

# GLOBAL EQUITY INCOME FUND

## As at May 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

\$26.6 million

### Minimum investment

\$25,000

### Management cost (%)

0.85 p.a.

### Buy/sell spread (%)

0.15/0.15^

### 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)	2.06	8.19	7.82	13.64	5.88	6.11	5.85
<i>Growth (net)</i>	2.06	8.11	5.85	9.95	2.73	3.02	3.14
<i>Distribution (net)</i>	0.00	0.08	1.97	3.69	3.15	3.09	2.72
Benchmark (%)	1.19	9.73	10.47	20.41	13.63	12.79	11.10
Excess Return (%)	0.87	-1.54	-2.65	-6.77	-7.75	-6.68	-5.25

Returns are net of fees.

Past performance is not a reliable indicator of future performance

Top 10 holdings (%)	Sector weightings (%)
Microsoft 3.83	Information Technology 17.40
Unilever 2.97	Health Care 14.36
Samsung Electronics 2.75	Financials 13.84
TotalEnergies 2.56	Consumer Staples 10.44
Anglo American 2.48	Industrials 9.65
Iberdrola 2.45	Consumer Discretionary 9.20
Coca-Cola 2.45	Utilities 5.89
AXA 2.37	Materials 5.71
UPM-Kymmene 2.22	Energy 4.11
AstraZeneca 2.13	Communication Services 3.48
	Cash 5.93

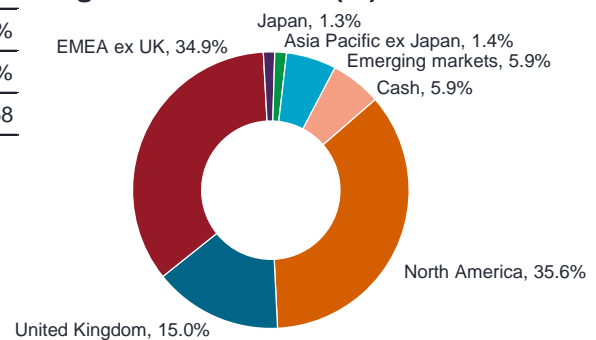
## Portfolio characteristics

Portfolio dividend yield <sup>1</sup>	3.25%
Benchmark dividend yield <sup>1</sup>	1.72%
Number of holdings	58

<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.

^ 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)

Janus Henderson  
INVESTORS



**Fund Manager**  
Andrew Jones



**Fund Manager**  
Ben Lofthouse

## Market commentary

Equity markets rose slightly during May as investors continued to evaluate global economic prospects, with a particular focus on inflationary pressures given increasing demand and rising commodity prices. Value stocks outperformed growth stocks, with the energy, materials and financials sectors outperforming while the consumer discretionary, information technology and utility sectors underperformed.

## Fund commentary

The Janus Henderson Global Equity Income Fund (Fund) returned 2.06% in May versus the MSCI World ex Australia (net dividends reinvested in AUD) Index (Benchmark) which rose 1.19%.

This month, the Fund's holdings in automotive company Stellantis, and truck manufacturer Volvo were beneficial for performance. Stellantis, recently formed by the merger of Fiat Chrysler and Peugeot, announced better than expected results due to strong consumer demand for cars and a supportive pricing environment. Volvo also reported robust results with both revenues and profits exceeding expectations, helped by buoyant truck demand. Conversely, the holdings in Taiwan Semiconductor and Samsung Electronics underperformed after a period of strong performance while utilities Enel, Iberdrola and Dominion Energy also detracted from returns.

We sold the Fund's position in Pfizer and used the proceeds to initiate a position in AstraZeneca. We also sold the position in Zurich Insurance and used the proceeds to add to holdings in Axa and Allianz, and to purchase a position in UK bank Lloyds. Lloyds has been well capitalised and has generated good returns and we like its exposure to an improving UK economic growth. Axa and Allianz meanwhile were trading at a discount to their peers with an improving operating performance and had attractive dividend yields.

The outlook for global economic growth has improved as the roll-out of government vaccination programmes gains traction, while 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.