA SPDR Barclays Capital UK Corporate Bond Fund	595	3.33
		<u>1,709</u>	<u>9.55</u>
<b>Japan Equity 0.80% (31/01/2017: 0.94%)</b>			
40,811	CF Morant Wright Nippon Yield	143	0.80
<b>North America Equity 3.22% (31/01/2017: 3.73%)</b>			
1,702	Chevron	141	0.79
5,437	General Electric Capital	106	0.59
3,898	Microsoft	214	1.20
3,096	Verizon Communications	114	0.64
		<u>575</u>	<u>3.22</u>
<b>Private Equity 1.18% (31/01/2017: 1.94%)</b>			
11,584	NB Private Equity Partners 'A'	119	0.66
10,268	Princess Private Equity Holdings	93	0.52
		<u>212</u>	<u>1.18</u>
<b>Property 6.19% (31/01/2017: 5.44%)</b>			
135,426	Ediston Property Investment	152	0.85
407,064	Henderson UK Property PAIF Z Income+	430	2.41
187,522	Picton Property Income	161	0.90
198,595	The PRS REIT	207	1.15
174,323	UK Commercial Property Trust	158	0.88
		<u>1,108</u>	<u>6.19</u>

## Portfolio statement (continued)

Holding	Investment	Market value £000	Percentage of total net assets %
	<b>Specialist Equity 2.33% (31/01/2017: 1.61%)</b>		
2,450	Lyxor Asset Management	305	1.70
8,964	Murray International Trust	112	0.63
		<u>417</u>	<u>2.33</u>
	<b>UK Equity 12.57% (31/01/2017: 9.53%)</b>		
2,993	British American Tobacco	141	0.79
75,274	Henderson Institutional High Alpha UK Equity Fund I Income+	118	0.66
74,736	Invesco Income Growth Investment Trust	222	1.24
47,406	iShares UK Dividend	433	2.42
84,877	London (City of) Investment Trust	362	2.02
3,442	Rio Tinto	121	0.68
5,805	RWC Enhanced Income Fund	486	2.73
13,254	SPDR S&P UK Dividend Aristocrats	171	0.95
21,899	Standard Life	96	0.53
44,333	Vodafone	98	0.55
		<u>2,248</u>	<u>12.57</u>
	<b>Derivatives 0.06% (31/01/2017: 0.69%)</b>		
	<b>Contracts for Difference (0.02%) (31/01/2017: 0.16%)</b>		
	<b>Equity Contracts for Difference (0.02%) (31/01/2017: 0.16%)</b>		
1,038	Nikkei 225	(1)	(0.01)
99	S&P 500 Index	(3)	(0.01)
		<u>(4)</u>	<u>(0.02)</u>
	<b>Futures 0.16% (31/01/2017: (0.02%))</b>		
(2)	CME S&P 500 EMINI September 2017	(2)	(0.01)
(24)	EUX Euro Stoxx50 September 2017	27	0.15
(3)	ICE FTSE 100 September 2017	4	0.02
		<u>29</u>	<u>0.16</u>
	<b>Forward Foreign Exchange Contracts (0.08%) (31/01/2017: 0.55%)</b>		
	Buy GBP 1,422,030 : Sell EUR 1,616,108 August 2017	(23)	(0.13)
	Buy GBP 23,849 : Sell USD 31,182 August 2017 <sup>^</sup>	-	-
	Buy GBP 2,481,005 : Sell USD 3,258,009 August 2017	12	0.07
	Buy JPY 6,744,590 : Sell GBP 45,821 August 2017 <sup>^</sup>	-	-
	Buy USD 303,224 : Sell GBP 233,000 August 2017	(3)	(0.02)
		<u>(14)</u>	<u>(0.08)</u>
	<b>Investment assets including investment liabilities</b>	<b>16,783</b>	<b>93.81</b>
	Other net assets	1,108	6.19
	<b>Total net assets</b>	<b>17,891</b>	<b>100.00</b>

+ Related party to the fund

<sup>^</sup> Due to rounding to nearest £1,000

## Portfolio statement (continued)

Composition of portfolio	Market value £000	Percentage of total net assets %
<b>31/07/17</b>		
<b>Investments</b>		
Total equities	9,238	51.64
Total collective investment schemes	7,534	42.11
Total derivatives	11	0.06
<b>Investment assets including investment liabilities</b>	<b>16,783</b>	<b>93.81</b>
Other net assets	1,108	6.19
<b>Total net assets</b>	<b>17,891</b>	<b>100.00</b>
	<b>Market value £000</b>	<b>Percentage of total net assets %</b>
<b>31/01/17</b>		
<b>Investments</b>		
Total equities	6,724	46.17
Total collective investment schemes	5,915	40.62
Total derivatives	100	0.69
<b>Investment assets including investment liabilities</b>	<b>12,739</b>	<b>87.48</b>
Other net assets	1,824	12.52
<b>Total net assets</b>	<b>14,563</b>	<b>100.00</b>

The collective investment schemes held are approved regulated collective investment schemes within the meaning of the FCA rules. Exchange traded funds are listed on recognised stock exchanges.

## Statement of total return (unaudited) for the six months ended 31 July 2017

	31/07/17		31/07/16	
	£000	£000	£000	£000
Income				
Net capital gains		302		686
Revenue	368		268	
Expenses	(43)		(28)	
Interest payable and similar charges	(1)		-	
	<u>324</u>		<u>240</u>	
Taxation	(24)		(20)	
	<u>300</u>		<u>220</u>	
Net revenue after taxation		300		220
Total return before distributions		602		906
Distributions		(287)		(213)
<b>Change in net assets attributable to shareholders from investment activities</b>		<u>315</u>		<u>693</u>

## Statement of change in net assets attributable to shareholders

(unaudited) for the six months ended 31 July 2017

	31/07/17		31/07/16	
	£000	£000	£000	£000
<b>Opening net assets attributable to shareholders*</b>		<b>14,563</b>		<b>8,568</b>
Amounts receivable on issue of shares	5,577		3,414	
Amounts payable on cancellation of shares	(2,679)		(572)	
		2,898		2,842
Dilution adjustment		2		-
Change in net assets attributable to shareholders from investment activities		315		693
Retained distribution on accumulation shares		113		80
<b>Closing net assets attributable to shareholders</b>		<u><b>17,891</b></u>		<u><b>12,183</b></u>

\* The opening net assets attributable to shareholders for the current period do not equal the closing net assets attributable to the comparative period as they are not consecutive periods.

## Balance sheet (unaudited) as at 31 July 2017

	31/07/17 £000	31/01/17 £000
<b>Assets:</b>		
Investments	16,815	12,746
Current assets:		
Debtors	408	61
Cash and bank balances	233	149
Cash equivalents	996	1,757
<b>Total assets</b>	<b>18,452</b>	<b>14,713</b>
<b>Liabilities:</b>		
Investment liabilities	32	7
Provisions for liabilities	1	-
Creditors:		
Amounts held at derivatives clearing houses and brokers	31	6
Bank overdrafts	133	53
Distribution payable	34	35
Other creditors	330	49
<b>Total liabilities</b>	<b>561</b>	<b>150</b>
<b>Net assets attributable to shareholders</b>	<b>17,891</b>	<b>14,563</b>

## **Notes to the financial statements** for the six months ended 31 July 2017

### **Accounting policies**

The accounting policies, distribution policy and potential risks are consistent with those of the financial statements for the year ended 31 January 2017 and are described in those annual accounts.

## Distribution tables for the six months ended 31 July 2017 (in pence per share)

### Interim dividend distribution (accounting date 28 February 2017, paid on 31 March 2017)

Group 1: shares purchased prior to 1 February 2017

Group 2: shares purchased on or after 1 February 2017

	Distribution per share	Equalisation	Total distribution per share 31/03/17	Total distribution per share 31/03/16*
<b>Class I accumulation</b>				
Group 1	0.2956	-	0.2956	0.4163
Group 2	0.0144	0.2812	0.2956	0.4163
<b>Class I income</b>				
Group 1	0.2553	-	0.2553	0.3749
Group 2	0.0336	0.2217	0.2553	0.3749

\* Distribution is shown net of 10% notional tax credit.

