

# GLOBAL EQUITY INCOME FUND

## As at April 2021

### Fund objective

To achieve dividend yield that exceeds the dividend yield of the MSCI World ex-Australia Index (net dividends reinvested) in AUD with the potential for long-term capital growth.

### Investment approach

The Fund is actively managed and typically holds between 50-80 companies diversified across geographic regions and industrial sectors. The Fund seeks to deliver regular income distributions with the potential for long-term capital growth through its investment in companies that the Manager has identified as having the potential to generate strong and growing levels of free cash flow.

### Benchmark

MSCI World ex-Australia Index (net dividends reinvested) in AUD

### Risk profile

High

### Suggested timeframe

5 years

### Inception date

1 May 2015

### Fund size

\$26.0 million

### Minimum investment

\$25,000

### Management cost (%)

0.85 p.a.

### Buy/sell spread (%)

0.15/0.15<sup>^</sup>

### Base currency

AUD

### Currency hedging

Unhedged

### Distribution frequency

Quarterly

### ARSN code

604 135 784

### APIR code

HGI0005AU

### ASX mFund

JHI03

Performance	1 month (%)	3 months (%)	6 months (%)	1 year (%)	3 years (% p.a.)	5 years (% p.a.)	Since inception (% p.a.)
Fund (net)	0.76	6.81	15.42	12.54	4.46	6.91	5.58
<i>Growth (net)</i>	0.76	6.74	13.31	8.89	1.36	3.80	2.83
<i>Distribution (net)</i>	0.00	0.08	2.10	3.65	3.10	3.11	2.75
Benchmark (%)	3.18	10.21	17.28	23.03	13.32	13.85	11.05
Excess Return (%)	-2.42	-3.40	-1.86	-10.49	-8.86	-6.94	-5.47

Returns are net of fees.

Past performance is not a reliable indicator of future performance

Top 10 holdings (%)	Sector weightings (%)
Microsoft 3.95	Information Technology 17.68
Taiwan Semiconductor Manufacturing 3.06	Financials 16.61
Unilever 2.98	Health Care 14.21
Zurich Insurance Group 2.87	Consumer Staples 10.39
Samsung Electronics 2.83	Industrials 9.68
Cisco Systems 2.69	Consumer Discretionary 8.60
Volvo 2.61	Utilities 7.08
Iberdrola 2.52	Materials 5.27
CME Group 2.51	Energy 4.06
TOTAL - SE 2.50	Communication Services 3.48
	Cash 2.94

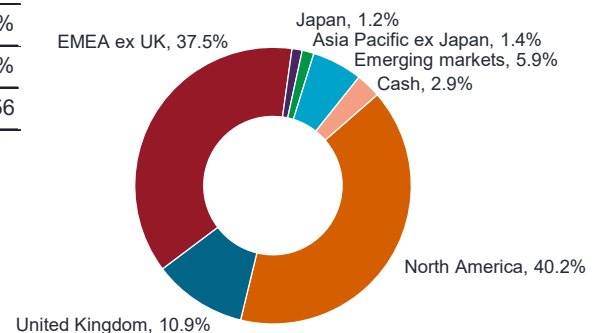
## Portfolio characteristics

Portfolio dividend yield <sup>1</sup>	3.31%
Benchmark dividend yield <sup>1</sup>	1.72%
Number of holdings	56

<sup>1</sup> Portfolio (and Benchmark) dividend yield is a weighted calculation of the dividends paid by the underlying portfolio holdings (benchmark securities over the last 12 months divided by their closing share price. It is not representative of the Fund's actual distributions.

Past performance is not a guarantee of future performance.

## Regional breakdown (%)



## Cumulative performance



Fund returns are net of fees.

<sup>^</sup> For more information and most up to date buy/sell spread information visit [www.janushenderson.com/en-au/investor/buy-sell-spreads](http://www.janushenderson.com/en-au/investor/buy-sell-spreads)

# GLOBAL EQUITY INCOME FUND

(continued)



**Fund Manager**  
Andrew Jones



**Fund Manager**  
Ben Lofthouse

## Market commentary

Global equities continued to make gains in April supported by strong economic data and reassurance from the Federal Reserve that monetary stimulus will stay in place for the foreseeable future. Bond yields fell from their recent highs, reversing the trend seen in the first quarter and providing support for growth stocks which outperformed value stocks. The technology, communication services and financials sectors outperformed whilst energy, industrials, consumer staples and utilities underperformed.

## Fund commentary

The Janus Henderson Global Equity Income Fund (Fund) returned 0.76% in April versus the MSCI World ex Australia (net dividends reinvested in AUD) Index (Benchmark) which gained 3.18% in Australian dollar terms.

This month the Fund's holdings in oil companies Royal Dutch Shell and Total detracted from returns despite a rising oil price. Both companies' profits beat expectations but Royal Dutch Shell disappointed with regard to its production outlook and slower progress than anticipated on reducing its debt levels. The Fund's position in Panasonic also underperformed after the company announced the acquisition of the 80% stake in supply chain software company Blue Yonder that it does not own. In addition, the absence of exposure to low or zero yielding US technology stocks, such as Amazon and Alphabet, was unhelpful. Conversely, the holding in consumer staple Nestle outperformed after announcing earnings that were significantly better-than-expected. Similarly, exposure to Medtronic was beneficial after the company announced strong earnings and highlighted its attractive growth outlook. Anglo American also outperformed helped by rising commodity prices.

The outlook for global economic growth has improved as the roll-out of government vaccination programmes gains traction, whilst monetary and fiscal policy remains supportive. Equity markets have performed well but still look attractive on a yield basis relative to bonds. We continue with our strategy of selecting companies with strong free cash flow generation and valuation support that are well positioned to benefit from a recovery in global economic activity.

## Important information

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](http://www.janushenderson.com/australia), before making a decision about the Fund. Dollar figures shown are in Australian Dollars (AUD), unless otherwise stated.