

GLOBAL EQUITY INCOME FUND

As at August 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

\$21.1 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)	0.69	6.70	15.44	22.83	6.03	8.10	6.70
<i>Growth (net)</i>	0.69	0.85	9.03	13.98	1.46	4.08	3.15
<i>Distribution (net)</i>	0.00	5.85	6.41	8.85	4.57	4.02	3.56
Benchmark (%)	3.10	12.31	23.23	31.37	14.68	15.59	12.68
Excess Return (%)	-2.41	-5.61	-7.79	-8.54	-8.65	-7.49	-5.98

Returns are net of fees.

Past performance is not a reliable indicator of future performance

Top 10 holdings (%)	Sector weightings (%)
TotalEnergies 2.99	Financials 16.61
Unilever 2.94	Health Care 15.86
Nestlé 2.86	Information Technology 15.44
Roche 2.70	Consumer Staples 11.75
Royal Dutch Shell 2.62	Consumer Discretionary 10.07
Microsoft 2.58	Utilities 7.35
Novartis 2.47	Communication Services 6.28
Merck 2.46	Industrials 6.01
AXA 2.46	Energy 5.61
ING Groep 2.44	Materials 4.45
	Cash 0.56

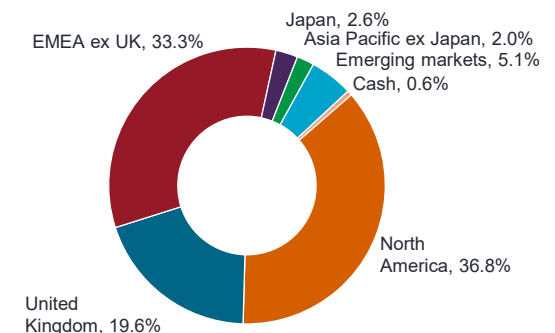
Portfolio characteristics

Portfolio dividend yield ¹	3.58%
Benchmark dividend yield ¹	1.68%
Number of holdings	57

¹ 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

GLOBAL EQUITY INCOME FUND

(continued)



Fund Manager
Andrew Jones



Fund Manager
Ben Lofthouse

Market commentary

Equity markets continued to perform well in August with companies reporting good results and comments from central bank officials suggesting that tapering was more likely at the end of the year. The US equity market continued to reach new highs with technology stocks performing strongly during the month. At a sector level, financials and health care also outperformed while energy and materials underperformed.

Fund commentary

The Janus Henderson Global Equity Income Fund (Fund) returned 0.69% net of fees in August versus the MSCI World ex-Australia (net dividends reinvested) in AUD Index (Benchmark) which gained 3.10%.

The holding in luxury goods company Burberry underperformed as the sector came under pressure following comments about the distribution of wealth in China. In our view, this weakness was excessive as we think the measures are likely to be more focused on ultra-high net worth individuals, while the industry is also seeing good growth across regions. As a result, we added to the position. The strong outperformance of low or zero yielding technology stocks such as Apple, Nvidia and Amazon was also unhelpful for relative performance during the month. The positions in insurance group Axa and automotive company Stellantis were positive for performance following the publication of good results.

During the month, we established a position in global gaming group Nintendo. The company has been seeing good ongoing demand for Switch consoles and software. It had a strong balance sheet with its cash position accounting for 20% of its market capitalisation, and at the time of purchase was yielding 3%. This position was funded by exiting the position in Allianz and trimming the position in Anglo American following good long-term performance.

The outlook for global economic growth remains good, with the roll-out of government vaccination programmes continuing around the world. Overall monetary and fiscal policy remains supportive and despite the strong performance, equities continue to 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, before making a decision about the Fund. Dollar figures shown are in Australian Dollars (AUD), unless otherwise stated.