### Interim dividend distribution (accounting date 31 March 2017, paid on 28 April 2017)

Group 1: shares purchased prior to 1 March 2017

Group 2: shares purchased on or after 1 March 2017

	Distribution per share	Equalisation	Total distribution per share 28/04/17	Total distribution per share 29/04/16
<b>Class I accumulation</b>				
Group 1	0.2927	-	0.2927	0.3028
Group 2	0.0809	0.2118	0.2927	0.3028
<b>Class I income</b>				
Group 1	0.2853	-	0.2853	0.3028
Group 2	0.0545	0.2308	0.2853	0.3028

### Interim dividend distribution (accounting date 30 April 2017, paid on 31 May 2017)

Group 1: shares purchased prior to 1 April 2017

Group 2: shares purchased on or after 1 April 2017

	Distribution per share	Equalisation	Total distribution per share 31/05/17	Total distribution per share 31/05/16
<b>Class I accumulation</b>				
Group 1	0.3443	-	0.3443	0.3273
Group 2	0.1084	0.2359	0.3443	0.3273
<b>Class I income</b>				
Group 1	0.3357	-	0.3357	0.3273
Group 2	0.1179	0.2178	0.3357	0.3273

## Distribution tables (continued)

### Interim dividend distribution (accounting date 31 May 2017, paid on 30 June 2017)

Group 1: shares purchased prior to 1 May 2017

Group 2: shares purchased on or after 1 May 2017

	Distribution per share	Equalisation	Total distribution per share 30/06/17	Total distribution per share 30/06/16
<b>Class I accumulation</b>				
Group 1	0.3443	-	0.3443	0.3273
Group 2	-	0.3443	0.3443	0.3273
<b>Class I income</b>				
Group 1	0.3357	-	0.3357	0.3273
Group 2	0.0952	0.2405	0.3357	0.3273

### Interim dividend distribution (accounting date 30 June 2017, paid on 31 July 2017)

Group 1: shares purchased prior to 1 June 2017

Group 2: shares purchased on or after 1 June 2017

	Distribution per share	Equalisation	Total distribution per share 31/07/17	Total distribution per share 29/07/16
<b>Class I accumulation</b>				
Group 1	0.3443	-	0.3443	0.3273
Group 2	0.1265	0.2178	0.3443	0.3273
<b>Class I income</b>				
Group 1	0.3357	-	0.3357	0.3273
Group 2	-	0.3357	0.3357	0.3273

### Interim dividend distribution (accounting date 31 July 2017, paid on 31 August 2017)

Group 1: shares purchased prior to 1 July 2017

Group 2: shares purchased on or after 1 July 2017

	Distribution per share	Equalisation	Total distribution per share 31/08/17	Total distribution per share 31/08/16
<b>Class I accumulation</b>				
Group 1	0.3443	-	0.3443	0.3273
Group 2	-	0.3443	0.3443	0.3273
<b>Class I income</b>				
Group 1	0.3357	-	0.3357	0.3273
Group 2	-	0.3357	0.3357	0.3273



# Henderson Core 5 Income Fund

## Authorised Corporate Director's report

### Investment Fund Managers

Henderson Multi-Asset Team

### Investment objective and policy

The fund aims to provide a sustainably high income return with the prospect for some capital growth whilst maintaining a moderate level of volatility (variation of returns) over the medium to long term. The fund is managed so that it aims not to deviate from predetermined parameters of forecast volatility, as measured by an independent risk rating body, over a medium to long term rolling period of at least 5 years. However, during this period the FUND's forecast volatility may be outside of such parameters if the portfolio manager believes it is expedient to do so in order to improve investment performance. Observing the forecast volatility parameters will be prioritised over the generation of income. The fund will invest in a combination of transferable securities, fixed income securities, investment companies, collective investment schemes, exchange traded funds (ETFs), money market instruments, deposits, cash and near cash. Derivatives and forward transactions may be used by the fund for investment purposes to achieve asset allocation and for the purposes of efficient portfolio management.

### Performance summary

#### Cumulative performance

	Six months 31 Jan 17 - 31 Jul 17 %	One year 31 Jul 16 - 31 Jul 17 %	Since launch 24 Sep 12 - 31 Jul 17 %
<b>Henderson Core 5 Income Fund</b>	4.6	10.3	43.6

#### Discrete performance

	31 Jul 16 - 31 Jul 17 %	31 Jul 15 - 31 Jul 16 %	31 Jul 14 - 31 Jul 15 %	31 Jul 13 - 31 Jul 14 %
<b>Henderson Core 5 Income Fund</b>	10.3	6.7	3.3	4.3

Source: Morningstar - Bid to bid and net of fees as at 12 noon valuation point, GBP, based on performance of Class I income.

Please remember that past performance is not a guide to future performance. The value of an investment and the revenue from it can fall as well as rise as a result of market and currency fluctuations and you may not get back the amount originally invested.

### Significant portfolio changes for the six months ended 31 July 2017

Largest purchases	£000	Largest sales	£000
iShares UK Gilts	504	iShares Euro Dividend	466
iShares Euro Dividend	489	iShares II USD TIPS ETF	369
SPDR S&P UK Dividend Aristocrats	443	iShares USD Corporate Bond UCITS ETF	255
SSGA SPDR Barclays Capital UK Corporate Bond Fund	383	SPDR S&P UK Dividend Aristocrats	208
iShares UK Dividend	376	iShares II USD High Yield Corporate Bond	205
SPDR Barclays US TIPS UCITS ETF	370	Carador Income Fund 'C'	190
SPDR Barclays Emerging Markets Local Bond UCITS ETF	336	iShares Euro High Yield Corporate Bond	159
iShares JPMorgan EM Local Government Bond UCITS ETF	333	British American Tobacco	153
Invesco Income Growth Investment Trust	315	iShares UK Dividend	128
Lyxor Asset Management	301	NB Private Equity Partners Fund	108
<b>Total purchases</b>	<b>9,025</b>	<b>Total sales</b>	<b>2,588</b>

### Investment review

The fund returned 4.6% over the period.

Strong positive performance contribution was delivered throughout the underlying portfolio across the multi-asset and multi-instrument holdings. The one exception to this dynamic of positive performance was the commodities universe, but this diversification did not detract from the strong returns delivered by other assets.

International equity holdings benefited from region-specific dynamics and sterling weakness towards the end of the period. The Henderson Asian Dividend Income Fund performed well, as previously unloved cyclical emerging market stocks saw a reversal in investor sentiment. US equities continued to reach record highs as markets rewarded positive earnings growth, which was captured by the S&P 500 CFD (Contracts for Difference) and the direct holding in Microsoft. UK equity holdings saw international revenue streams perform strongly following the European Union referendum, which supported large cap holdings, including the City of London Investment Trust and direct holdings in Vodafone and Rio Tinto.

Elsewhere, market volatility (sharper fluctuations in prices) led to high duration assets (duration is a measure of interest rate sensitivity) faring particularly well over the period as political uncertainty and softer inflation prints allowed yields to fall (prices move inversely to yields) and spreads to tighten. The iShares Core UK Gilt Exchange Traded Fund (ETF) and the SPDR Barclays Sterling Corporate Bond ETF both benefited from the dual elements of this dynamic, while higher-risk fixed instruments such as the iShares USD High Yield Corporate Bond also delivered substantial returns. Emerging market bonds saw a rotation in investor sentiment and experienced strong performance. This environment presented a good opportunity for positive returns from strategic bond funds, with the Henderson Fixed Interest Monthly Income Fund participating in the general fixed income rally.

Alternative asset classes were mixed over the period. Overall, investors saw strong performance in terms of net asset value and the tightening of discounts, with both the Princess Private Equity Trust and the Picton Property Income Trust delivering positive returns. Commodities and commodity producers had a tougher time but continue to offer protection against a potential inflationary surprise.

The headline asset allocation of the fund was broadly unchanged over the course of the period, but political and market volatility delivered opportunities to adjust the underlying shape of the equity allocation. New positions were added in the SPDR UK Dividend Aristocrats ETF and the Invesco Income Growth Trust. European equities were increased through the iShares Euro Stoxx Select Dividend 30 ETF, which was partly funded by selling the FTSE 100 and S&P 500 futures.

In alternatives, a new holding was added in the Private Rental Sector Real Estate Investment Trust, an investment trust that offers a competitive initial yield and opportunities for the development of affordable rental properties with government support. Elsewhere, a holding in HICL Infrastructure was opened and positions were increased in structured fixed income strategies such as Blackstone GSO Loan Financing Trust.

As with the equity allocation, the position in fixed income was unchanged at the aggregate level but saw a significant rotation in underlying holdings. The performance of credit and high yield continued to be relatively resilient despite volatility in spreads, which presented opportunities to take profits and add a position in the iShares EM Local Government Bond ETF.

Our view remains constructive. We retain a strong preference for equities over bonds and continue to hold a more cyclical tilt to many of our regional equity allocations. However, we are cognisant that markets have priced in plenty of good news already. We believe that continued economic and earnings data will naturally slow as time progresses. One of the key questions for the rest of the year will be the extent to which bond and equity markets can withstand a gradual reduction in monetary stimulus, which has helped to support markets in recent years.

