

CASH FUND – INSTITUTIONAL

As at November 2022

Fund objective

The Fund seeks to achieve a total return after fees that exceed the total return of the Benchmark, over rolling annual periods.

Investment approach

The Fund is an actively managed portfolio of high quality short term securities that seek to provide investors with low risk exposure to secure cash investments and returns that closely track the prevailing level of short-term interest rates. The manager seeks to add value using a combination of interest rate and yield enhancement strategies.

Benchmark

Bloomberg AusBond Bank Bill Index

Risk profile

Very Low

Suggested timeframe

1 year

Inception date

31 July 2008

Fund size

\$523.3 million

Minimum investment

\$100,000

Management cost (%)

0.10 p.a.

Buy/sell spread (%)

0.00/0.00

Distribution frequency (if any)

Monthly

ARSN code

127 731 006

APIR code

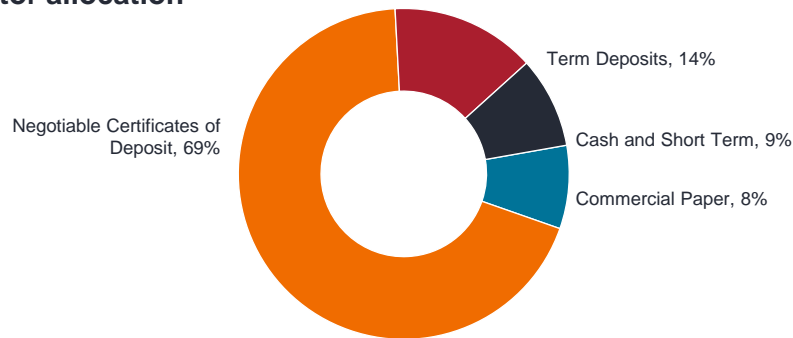
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Performance	1 month (%)	3 months (%)	6 months (%)	1 year (%)	3 years (%p.a.)	5 years (%p.a.)	10 years (%p.a.)	Since inception (%p.a.)
Fund (gross)	0.28	0.69	1.04	1.05	0.57	1.15	1.92	2.82
Fund (net)	0.28	0.66	0.99	0.95	0.44	0.99	1.73	2.62
Benchmark	0.25	0.64	0.97	1.01	0.49	0.99	1.68	2.55
Excess return*	0.03	0.02	0.02	-0.06	-0.05	0.00	0.05	0.07

*Excess return is measured against net performance.

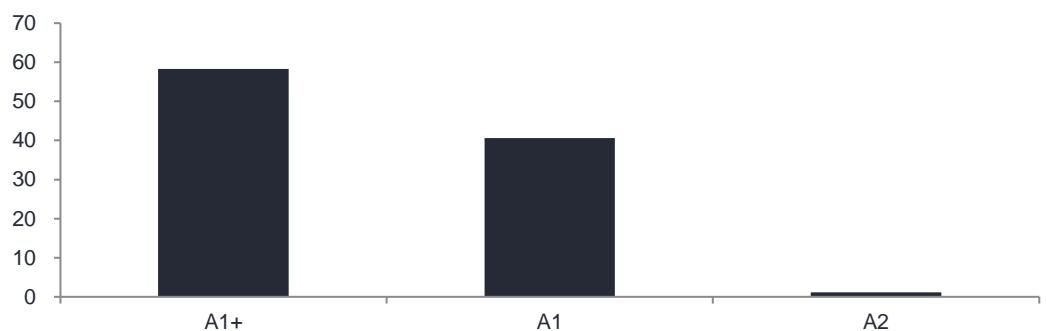
Past performance is not a reliable indicator of future performance.

Sector allocation



Rounding accounts for small +/- from 100%.

Credit rating distribution (%)



Portfolio characteristics

Estimated Weighted Average Yield to Maturity (EWAYTM) ¹	3.11
Benchmark EWAYTM	2.99
Running yield	3.11
Weighted Average Credit Quality	AAA

¹Estimated Weighted Average Yield to Maturity is a measure of the average annual yield of all securities in the Fund.

Modified duration	Years
Fund	0.18
Benchmark	0.13
Active Position	0.05

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(continued)

Janus Henderson
INVESTORS



**Head of Australian
Fixed Interest**
Jay Sivapalan

Fund performance

The Janus Henderson Cash Fund - Institutional (Fund) returned 0.28% (net) and 0.28% (gross). The Fund outperformed the Bloomberg AusBond Bank Bill Index (Benchmark) by 0.03% (net) in November, which returned by 0.25% on the month.

The Fund's interest rate strategy was a key contributor to the Fund's outperformance in November as money market yields fell. The Fund also benefitted from its allocation to major bank term deposits, notice period accounts and securities issued by regional banks which are earning a margin over bank bill swap rates.

Market review

Yields drifted lower after an earlier lift as markets increasingly took the view that the pace of central bank tightening was set to moderate. Risk appetite continued to recover, with both equity and credit performing strongly. With few signs yet of a significant slowing in activity and the risk that the latest round of inflation pulses end up being recycled into a higher core inflation rate via pass-through effects, the Reserve Bank of Australia (RBA) has little choice but to tighten monetary conditions further.

The RBA lifted the cash rate by a widely expected 0.25% increment in early November, taking the cash rate to 2.85%. While noting monetary policy was not on a pre-set path, the RBA signalled that further tightening was likely over the period ahead. In a break from months of large gains in yields, and markets factored in a vigorous tightening cycle, short-term money market yields were flat to lower in November. Three-month bank bills ended largely unchanged at 3.09% while six-month bank bill yields ended the month 10 basis points (bps) lower at 3.56%. In terms of the tightening cycle, markets are looking for the cash rate to peak at around 3.85% in late 2023.

Market outlook

With few signs yet of a significant slowing in activity and the risks that the latest round of inflation pulses end up being recycled into a higher core inflation rate via pass-through effects, the RBA has little choice but to tighten monetary conditions further. Our base case view is that the cash rate peaks at a moderately restrictive 3.6% in mid-2023. That would make the current tightening cycle the largest and fastest in the monetary policy inflation targeting era. As we expect to see growth and inflation to decelerate over 2023, the door opens for the RBA to take its foot off the monetary breaks over 2024 and begin bringing monetary settings back towards more neutral levels.

For in-depth economic analysis and the Australian Fixed Interest Team's outlook, visit go.janushenderson.com/Viewpoint-Dec22.

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(continued)

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Investment strategy

Non-major banks – Non-major banks pay a premium above major banks to compete for funding. The Fund has allocated a prudent proportion to this sector for investors to enjoy slightly higher yields.

Commercial Paper – We favour a selective allocation to high quality commercial paper as the available yield premium is relatively attractive versus other money market instruments. Margins on commercial paper have been widening, creating opportunity to further enhance yield pick-up for the Fund.

Term Deposit – Banks are now paying a reasonable premium to take deposit funding in the form of term deposits and notice accounts. As such, we have allocated a reasonable amount of the Fund to these deposits.

Important information

A Product Disclosure Statement and Additional Information Guide for the Fund dated 31 October 2022 is available at www.janushenderson.com/australia.

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. Target Market Determinations for funds issued by Janus Henderson are available here: www.janushenderson.com/TMD. Dollar figures shown are in Australian Dollars (AUD), unless otherwise stated.