

GLOBAL FIXED INTEREST TOTAL RETURN FUND

Janus Henderson
INVESTORS

As at November 2020

Fund objective

To achieve a positive total return with moderate volatility, through capital appreciation and income.

Investment approach

The Fund is an actively managed global fixed interest fund which can invest across the full spectrum of fixed interest asset classes, markets and instruments. This provides the Manager with the flexibility to adjust asset allocation and better manage downside risk based on economic and market conditions, while managing to a moderate volatility. The Fund aims to retain a minimum of 70% exposure to the Australian dollar across the Fund's net assets at all times.

Reference benchmark

The manager adopts an unconstrained approach without reference to an index. However, the following benchmarks are used to assess long term performance: The Reserve Bank of Australia Cash Rate; and Global fixed interest markets as measured by the Barclays Multiverse Index hedged in Australian dollars.

Risk profile

Medium

Suggested timeframe

3 years

Inception date

1 July 2014

Fund size

\$40.3 million

Minimum investment

\$25,000

Management cost (%)

Management fee – 0.60 p.a.

Indirect costs – 0.15 p.a.*

*Based on costs incurred during the financial year ended 30 June 2020.

Buy/sell spread (%)

0.15/0.20[^]

Base currency

AUD

Distribution frequency

Quarterly

ARSN code

166 791 564

APIR code

HGI0004AU

Performance	1 month (%)	3 months (%)	6 months (%)	1 year (%)	3 years (% p.a.)	5 years (% p.a.)	Since inception (% p.a.)
Fund	2.08	2.60	5.44	8.34	4.69	4.92	4.58
Reference Benchmark ¹	0.01	0.05	0.11	0.36	1.03	1.27	1.49
Excess return	2.07	2.55	5.33	7.98	3.66	3.65	3.09
Reference Benchmark ²	0.69	0.98	2.04	4.53	4.60	4.63	4.84
Excess return	1.39	1.62	3.40	3.81	0.09	0.29	-0.26

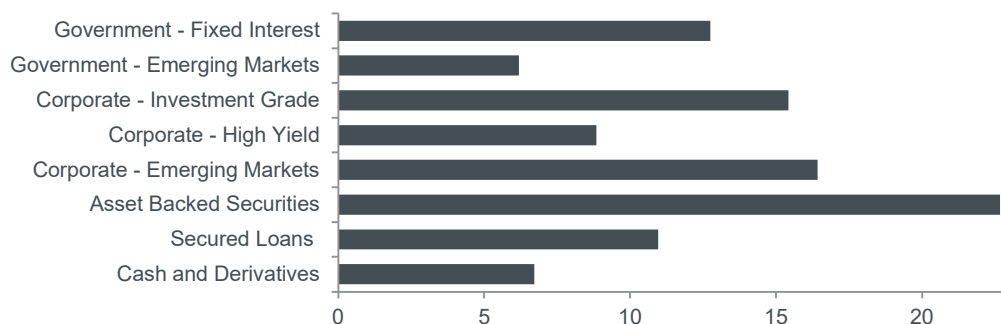
Returns are net of fees. Past performance is not a reliable indication of future performance.

Fund inception date is 1 July 2014.

Reference benchmark¹: Reserve Bank of Australia Cash Rate.

Reference benchmark²: Barclays Multiverse Index hedged in Australian dollars.

Asset allocation as a % of net asset values



Portfolio characteristics

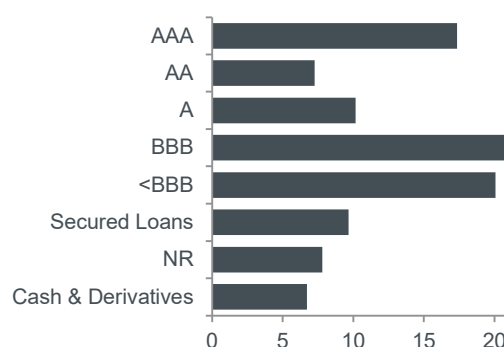
Yield to maturity ¹	2.12
Interest rate duration ²	3.81
Number of holdings	149 (429)
Number of countries	65

¹ Yield to maturity is a measure of the average annual return that an investor earns if bonds are held to final maturity, before allowing for currency hedging.

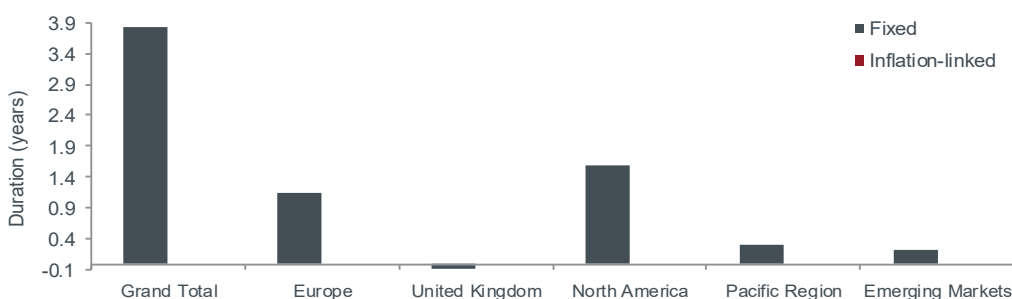
² A measure of the sensitivity of the Fund to a change in interest rates.