## Comparative tables for the six months ended 31 July 2017

Class A accumulation				
	31/07/17 (pence per share)	31/01/17 (pence per share)	31/01/16 (pence per share)	31/01/15 (pence per share)
<b>Change in net assets per share</b>				
Opening net asset value per share	66.78	57.77	60.56	55.45
Return before operating charges*	3.40	9.82	(2.01)	5.94
Operating charges	(0.46)	(0.81)	(0.78)	(0.83)
Return after operating charges*	2.94	9.01	(2.79)	5.11
Distributions on accumulation shares	(1.17)	(2.46)	(2.29)	(2.38)
Retained distributions on accumulation shares	1.17	2.46	2.29	2.38
Closing net asset value per share	69.72	66.78	57.77	60.56
* after direct transaction costs of:	0.03	0.06	0.07	0.09
<b>Performance</b>				
Return after charges	4.40%	15.60%	(4.61%)	9.22%
<b>Other information</b>				
Closing net asset value (£000s)	136	161	247	209
Closing number of shares	194,646	241,574	428,314	345,180
Operating charges (annualised)	1.35%	1.31%	1.38%	1.41%
Direct transaction costs	0.05%	0.09%	0.12%	0.16%
<b>Prices</b>				
Highest share price (pence)	70.41	67.67	63.09	61.20
Lowest share price (pence)	66.79	55.77	56.26	55.41

Class A income				
	31/07/17 (pence per share)	31/01/17 (pence per share)	31/01/16 (pence per share)	31/01/15 (pence per share)
<b>Change in net assets per share</b>				
Opening net asset value per share	55.77	50.41	55.42	52.84
Return before operating charges*	2.86	8.44	(2.05)	5.70
Operating charges	(0.38)	(0.70)	(0.70)	(0.77)
Return after operating charges*	2.48	7.74	(2.75)	4.93
Distributions on income shares	(1.11)	(2.38)	(2.26)	(2.35)
Closing net asset value per share	57.14	55.77	50.41	55.42
* after direct transaction costs of:	0.03	0.05	0.07	0.09
<b>Performance</b>				
Return after charges	4.45%	15.35%	(4.96%)	9.33%
<b>Other information</b>				
Closing net asset value (£000s)	285	256	267	241
Closing number of shares	499,570	458,468	530,025	434,908
Operating charges (annualised)	1.35%	1.31%	1.38%	1.41%
Direct transaction costs	0.05%	0.09%	0.12%	0.16%
<b>Prices</b>				
Highest share price (pence)	58.07	56.80	57.07	56.00
Lowest share price (pence)	55.76	48.67	49.28	52.54

## Comparative tables for the six months ended 31 July 2017

	Class I accumulation			
	31/07/17 (pence per share)	31/01/17 (pence per share)	31/01/16 (pence per share)	31/01/15 (pence per share)
<b>Change in net assets per share</b>				
Opening net asset value per share	136.35	117.39	122.45	111.55
Return before operating charges*	6.89	19.89	(4.20)	11.86
Operating charges	(0.52)	(0.93)	(0.86)	(0.96)
Return after operating charges*	6.37	18.96	(5.06)	10.90
Distributions on accumulation shares	(2.37)	(4.99)	(4.54)	(4.70)
Retained distributions on accumulation shares	2.37	4.99	4.54	4.70
Closing net asset value per share	142.72	136.35	117.39	122.45
* after direct transaction costs of:	0.07	0.12	0.15	0.19
<b>Performance</b>				
Return after charges	4.67%	16.15%	(4.13%)	9.77%
<b>Other information</b>				
Closing net asset value (£000s)	12,250	9,223	3,402	1,758
Closing number of shares	8,582,686	6,764,184	2,897,591	1,435,828
Operating charges (annualised)	0.75%	0.72%	0.78%	0.81%
Direct transaction costs	0.05%	0.09%	0.12%	0.16%
<b>Prices</b>				
Highest share price (pence)	144.00	138.10	127.70	123.80
Lowest share price (pence)	136.40	113.40	114.30	111.60

	Class I income			
	31/07/17 (pence per share)	31/01/17 (pence per share)	31/01/16 (pence per share)	31/01/15 (pence per share)
<b>Change in net assets per share</b>				
Opening net asset value per share	114.08	102.60	112.06	106.31
Return before operating charges*	5.80	17.08	(4.20)	11.29
Operating charges	(0.43)	(0.79)	(0.77)	(0.89)
Return after operating charges*	5.37	16.29	(4.97)	10.40
Distributions on income shares	(2.24)	(4.81)	(4.49)	(4.65)
Closing net asset value per share	117.21	114.08	102.60	112.06
* after direct transaction costs of:	0.06	0.10	0.13	0.17
<b>Performance</b>				
Return after charges	4.71%	15.88%	(4.44%)	9.78%
<b>Other information</b>				
Closing net asset value (£000s)	13,575	10,982	5,754	3,582
Closing number of shares	11,581,655	9,626,495	5,607,844	3,196,063
Operating charges (annualised)	0.75%	0.72%	0.78%	0.81%
Direct transaction costs	0.05%	0.09%	0.12%	0.16%
<b>Prices</b>				
Highest share price (pence)	119.10	116.20	115.60	113.30
Lowest share price (pence)	114.10	99.08	100.20	105.80

Performance values are at close of business and may differ from the performance summary.

### Operating charges

Operating charges are expenses associated with the maintenance and administration of the fund on a day-to-day basis that are actually borne by the share class.

### Share class launches and closures

There were no share classes launched or closed in the period.

## Ongoing charge figure

The annualised ongoing charge figure (OCF) of the fund is calculated as the ratio of the total ongoing charges to the average net asset value for twelve months. Ongoing charges are all expenses deducted from the assets of the fund during the period, except for expenses that are explicitly excluded by regulation.

	31/07/17 %	31/01/17 %
<b>Class A</b>	1.35	1.31
<b>Class I</b>	0.75	0.72

The OCF includes a synthetic element of 0.19% (31/01/17: 0.18%) to incorporate the OCF of underlying funds.

The ACD made a contribution to limit the fund's OCF ratio.

The OCF is calculated in accordance with guidelines issued by the European Securities and Markets Authority (ESMA).

The fund is a non-UCITS fund and we have used this disclosure to enable comparison across our fund range.

## Risk and reward profile

The fund currently has 4 types of share class in issue: A accumulation, A income, I accumulation and I income. The risk and reward profile of each type of share class is as follows:

Typically Lower potential risk/reward				Typically Higher potential risk/reward		
←				→		
Lower Risk				Higher Risk		
1	2	3	4	5	6	7

The Synthetic Risk and Reward Indicator (SRRI) is calculated based on historical volatility over a rolling 5\* year period, it is reviewed monthly and updated if volatility has changed materially to cause a movement in the SRRI level. The SRRI is an indicator and may not accurately reflect future volatility and market conditions. The value of an investment in the fund can go up or down. When you sell your shares they may be worth less than you paid for them. The risk/reward rating above is based on medium-term volatility. In the future, the fund's actual volatility could be higher or lower and its rated risk/reward level could change.

The share classes appear at 5 out of 7. Share classes in higher categories have shown greater and/or more frequent variations in share price in the past 5 years than those in lower categories. The lowest category does not mean risk free.

The Fund targets a risk profile of 5 as calculated by Distribution Technology who is engaged by Janus Henderson Investors as an independent provider of risk profiling tools to funds and investment advisers. Distribution Technology profiles funds using a rating scale of 1-10 and takes into consideration risk targets and other factors as well as past data. Investors should note that the Distribution Technology risk profile is different to the "Risk and Reward Profile" scale above, which is an industry standard required by the FCA using a scale of 1-7 and which only takes into account past data.

For further information on the Distribution Technology risk profile please contact us or refer to the Fund's prospectus.

The rating does not reflect the possible effects of unusual market conditions or large unpredictable events. Under normal market conditions the following risks may apply:

**Active management risk** Active management techniques that have worked well in normal market conditions could prove ineffective or detrimental at other times.

**Collective investment scheme risk** The fund may invest in other types of collective investment schemes which can involve different risks to investing directly in the underlying assets. Such schemes may increase risk due to investment in risky assets such as property or commodities, restrictions on withdrawals, less strict regulation and use of derivatives. The value of your investment may fall as a result.

**Counterparty risk** The fund could lose money if a counterparty with which it trades becomes unwilling or unable to meet its obligations to the fund.

**Derivatives risk** Derivatives use exposes the fund to risks different from, and potentially greater than, the risks associated with investing directly in securities and may therefore result in additional loss, which could be significantly greater than the cost of the derivative.

**Exchange rate risk** Changes in currency exchange rates may cause the value of your investment and any income from it to rise or fall.

**Hedging risk** Measures designed to reduce the impact of certain risks may not be available or may be ineffective.

**Leverage risk** Leverage arises from entering into contracts or derivatives whose terms have the effect of magnifying an outcome, meaning profits and losses from investment can be greater.

**Liquidity risk** Any security could become hard to value or to sell at a desired time and price, increasing the risk of investment losses.

The full list of the fund's risks are contained in the "Risk Warnings" section of the fund's prospectus.

There have been no changes to the risk rating in the period.

The SRRI conforms to the ESMA guidelines for the calculation of the SRRI.

This fund is a non-UCITS retail fund and we have adopted this disclosure to enable comparison across our fund range.

\*The fund was launched on 24 September 2012, therefore, the SRRI is calculated based on historical volatility over a rolling period since inception.

## Portfolio statement as at 31 July 2017

Holding	Investment	Market value £000	Percentage of total net assets %
<b>Alternatives 3.53% (31/01/2017: 1.86%)</b>			
182,185	Foresight Solar Fund	206	0.79
64,490	Greencoat UK Wind	80	0.30
161,832	HICL Infrastructure	259	0.98
113,643	International Public Partnerships	183	0.70
182,108	Renewables Infrastructure	200	0.76
		<u>928</u>	<u>3.53</u>
<b>Asia Ex Japan Equity 6.07% (31/01/2017: 6.09%)</b>			
725,119	Henderson Asian Dividend Income Unit Trust+	795	3.03
208,153	Schroder Oriental Income Fund	527	2.01
9,941	Taiwan Semiconductor Manufacturing ADS	271	1.03
		<u>1,593</u>	<u>6.07</u>
<b>Commodities 2.33% (31/01/2017: 3.08%)</b>			
125,242	BlackRock Commodities Income Investment Trust	89	0.34
5,648	ETFS Physical Gold	522	1.99
		<u>611</u>	<u>2.33</u>
<b>Diversified Bonds 6.27% (31/01/2017: 6.87%)</b>			
7,283,763	Henderson Fixed Interest Monthly Income Fund A+	1,646	6.27
<b>Emerging Market Bonds 1.69% (31/01/2017: 0.00%)</b>			
2,823	BlackRock Emerging Markets Flexi Dynamic Bond Fund	206	0.79
4,783	iShares JPMorgan EM Local Government Bond UCITS ETF	239	0.90
		<u>445</u>	<u>1.69</u>
<b>Europe ex UK Equity 16.12% (31/01/2017: 13.68%)</b>			
248,171	BlackRock Continental European Income Fund	377	1.44
11,418	Deutsche Post	335	1.27
6,910	Eurocommercial Properties	211	0.80
35,276	ING	500	1.91
266,424	Invesco Perpetual European Equity Income Fund	402	1.53
20,108	iShares Euro Dividend	400	1.52
4,654	Novartis	301	1.15
24,422	Orange	311	1.18
19,628	RELX	312	1.19
1,421	Roche Holdings	273	1.04
1,805	Sanofi	130	0.50
4,888	Total	188	0.72
16,454	WisdomTree Europe SmallCap Dividend Fund	257	0.98
1,007	Zurich Insurance	233	0.89
		<u>4,230</u>	<u>16.12</u>
<b>Global Emerging Market Equity 3.53% (31/01/2017: 2.87%)</b>			
265,897	Chenavari Capital Solutions	239	0.91
542,914	JPMorgan Global Emerging Markets Fund	687	2.62
		<u>926</u>	<u>3.53</u>
<b>Global Equity 0.98% (31/01/2017: 1.00%)</b>			
257,464	Artemis Global Income Unit Trust	258	0.98

## Portfolio statement (continued)

Holding	Investment	Market value £000	Percentage of total net assets %
<b>Government Bonds 7.21% (31/01/2017: 4.79%)</b>			
4,006	iShares JPMorgan USD Emerging Markets Bond UCITS ETF	346	1.32
64,683	iShares UK Gilts	848	3.24
5,896	SPDR Barclays Emerging Markets Local Bond UCITS ETF	341	1.30
15,168	SPDR Barclays US TIPS UCITS ETF	356	1.35
		<u>1,891</u>	<u>7.21</u>
<b>High Yield Bonds 10.23% (31/01/2017: 13.01%)</b>			
845,344	AXA US Short Duration High Yield Bond Fund	815	3.10
225,773	Blackstone	203	0.77
782,235	Carador Income Fund 'C'	418	1.59
15,351	CVC Credit Partners European Opportunities	17	0.07
6,261	Henderson Horizon Global High Yield Bond Z3 Income+	692	2.64
446	iShares Euro High Yield Corporate Bond	43	0.16
400	iShares II USD High Yield Corporate Bond	32	0.12
309,820	NB Global Floating Rate Income Fund	294	1.12
186,030	UK Mortgages	172	0.66
		<u>2,686</u>	<u>10.23</u>
<b>Investment Grade Bonds 7.71% (31/01/2017: 7.47%)</b>			
7,186	iShares IV USD Short Duration Corporate Bond UCITS	553	2.11
2,042	iShares Markit iBoxx Corporate Bond 1-5 years	219	0.84
4,335	iShares USD Corporate Bond UCITS ETF	383	1.46
14,037	SSGA SPDR Barclays Capital UK Corporate Bond Fund	869	3.30
		<u>2,024</u>	<u>7.71</u>
<b>Japan Equity 1.21% (31/01/2017: 1.47%)</b>			
90,653	CF Morant Wright Nippon Yield	317	1.21
<b>North America Equity 4.39% (31/01/2017: 5.53%)</b>			
3,445	Chevron	285	1.09
10,850	General Electric Capital	211	0.80
7,764	Microsoft	429	1.63
6,186	Verizon Communications	227	0.87
		<u>1,152</u>	<u>4.39</u>
<b>Private Equity 1.22% (31/01/2017: 2.06%)</b>			
18,829	NB Private Equity Partners 'A'	193	0.74
13,918	Princess Private Equity Holdings	126	0.48
		<u>319</u>	<u>1.22</u>
<b>Property 5.67% (31/01/2017: 4.44%)</b>			
114,480	Ediston Property Investment	129	0.49
551,666	Henderson UK Property PAIF Z Income+	582	2.23
281,799	Picton Property Income	242	0.92
297,893	The PRS REIT	310	1.18
247,350	UK Commercial Property Trust	224	0.85
		<u>1,487</u>	<u>5.67</u>



## Portfolio statement (continued)

Holding	Investment	Market value £000	Percentage of total net assets %
<b>Specialist Equity 2.73% (31/01/2017: 1.97%)</b>			
3,936	Lyxor Asset Management	489	1.86
18,255	Murray International Trust	229	0.87
		<u>718</u>	<u>2.73</u>
<b>UK Equity 13.71% (31/01/2017: 10.95%)</b>			
5,506	British American Tobacco	260	0.99
291,574	Henderson Institutional High Alpha UK Equity Fund I Income+	456	1.74
108,636	Invesco Income Growth Investment Trust	322	1.23
90,543	iShares UK Dividend	828	3.15
30,342	London (City of) Investment Trust	129	0.49
6,874	Rio Tinto	242	0.92
8,799	RWC Enhanced Income Fund	737	2.81
18,414	SPDR S&P UK Dividend Aristocrats	237	0.90
43,651	Standard Life	190	0.73
88,360	Vodafone	196	0.75
		<u>3,597</u>	<u>13.71</u>
<b>Derivatives 0.27% (31/01/2017: 0.64%)</b>			
<b>Contracts for Difference 0.21% (31/01/2017: 0.25%)</b>			
<b>Equity Contracts for Difference 0.21% (31/01/2017: 0.25%)</b>			
2,409	Nikkei 225	(3)	(0.01)
244	S&P 500 Index	59	0.22
		<u>56</u>	<u>0.21</u>
<b>Futures 0.12% (31/01/2017: (0.02%))</b>			
(3)	CME S&P 500 EMINI September 2017	(3)	(0.01)
(25)	EUX Euro Stoxx50 September 2017	28	0.10
(5)	ICE FTSE 100 September 2017	7	0.03
		<u>32</u>	<u>0.12</u>
<b>Forward Foreign Exchange Contracts (0.06%) (31/01/2017: 0.41%)</b>			
	Buy GBP 1,970,771 : Sell EUR 2,239,740 August 2017	(33)	(0.12)
	Buy GBP 3,045,477 : Sell USD 3,999,263 August 2017	15	0.06
	Buy GBP 52,536 : Sell USD 68,691 August 2017^	-	-
	Buy JPY 16,300,505 : Sell GBP 110,742 August 2017	1	-
		<u>(17)</u>	<u>(0.06)</u>
<b>Investment assets including investment liabilities</b>		<b>24,899</b>	<b>94.87</b>
Other net assets		1,347	5.13
<b>Total net assets</b>		<b>26,246</b>	<b>100.00</b>

+ Related party to the fund

^ Due to rounding to nearest £1,000

## Portfolio statement (continued)

### Composition of Portfolio

	Market value £000	Percentage of total net assets %
<b>31/07/17</b>		
<b>Investments</b>		
Total collective investment schemes	10,582	40.32
Total equities	14,246	54.28
Total derivatives	71	0.27
<b>Investment assets including investment liabilities</b>	<b>24,899</b>	<b>94.87</b>
Other net assets	1,347	5.13
<b>Total net assets</b>	<b>26,246</b>	<b>100.00</b>

	Market value £000	Percentage of total net assets %
<b>31/01/17</b>		
<b>Investments</b>		
Total collective investment schemes	7,840	38.02
Total equities	10,129	49.12
Total derivatives	132	0.64
<b>Investment assets including investment liabilities</b>	<b>18,101</b>	<b>87.78</b>
Other net assets	2,521	12.22
<b>Total net assets</b>	<b>20,622</b>	<b>100.00</b>

The collective investment schemes held are approved regulated collective investment schemes within the meaning of the FCA rules.  
Exchange traded funds are listed on recognised stock exchanges.