³ Number in brackets includes look-through to holdings in pooled funds. Both numbers exclude cash and derivatives.

Credit rating exposure (%)



Portfolio interest rate duration by region (years)



[^] Current spread became effective as at 22 May 2020. For more information and most up to date buy/sell spread information visit www.janushenderson.com/en-au/investor/buy-sell-spreads

GLOBAL FIXED INTEREST TOTAL RETURN FUND

(continued)

Janus Henderson
INVESTORS



Portfolio Manager
Andrew Mulliner



Portfolio Manager
Chris Diaz



Portfolio Manager
Helen Anthony

Market commentary

US equities started the month with the best election week performance since 1932, celebrating the news of a tight Biden win coupled with a split Congress. Vaccine news also helped sentiment for risk assets and a risk-on environment dominated the month of November. As the dollar weakened on the back of a Biden election, higher yielding currencies like the Turkish Lira or currencies that lagged earlier in the year like the Brazilian Real were favoured by investors. Corporate bonds also benefitted from improved market sentiment and demand for higher beta and cyclical risk prevailed, which saw lower rated credit significantly outperform. Core government bond yields were stable and saw muted returns.

Fund commentary

The Janus Henderson Global Fixed Interest Total Return Fund (Fund) delivered a return of 2.08% over the month. The major contributors were holdings in corporate bonds which benefitted from further credit spread compression, and exposure to emerging markets.

Emerging market credit was the largest contributor to performance. November was the strongest month of the year in terms of EM inflows totalling \$13.3bn (\$5.9bn in hard currency and \$7.3bn in local currency). As US elections cleared and more vaccine news came out, flows into EM gained momentum, supported by a weaker US dollar and a recovery in oil prices. Holdings in emerging market credit performed well relative to the broader market due to selective sovereign exposure and exposure to higher beta issuers and high yield corporates, while taking profits in the tightest investment grade names.

Within developed markets, our increased exposure to high yield corporates and allocation to secured loans was also beneficial as credit spreads rallied strongly.

Within government markets, positioning in emerging market rates were a positive contributor through exposure to Indonesia and Mexico. However, within core markets our position in the five-year part of the curve in Australia, and a position seeking to benefit from lower inflation in the UK were modest detractors from performance.

Within currency, a tactical position established early in the month expecting appreciation in the Russian rouble versus the US dollar detracted and was closed.

Outlook

Despite numerous risks, markets appear to be adapting to the pandemic environment. We are mindful of the potential for a modest rise in government bond yields in the recovery part of the cycle particularly at longer maturities, and continue to add to higher yielding credit opportunities which provide both higher income and a buffer against moves higher in government bond curves.

As the responsible entity of the Janus Henderson Global Fixed Interest Total Return Fund ("Fund"), Janus Henderson Investors (Australia) Funds Management Limited has determined that the Fund will be terminated.

From 27 August 2020 the Fund will be soft closed to all new investments until the final termination date. This termination date will be communicated to investors in early 2021.

Any new or additional investments (including switches or transfers into the Fund) received on or after 2pm on 27 August 2020 will not be processed.

Investors can continue to redeem their investment in the Fund at any time prior to the final termination date.

If you have any further questions, please contact our Client Services team at clientservices.aus@janushenderson.com or 1300 019 633 (+61 3 9445 5067 from overseas).

Important information

A new Product Disclosure Statement and Additional Information Guide for the Fund dated 20 December 2019 is available at www.janushenderson.com/australia. Commodity prices are shown in US dollars (USD) unless otherwise stated. Past performance is not a reliable indicator of future performance. Performance source: Morningstar, Janus Henderson. Performance figures are calculated using the exit price net of fees and assume distributions are reinvested. Due to rounding the figures in the holdings, breakdowns may not add up to 100%. The information in this monthly report was prepared by Janus Henderson Investors (Australia) Funds Management Limited ABN 43 164 177 244, AFS Licence 444268 and should not be considered a recommendation to purchase, sell or hold any particular security. Securities and sectors mentioned in this monthly report are presented to illustrate companies and sectors in which the Fund has invested. Holdings are subject to change daily. This monthly report contains general information only and does not take account of your individual objectives, financial situation or needs. The value of an investment and the income from it can fall as well as rise and you may not get back the amount originally invested. None of Janus Henderson Investors (Australia) Funds Management Limited nor any of the Janus Henderson group entities nor their respective related bodies corporate, associates, affiliates, officers, employees, agents or any other person are, to the extent permitted by law, responsible for any loss or damage suffered as a result of any reliance by any reader or prospective investor. You should consider the current PDS, available at www.janushenderson.com/australia, before making a decision about the Fund. Dollar figures shown are in Australian Dollars (AUD), unless otherwise stated.