## Statement of total return (unaudited) for the six months ended 31 July 2017

	31/07/17		31/07/16	
	£000	£000	£000	£000
Income				
Net capital gains		580		855
Revenue	535		291	
Expenses	(63)		(30)	
Net revenue before taxation	472		261	
Taxation	(31)		(19)	
Net revenue after taxation		441		242
Total return before distributions		1,021		1,097
Distributions		(420)		(224)
<b>Change in net assets attributable to shareholders from investment activities</b>		<b>601</b>		<b>873</b>

## Statement of change in net assets attributable to shareholders

(unaudited) for the six months ended 31 July 2017

	31/07/17		31/07/16	
	£000	£000	£000	£000
<b>Opening net assets attributable to shareholders*</b>		<b>20,622</b>		<b>9,670</b>
Amounts receivable on issue of shares	6,306		2,981	
Amounts payable on cancellation of shares	(1,474)		(1,194)	
		4,832		1,787
Change in net assets attributable to shareholders from investment activities		601		873
Retained distribution on accumulation shares		191		77
<b>Closing net assets attributable to shareholders</b>		<b>26,246</b>		<b>12,407</b>

\* The opening net assets attributable to shareholders for the current period do not equal the closing net assets attributable for the comparative period as they are not consecutive periods.

## Balance sheet (unaudited) as at 31 July 2017

	31/07/17 £000	31/01/17 £000
<b>Assets:</b>		
Investments	24,938	18,113
Current assets:		
Debtors	420	209
Cash and bank balances	330	247
Cash equivalents	1,010	2,337
<b>Total assets</b>	<b>26,698</b>	<b>20,906</b>
<b>Liabilities:</b>		
Investment liabilities	39	12
Provisions for liabilities	1	-
Creditors:		
Amounts held at derivatives clearing houses and brokers	36	-
Bank overdrafts	160	146
Distribution payable	47	60
Other creditors	169	66
<b>Total liabilities</b>	<b>452</b>	<b>284</b>
<b>Net assets attributable to shareholders</b>	<b>26,246</b>	<b>20,622</b>

## **Notes to the financial statements** for the six months ended 31 July 2017

### **Accounting policies**

The accounting policies, distribution policy and potential risks are consistent with those of the financial statements for the year ended 31 January 2017 and are described in those annual accounts.

## Distribution tables for the six months ended 31 July 2017 (in pence per share)

### Interim dividend distribution (accounting date 28 February 2017, paid on 31 March 2017)

Group 1: shares purchased prior to 1 February 2017

Group 2: shares purchased on or after 1 February 2017

	Distribution per share	Equalisation	Total distribution per share 31/03/17	Total distribution per share 31/03/16*
<b>Class A accumulation</b>				
Group 1	0.1785	-	0.1785	0.2352
Group 2	0.0682	0.1103	0.1785	0.2352
<b>Class A income</b>				
Group 1	0.1491	-	0.1491	0.2052
Group 2	0.0574	0.0917	0.1491	0.2052
<b>Class I accumulation</b>				
Group 1	0.3495	-	0.3495	0.4770
Group 2	0.0160	0.3335	0.3495	0.4770
<b>Class I income</b>				
Group 1	0.2924	-	0.2924	0.4169
Group 2	0.0531	0.2393	0.2924	0.4169

\* Distribution is shown net of 10% notional tax credit.

### Interim dividend distribution (accounting date 31 March 2017, paid on 28 April 2017)

Group 1: shares purchased prior to 1 March 2017

Group 2: shares purchased on or after 1 March 2017

	Distribution per share	Equalisation	Total distribution per share 28/04/17	Total distribution per share 29/04/16
<b>Class A accumulation</b>				
Group 1	0.1742	-	0.1742	0.1797
Group 2	0.0976	0.0766	0.1742	0.1797
<b>Class A income</b>				
Group 1	0.1683	-	0.1683	0.1797
Group 2	0.1061	0.0622	0.1683	0.1797
<b>Class I accumulation</b>				
Group 1	0.3533	-	0.3533	0.3619
Group 2	0.1751	0.1782	0.3533	0.3619
<b>Class I income</b>				
Group 1	0.3409	-	0.3409	0.3619
Group 2	0.0265	0.3144	0.3409	0.3619

## Distribution tables (continued)

### Interim dividend distribution (accounting date 30 April 2017, paid on 31 May 2017)

Group 1: shares purchased prior to 1 April 2017

Group 2: shares purchased on or after 1 April 2017

	Distribution per share	Equalisation	Total Distribution per share 31/05/17	Total Distribution per share 31/05/16
<b>Class A accumulation</b>				
Group 1	0.2050	-	0.2050	0.1903
Group 2	-	0.2050	0.2050	0.1903
<b>Class A income</b>				
Group 1	0.1980	-	0.1980	0.1903
Group 2	0.0573	0.1407	0.1980	0.1903
<b>Class I accumulation</b>				
Group 1	0.4156	-	0.4156	0.3806
Group 2	0.2220	0.3934	0.4156	0.3806
<b>Class I income</b>				
Group 1	0.4011	-	0.4011	0.3806
Group 2	0.0821	0.3190	0.4011	0.3806

### Interim dividend distribution (accounting date 31 May 2017, paid on 29 June 2017)

Group 1: shares purchased prior to 1 May 2017

Group 2: shares purchased on or after 1 May 2017

	Distribution per share	Equalisation	Total Distribution per share 29/06/17	Total Distribution per share 30/06/16
<b>Class A accumulation</b>				
Group 1	0.2050	-	0.2050	0.1903
Group 2	-	0.2050	0.2050	0.1903
<b>Class A income</b>				
Group 1	0.1980	-	0.1980	0.1903
Group 2	0.0629	0.1351	0.1980	0.1903
<b>Class I accumulation</b>				
Group 1	0.4156	-	0.4156	0.3806
Group 2	-	0.4156	0.4156	0.3806
<b>Class I income</b>				
Group 1	0.4011	-	0.4011	0.3806
Group 2	0.0445	0.3566	0.4011	0.3806

## Distribution tables (continued)

### Interim dividend distribution (accounting date 30 June 2017, paid on 28 July 2017)

Group 1: shares purchased prior to 1 June 2017

Group 2: shares purchased on or after 1 June 2017

	Distribution per share	Equalisation	Total Distribution per share 28/07/17	Total Distribution per share 29/07/16
<b>Class A accumulation</b>				
Group 1	0.2050	-	0.2050	0.1903
Group 2	0.1194	0.0856	0.2050	0.1903
<b>Class A income</b>				
Group 1	0.1980	-	0.1980	0.1903
Group 2	0.1022	0.0958	0.1980	0.1903
<b>Class I accumulation</b>				
Group 1	0.4156	-	0.4156	0.3806
Group 2	0.0597	0.3559	0.4156	0.3806
<b>Class I income</b>				
Group 1	0.4011	-	0.4011	0.3806
Group 2	-	0.4011	0.4011	0.3806

### Interim dividend distribution (accounting date 31 July 2017, paid on 31 August 2017)

Group 1: shares purchased prior to 1 July 2017

Group 2: shares purchased on or after 1 July 2017

	Distribution per share	Equalisation	Total Distribution per share 31/08/17	Total Distribution per share 31/08/16
<b>Class A accumulation</b>				
Group 1	0.2050	-	0.2050	0.1903
Group 2	-	0.2050	0.2050	0.1903
<b>Class A income</b>				
Group 1	0.1980	-	0.1980	0.1903
Group 2	-	0.1980	0.1980	0.1903
<b>Class I accumulation</b>				
Group 1	0.4156	-	0.4156	0.3806
Group 2	-	0.4156	0.4156	0.3806
<b>Class I income</b>				
Group 1	0.4011	-	0.4011	0.3806
Group 2	-	0.4011	0.4011	0.3806



# Henderson Core 6 Income & Growth Fund

## Authorised Corporate Director's report

### Investment Fund Managers

Henderson Multi-Asset Team

### Investment objective and policy

To provide a sustainable income return with the prospect for capital growth whilst maintaining a moderately high level of volatility (variation of returns) over the medium to long term. The fund is managed so that it aims not to deviate from predetermined parameters of forecast volatility, as measured by an independent risk rating body, over a medium to long term rolling period of at least 5 years. However, during this period the fund's forecast volatility may be outside of such parameters if the portfolio manager believes it is expedient to do so in order to improve investment performance. Observing the forecast volatility parameters will be prioritised over the generation of income and capital growth. The fund will invest in a combination of transferable securities, fixed income securities, investment companies, collective investment schemes, exchange traded funds (ETFs), money market instruments, deposits, cash and near cash. Derivatives and forward transactions may be used by the fund for investment purposes to achieve asset allocation and for the purposes of efficient portfolio management.

### Performance summary

#### Cumulative performance

	Six months	One year	Since launch
	31 Jan 17 - 31 July 17	31 July 16 - 31 July 17	10 May 13 - 31 July 17
	%	%	%
<b>Henderson Core 6 Income &amp; Growth Fund</b>	5.6	12.8	30.6

#### Discrete performance

	31 Jul 16 - 31 Jul 17	31 Jul 15 - 31 Jul 16	31 Jul 14 - 31 Jul 15	31 Jul 13 - 31 Jul 14
	%	%	%	%
<b>Henderson Core 6 Income &amp; Growth Fund</b>	12.8	7.8	3.1	4.9

Source: Morningstar - Bid to Bid and net of fees as at 12 noon valuation point, GBP, based on performance of Class I income.

Please remember that past performance is not a guide to future performance. The value of an investment and the revenue from it can fall as well as rise as a result of market and currency fluctuations and you may not get back the amount originally invested.

### Significant portfolio changes for the six months ended 31 July 2017

Largest purchases	£000	Largest sales	£000
iShares Euro Dividend	161	iShares Euro Dividend	72
iShares UK Gilts	148	iShares USD Corporate Bond UCITS ETF	70
SPDR S&P UK Dividend Aristocrats	122	iShares II USD High Yield Corporate Bond	58
iShares JPMorgan EM Local Government Bond UCITS ETF	110	SPDR S&P UK Dividend Aristocrats	58
SSGA SPDR Barclays Capital UK Corporate Bond Fund	107	NB Private Equity Partners Fund	48
Invesco Income Growth Investment Trust	94	iShares Euro High Yield Corporate Bond	44
SPDR Barclays Emerging Markets Local Bond UCITS ETF	92	British American Tobacco ADR	43
The PRS REIT	88	Synchrony Financial	26
WisdomTree Europe SmallCap Dividend Fund	85	Princess Private Equity Holdings	24
HICL Infrastructure	72	iShares JPMorgan EM Local Government Bond UCITS ETF	15
<b>Total purchases</b>	<b>2,408</b>	<b>Total sales</b>	<b>458</b>

All sales have been included.

### Investment review

The fund returned 5.6% over the period.

Strong positive performance contribution was delivered throughout the underlying portfolio across the multi-asset and multi-instrument holdings. The one exception to this dynamic of positive performance was the commodities universe, but this diversification did not detract from the strong returns delivered by other assets.

International equity holdings benefited from region-specific dynamics and sterling weakness towards the end of the period. The Invesco Perpetual European Income Fund performed well as previously unloved financials saw a reversal in investor sentiment. US equities continued to reach record highs as markets rewarded positive earnings growth, which was captured by the S&P 500 CFD (Contracts for Difference) and the direct holding in Microsoft. UK equity holdings saw international revenue streams perform strongly following the European Union referendum, which supported large cap holdings including the City of London Investment Trust and direct holdings in Vodafone and Rio Tinto.

Elsewhere, market volatility (sharper fluctuations in prices) led to high duration assets (duration is a measure of interest rate sensitivity) faring particularly well over the period, as political uncertainty and softer inflation prints allowed yields to fall (prices move inversely to yields) and spreads to tighten. The iShares Core UK Gilt Exchange Traded Fund (ETF) and the SPDR Barclays Sterling Corporate Bond ETF both benefitted from the dual elements of this dynamic, while higher-risk fixed instruments such as the iShares Euro High Yield Corporate Bond ETF also delivered substantial returns. Emerging market bonds saw a rotation in investor sentiment and experienced strong performance. This environment presented a good opportunity for positive returns from strategic bond funds, with the Henderson Fixed Interest Monthly Income Fund participating in the general fixed income rally.

Alternative asset classes were mixed over the period. Overall, investors saw strong performance in terms of net asset value and the tightening of discounts, with both the Princess Private Equity Trust and the Picton Property Income Trust delivering positive returns. Commodities and commodity producers had a tougher time but continue to offer protection against a potential inflationary surprise.

The headline asset allocation of the fund was broadly unchanged over the course of the period, but political and market volatility delivered opportunities to adjust the underlying shape of the equity allocation. New positions were added in the SPDR UK Dividend Aristocrats ETF and the Invesco Income Growth Trust. European equities were increased through the iShares Euro Stoxx Select Dividend 30 ETF, which was partly funded by selling the FTSE 100 and S&P 500 futures.

In alternatives, a new holding was added in the Private Rental Sector Real Estate Investment Trust, an investment trust that offers a competitive initial yield and opportunities for the development of affordable rental properties with government support. Elsewhere, a holding in HICL Infrastructure was opened and positions were topped up in structured fixed income strategies, such as Carador Income Trust.

As with the equity allocation, the position in fixed income was unchanged at the aggregate level but saw a significant rotation in underlying holdings. The performance of credit and high yield continued to be relatively resilient despite volatility in spreads, which presented opportunities to take profits and add a position in the iShares EM Local Government Bond ETF.

Our view remains constructive. We retain a strong preference for equities over bonds and continue to hold a more cyclical tilt to many of our regional equity allocations. However, we are cognisant that markets have priced in plenty of good news already. We believe that continued economic and earnings data will naturally slow as time progresses. One of the key questions for the rest of the year will be the extent to which bond and equity markets can withstand a gradual reduction in monetary stimulus, which has helped to support markets in recent years.

## Comparative tables for the six months ended 31 July 2017

	Class I accumulation			
	31/07/17 (pence per share)	31/01/17 (pence per share)	31/01/16 (pence per share)	31/01/15 (pence per share)
<b>Change in net assets per share</b>				
Opening net asset value per share	123.13	103.44	108.21	97.43
Return before operating charges*	7.57	20.51	(4.02)	11.63
Operating charges	(0.47)	(0.82)	(0.75)	(0.85)
Return after operating charges*	7.10	19.69	(4.77)	10.78
Distributions on accumulation shares	(1.98)	(4.28)	(3.54)	(3.53)
Retained distributions on accumulation shares	1.98	4.28	3.54	3.53
Closing net asset value per share	130.23	123.13	103.44	108.21
* after direct transaction costs of:	0.06	0.09	0.15	0.22

### Performance

Return after charges	5.77%	19.04%	(4.41%)	11.06%
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### Other information

Closing net asset value (£000s)	5,376	4,156	2,870	1,320
Closing number of shares	4,128,209	3,374,864	2,775,048	1,219,232
Operating charges (annualised)	0.75%	0.72%	0.78%	0.81%
Direct transaction costs	0.05%	0.08%	0.15%	0.21%

### Prices

Highest share price (pence)	131.60	125.20	113.80	109.50
Lowest share price (pence)	123.10	99.25	99.94	97.15

	Class I income			
	31/07/17 (pence per share)	31/01/17 (pence per share)	31/01/16 (pence per share)	31/01/15 (pence per share)
<b>Change in net assets per share</b>				
Opening net asset value per share	108.28	94.53	103.46	96.92
Return before operating charges*	6.76	18.57	(4.77)	10.84
Operating charges	(0.42)	(0.74)	(0.71)	(0.82)
Return after operating charges*	6.32	17.83	(5.48)	10.02
Distributions on income shares	(1.89)	(4.08)	(3.45)	(3.48)
Closing net asset value per share	112.71	108.28	94.53	103.46
* after direct transaction costs of:	0.05	0.08	0.15	0.22

### Performance

Return after charges	5.84%	18.86%	(5.30%)	10.34%
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### Other information

Closing net asset value (£000s)	1,992	1,366	910	529
Closing number of shares	1,766,758	1,261,895	962,564	511,587
Operating charges (annualised)	0.75%	0.72%	0.78%	0.81%
Direct transaction costs	0.05%	0.08%	0.15%	0.22%

### Prices

Highest share price (pence)	114.80	111.80	107.70	104.70
Lowest share price (pence)	108.30	90.69	92.33	95.14

Performance values are at close of business and may differ from the performance summary.

### Operating charges

Operating charges are expenses associated with the maintenance and administration of the fund on a day-to-day basis that are actually borne by the share class.

### Share class launches and closures

There were no share classes launched or closed in the period.

# Ongoing charge figure

The annualised ongoing charge figure (OCF) of the fund is calculated as the ratio of the total ongoing charges to the average net asset value for twelve months. Ongoing charges are all expenses deducted from the assets of the fund during the period, except for expenses that are explicitly excluded by regulation.

	31/07/17	31/01/17
	%	%
Class I	0.75	0.72

The OCF includes a synthetic element of 0.20% (31/01/17: 0.18%) to incorporate the OCF of underlying funds.

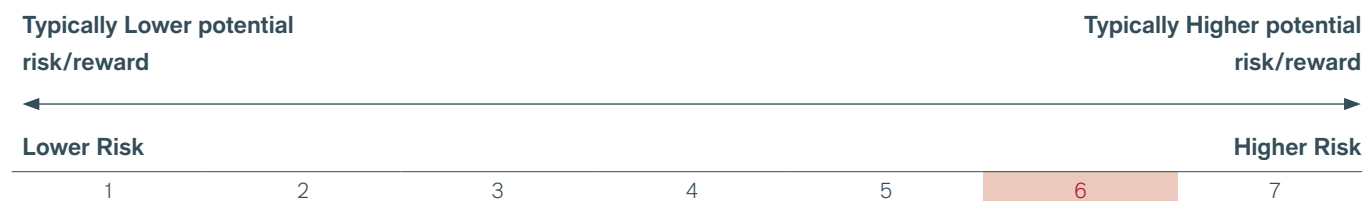
The ACD made a contribution to limit the OCF ratio.

The OCF is calculated in accordance with guidelines issued by the European Securities and Markets Authority (ESMA).

The fund is a non-UCITS fund and we have used this disclosure to enable comparison across our fund range.

## Risk and reward profile

The fund currently has 2 types of share class in issue: I income and I accumulation. The risk and reward profile of each type of share class is as follows:



The Synthetic Risk and Reward Indicator (SRRI) is calculated based on historical volatility over a rolling 5\* year period, it is reviewed monthly and updated if volatility has changed materially to cause a movement in the SRRI level. The SRRI is an indicator and may not accurately reflect future volatility and market conditions. The value of an investment in the fund can go up or down. When you sell your shares they may be worth less than you paid for them. The risk/reward rating above is based on medium-term volatility. In the future, the fund's actual volatility could be higher or lower and its rated risk/reward level could change.

The share classes appear at 6 out of 7. Share classes in higher categories have shown greater and/or more frequent variations in share price in the past 5 years than those in lower categories. The lowest category does not mean risk free.

The Fund targets a risk profile of 6 as calculated by Distribution Technology who is engaged by Janus Henderson Investors as an independent provider of risk profiling tools to funds and investment advisers. Distribution Technology profiles funds using a rating scale of 1-10 and takes into consideration risk targets and other factors as well as past data. Investors should note that the Distribution Technology risk profile is different to the "Risk and Reward Profile" scale above, which is an industry standard required by the FCA using a scale of 1-7 and which only takes into account past data.

For further information on the Distribution Technology risk profile please contact us or refer to the Fund's prospectus.

The rating does not reflect the possible effects of unusual market conditions or large unpredictable events. Under normal market conditions the following risks may apply:

**Active management risk** Active management techniques that have worked well in normal market conditions could prove ineffective or detrimental at other times.

**Collective investment scheme risk** The fund may invest in other types of collective investment schemes which can involve different risks to investing directly in the underlying assets. Such schemes may increase risk due to investment in risky assets such as property or commodities, restrictions on withdrawals, less strict regulation and use of derivatives. The value of your investment may fall as a result.

**Counterparty risk** The fund could lose money if a counterparty with which it trades becomes unwilling or unable to meet its obligations to the fund.

**Derivatives risk** Derivatives use exposes the fund to risks different from, and potentially greater than, the risks associated with investing directly in securities and may therefore result in additional loss, which could be significantly greater than the cost of the derivative.

**Exchange rate risk** Changes in currency exchange rates may cause the value of your investment and any income from it to rise or fall.

**Hedging risk** Measures designed to reduce the impact of certain risks may not be available or may be ineffective.

**Leverage risk** Leverage arises from entering into contracts or derivatives whose terms have the effect of magnifying an outcome, meaning profits and losses from investment can be greater.

**Liquidity risk** Any security could become hard to value or to sell at a desired time and price, increasing the risk of investment losses.

The full list of the fund's risks are contained in the "Risk Warnings" section of the fund's prospectus.

There have been no changes to the risk rating in the period.

The SRRI conforms to the ESMA guidelines for the calculation of the SRRI.

This fund is a non-UCITS retail fund and we have adopted this disclosure to enable comparison across our fund range.

\*The fund was launched on 10 May 2013, therefore, the SRRI is calculated based on historical volatility over a rolling period since inception.

## Portfolio statement as at 31 July 2017

Holding	Investment	Market value £000	Percentage of total net assets %
<b>Alternatives 3.76% (31/01/2017: 2.12%)</b>			
57,784	Foresight Solar Fund	65	0.89
12,256	Greencoat UK Wind	15	0.21
44,786	HICL Infrastructure	72	0.97
37,923	International Public Partnerships	61	0.83
58,020	Renewables Infrastructure	64	0.86
		<u>277</u>	<u>3.76</u>
<b>Asia Ex Japan Equity 7.72% (31/01/2017: 8.11%)</b>			
10,777	Asian Total Return Investment Company	34	0.46
284,321	Henderson Asian Dividend Income Unit Trust+	312	4.23
57,774	Schroder Oriental Income Fund	146	1.99
2,812	Taiwan Semiconductor Manufacturing ADS	77	1.04
		<u>569</u>	<u>7.72</u>
<b>Commodities 2.83% (31/01/2017: 3.63%)</b>			
94,774	BlackRock Commodities Income Investment Trust	67	0.91
1,529	ETFS Physical Gold	142	1.92
		<u>209</u>	<u>2.83</u>
<b>Emerging Market Bonds 2.04% (31/01/2017: 0.00%)</b>			
784	BlackRock Emerging Markets Flexi Dynamic Bond Fund	57	0.78
1,870	iShares JPMorgan EM Local Government Bond UCITS ETF	93	1.26
		<u>150</u>	<u>2.04</u>
<b>Europe ex UK Equity 19.71% (31/01/2017: 16.66%)</b>			
93,536	BlackRock Continental European Income Fund	142	1.93
3,228	Deutsche Post	95	1.28
1,948	Eurocommercial Properties	60	0.81
10,116	ING	143	1.94
90,610	Invesco Perpetual European Equity Income Fund	137	1.86
10,273	iShares Euro Dividend	204	2.78
1,317	Novartis	85	1.15
6,911	Orange	88	1.20
5,557	RELX	88	1.20
399	Roche Holdings	77	1.05
512	Sanofi	37	0.50
1,383	Total	53	0.72
11,347	WisdomTree Europe SmallCap Dividend Fund	177	2.40
284	Zurich Insurance	66	0.89
		<u>1,452</u>	<u>19.71</u>
<b>Global Emerging Market Equity 3.74% (31/01/2017: 3.84%)</b>			
68,535	Chenavari Capital Solutions	62	0.84
169,261	JPMorgan Global Emerging Markets Fund	214	2.90
		<u>276</u>	<u>3.74</u>
<b>Global Equity 3.11% (31/01/2017: 2.85%)</b>			
88,192	Artemis Global Income Unit Trust	88	1.20
56,620	Henderson Global Growth Fund I Accumulation+	141	1.91
		<u>229</u>	<u>3.11</u>

## Portfolio statement (continued)

Holding	Investment	Market value £000	Percentage of total net assets %
<b>Government Bonds 4.78% (31/01/2017: 1.52%)</b>			
1,274	iShares JPMorgan USD Emerging Markets Bond UCITS ETF	110	1.49
11,236	iShares UK Gilts	147	2.00
1,641	SPDR Barclays Emerging Markets Local Bond UCITS ETF	95	1.29
		<u>352</u>	<u>4.78</u>
<b>High Yield Bonds 6.67% (31/01/2017: 7.61%)</b>			
168,894	AXA US Short Duration High Yield Bond Fund	163	2.21
148,073	Carador Income Fund 'C'	79	1.07
1,726	Henderson Horizon Global High Yield Bond Z3 Income+	190	2.59
112	iShares Euro High Yield Corporate Bond	11	0.15
103	iShares II USD High Yield Corporate Bond	8	0.11
42,770	UK Mortgages	40	0.54
		<u>491</u>	<u>6.67</u>
<b>Investment Grade Bonds 6.00% (31/01/2017: 6.51%)</b>			
1,635	iShares IV USD Short Duration Corporate Bond UCITS	126	1.71
834	iShares USD Corporate Bond UCITS ETF	74	1.00
3,917	SSGA SPDR Barclays Capital UK Corporate Bond Fund	242	3.29
		<u>442</u>	<u>6.00</u>
<b>Japan Equity 1.45% (31/01/2017: 1.85%)</b>			
30,574	CF Morant Wright Nippon Yield	107	1.45
<b>North America Equity 4.41% (31/01/2017: 5.97%)</b>			
977	Chevron	81	1.10
3,020	General Electric Capital	59	0.80
2,199	Microsoft	121	1.64
1,750	Verizon Communications	64	0.87
		<u>325</u>	<u>4.41</u>
<b>Private Equity 1.94% (31/01/2017: 3.36%)</b>			
7,426	NB Private Equity Partners 'A'	76	1.04
7,338	Princess Private Equity Holdings	67	0.90
		<u>143</u>	<u>1.94</u>
<b>Property 6.09% (31/01/2017: 4.80%)</b>			
67,086	Ediston Property Investment	75	1.02
162,892	Henderson UK Property PAIF Z Income+	172	2.34
57,802	Picton Property Income	50	0.67
87,615	The PRS REIT	91	1.24
66,947	UK Commercial Property Trust	61	0.82
		<u>449</u>	<u>6.09</u>
<b>Specialist Equity 4.23% (31/01/2017: 3.71%)</b>			
1,529	Lyxor Asset Management	190	2.58
9,728	Murray International Trust	122	1.65
		<u>312</u>	<u>4.23</u>
<b>UK Equity 15.11% (31/01/2017: 13.77%)</b>			
1,556	British American Tobacco	73	1.00
7,677	Finsbury Growth & Income Investment Trust	57	0.77
114,293	Henderson Institutional High Alpha UK Equity Fund I Income+	179	2.43
32,272	Invesco Income Growth Investment Trust	96	1.30
28,612	iShares UK Dividend	260	3.53

## Portfolio statement (continued)

Holding	Investment	Market value £000	Percentage of total net assets %
	<b>UK Equity (continued)</b>		
1,942	Rio Tinto	68	0.93
2,446	RWC Enhanced Income Fund	205	2.78
5,035	SPDR S&P UK Dividend Aristocrats	65	0.88
12,352	Standard Life	54	0.73
25,002	Vodafone	56	0.76
		<u>1,113</u>	<u>15.11</u>
	<b>Derivatives (0.04%) (31/01/2017: 0.76%)</b>		
	<b>Contracts for Difference (0.07%) (31/01/2017: 0.49%)</b>		
	<b>Equity Contracts for Difference (0.07%) (31/01/2017: 0.49%)</b>		
891	Nikkei 225	(1)	(0.01)
152	S&P 500 Index	(4)	(0.06)
		<u>(5)</u>	<u>(0.07)</u>
	<b>Futures 0.11% (31/01/2017: (0.01%))</b>		
(1)	CME S&P 500 EMINI September 2017	(1)	(0.02)
(7)	EUX Euro Stoxx50 September 2017	8	0.11
(1)	ICE FTSE 100 September 2017	1	0.02
		<u>8</u>	<u>0.11</u>
	<b>Forward Foreign Exchange Contracts (0.08%) (31/01/2017: 0.28%)</b>		
	Buy GBP 14,900 : Sell USD 19,482 August 2017^	-	-
	Buy GBP 583,790 : Sell EUR 663,465 August 2017	(9)	(0.13)
	Buy GBP 668,378 : Sell USD 877,701 August 2017	3	0.04
	Buy JPY 6,042,071 : Sell GBP 41,048 August 2017^	-	0.01
		<u>(6)</u>	<u>(0.08)</u>
	<b>Investment assets including investment liabilities</b>	<u>6,893</u>	<u>93.55</u>
	Other net assets	475	6.45
	<b>Total net assets</b>	<u>7,368</u>	<u>100.00</u>

+ Related party to the fund

^ Due to rounding to nearest £1,000

### Composition of portfolio

	Market value £000	Percentage of total net assets %
<b>31/07/17</b>		
<b>Investments</b>		
Total collective investment schemes	2,877	39.05
Total equities	4,019	54.55
Total derivatives	(3)	(0.04)
<b>Investment assets including investment liabilities</b>	<u>6,893</u>	<u>93.55</u>
Other net assets	475	6.45
<b>Total net assets</b>	<u>7,368</u>	<u>100.00</u>
	Market value £000	Percentage of total net assets %
<b>31/01/17</b>		
<b>Investments</b>		
Total collective investment schemes	2,024	36.65
Total equities	2,742	49.66
Total derivatives	42	0.76
<b>Investment assets including investment liabilities</b>	<u>4,808</u>	<u>87.07</u>
Other net assets	714	12.93
<b>Total net assets</b>	<u>5,522</u>	<u>100.00</u>

The collective investment schemes held are approved regulated collective investment schemes within the meaning of the FCA rules. Exchange traded funds are listed on recognised stock exchanges.



## Statement of total return (unaudited) for the six months ended 31 July 2017

	31/07/17		31/07/16	
	£000	£000	£000	£000
Income				
Net capital gains		226		386
Revenue	146		106	
Expenses	(17)		(12)	
	<u>129</u>		<u>94</u>	
Net revenue before taxation	129		94	
Taxation	(6)		(5)	
	<u>123</u>		<u>89</u>	
Net revenue after taxation		123		89
Total return before distributions		349		475
Distributions		(102)		(65)
<b>Change in net assets attributable to shareholders from investment activities</b>		<u>247</u>		<u>410</u>

## Statement of change in net assets attributable to shareholders

(unaudited) for the six months ended 31 July 2017

	31/07/17		31/07/16	
	£000	£000	£000	£000
<b>Opening net assets attributable to shareholders*</b>		<b>5,522</b>		<b>3,780</b>
Amounts receivable on issue of shares	1,932		1,409	
Amounts payable on cancellation of shares	(411)		(944)	
	<u>1,521</u>		<u>465</u>	
Change in net assets attributable to shareholders from investment activities		247		410
Retained distributions on accumulation shares		78		51
<b>Closing net assets attributable to shareholders</b>		<u><b>7,368</b></u>		<u><b>4,706</b></u>

\* The opening net assets attributable to shareholders for the current period do not equal the closing net assets attributable for the comparative period as they are not consecutive periods.

**Balance sheet** (unaudited) as at 31 July 2017

	31/07/17 £000	31/01/17 £000
<b>Assets:</b>		
Investments	6,908	4,812
Current assets:		
Debtors	176	51
Cash and bank balances	166	140
Cash equivalents	347	671
<b>Total assets</b>	<b>7,597</b>	<b>5,674</b>
<b>Liabilities:</b>		
Investment liabilities	15	4
Creditors:		
Amounts held at derivatives clearing houses and brokers	13	13
Bank overdrafts	125	105
Distribution payable	18	21
Other creditors	58	9
<b>Total liabilities</b>	<b>229</b>	<b>152</b>
<b>Net assets attributable to shareholders</b>	<b>7,368</b>	<b>5,522</b>

## **Notes to the financial statements** for the six months ended 31 July 2017

### **Accounting policies**

The accounting policies, distribution policy and potential risks are consistent with those of the financial statements for the year ended 31 January 2017 and are described in those annual accounts.

## Distribution tables for the six months ended 31 July 2017 (in pence per share)

### Interim dividend distribution (accounting date 30 April 2017, paid on 30 June 2017)

Group 1 : shares purchased prior to 1 February 2017

Group 2 : shares purchased on or after 1 February 2017

	Distribution per share	Equalisation	Total distribution per share 30/06/17	Total distribution per share 30/06/17
<b>Class I accumulation</b>				
Group 1	0.9090	-	0.9090	0.8033
Group 2	0.2452	0.6638	0.9090	0.8033
<b>Class I income</b>				
Group 1	0.8665	-	0.8665	0.8033
Group 2	0.5650	0.3015	0.8665	0.8033

### Interim dividend distribution (accounting date 31 July 2017, paid on 29 September 2017)

Group 1 : shares purchased prior to 1 May 2017

Group 2 : shares purchased on or after 1 May 2017

	Distribution per share	Equalisation	Total distribution per share 29/09/17	Total distribution per share 30/09/16
<b>Class I accumulation</b>				
Group 1	1.0694	-	1.0694	0.8033
Group 2	0.4452	0.6242	1.0694	0.8033
<b>Class I income</b>				
Group 1	1.0194	-	1.0194	0.8033
Group 2	0.3578	0.6616	1.0194	0.8033

## Further information

### Shareholder enquiries

If you have any queries about your fund holding, either contact your professional adviser or telephone us on one of the numbers below:

For dealing enquiries including buying and selling shares please telephone at local rate: 0845 608 8703

The following line is also available:

Client Services: 0800 832 832

or you can contact us via e-mail at [support@janushenderson.com](mailto:support@janushenderson.com)

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