

PAN EUROPEAN FUND

At a glance

Performance*

The Fund returned 19.26%, the Index returned 19.39% and the Sector returned 15.27%.

Contributors/detractors

Positive contributors to fund performance included several of our bank stocks as well as Siemens Energy and Rheinmetall. ASML, Adidas and Nemetschek were among the detractors.

Outlook

We remain positive about the outlook for European equities, which combine exposure to powerful global trends and a potential economic revival driven by meaningful change and structural reforms.

Portfolio management



Robert Schramm-Fuchs



Marc Scharz, CFA

Investment environment

- European equities delivered strong gains in 2025, helped by easier borrowing conditions alongside rising defence and infrastructure spending in Europe.
- Concerns about US import tariffs weighed on investor sentiment at times, particularly following US President Donald Trump's April "Liberation Day" announcement. However, trade relations later improved, and the EU reached an agreement with the US to reduce tariffs.
- The European Central Bank (ECB) implemented four 25 basis point (bps) rate reductions in the first half of the year, lowering the deposit rate to 2.0%, although it announced no further cuts. Inflation was largely rangebound near the ECB's 2% target, easing from an annual rate of 2.5% in January to 2.0% in December.
- Eurozone GDP growth was somewhat lacklustre, but optimism about the expansionary fiscal policies and pro-growth reforms aided equity performance. Third-quarter GDP growth was upgraded to 0.3%, which marked an improvement from the second quarter's 0.1% expansion.
- The euro gained markedly against the US dollar, hitting a four-year high in mid-September. This was largely due to the divergence between monetary policy in the US and the eurozone.

- Political turmoil continued in France, where a fourth prime minister in a year was appointed and lawmakers failed to agree the 2026 budget, pushing the negotiations into the new year.

Portfolio review

Several of the holdings in the European banking sector, including UniCredit, Erste Bank, BBVA and Deutsche Bank, were among the leading positive contributors. These lenders posted strong results over the year, reflecting the more favourable operating environment for the sector. European banking stocks continued to look reasonably valued to us, despite greatly improved profitability and stronger balance sheets, and even as regulation is potentially becoming less of a headwind.

Siemens Energy (a new purchase during the year) was another outperformer. The firm provides equipment and services to the power industry and has benefited from sustained favourable supply-demand dynamics in the gas turbine market, driven by increasing global energy demand. Rheinmetall (another new purchase) also boosted performance. Shares in the German defence company performed well for much of the year amid the anticipated increases in defence spending in Germany and across Europe.

Conversely, detractors included ASML. The Dutch semiconductor capital equipment company succumbed to

Marketing communication

For professional investors only

Past performance does not predict future returns.

References made to individual securities do not constitute a recommendation to buy, sell or hold any security, investment strategy or market sector, and should not be assumed to be profitable. Janus Henderson Investors, its affiliated advisor, or its employees, may have a position in the securities mentioned. There is no guarantee that past trends will continue, or forecasts will be realised.

*For benchmark and sector, if applicable, refer to Fund details on page 3. For relevant descriptions, risks and the Fund's investment policy statement, refer to Additional fund information on page 4.

weakness in the technology sector earlier in the period, caused by concerns about some firms' large artificial intelligence (AI)-related capital spending programmes. We subsequently sold ASML but reinvested in September. Although this allowed us to benefit from a rally that began in mid-July, not holding the stock earlier in the third quarter adversely impacted performance.

Shares in Adidas also underperformed. Although the sportswear firm posted some strong financial results during the year, including record third-quarter revenues, its shares underperformed due to concerns about the impact that trade tariffs would have on costs and sales. We subsequently exited the position to allocate funds to stocks where we have higher conviction.

German design and construction software company Nemetschek also weighed on relative gains. Performance was solid early in the period, but as the year progressed investors became increasingly speculative about possible AI disruption on software businesses. Information and analytics company RELX and advertising and communication firm Publicis were also impacted by concerns about AI disruption.

In terms of activity, several of the aforementioned bank stocks were new additions during the year. Other purchases in the sector included ABN Amro, FinecoBank and UBS. Swiss healthcare company Roche was another new position. The company has faced challenges for some time, due to concerns about upcoming patent expiries for some of its key drugs. However, there were some positive developments in terms of the firm's new product pipeline in November, including favourable results from an early read-out of a clinical trial for its experimental breast cancer drug. Spanish multinational electric utility Iberdrola was another addition. The stock has substantial exposure to electricity grids, which we view as a key area of long-term structural growth as the rising share of renewables adds greater volatility to electricity supply. We also purchased civil engineering and infrastructure firm ACS, and building materials company Heidelberg Materials, which we think stand to benefit from the increased fiscal spending plans in several countries.

Given the difficulty in predicting with any certainty which companies will ultimately thrive as AI leaders and which may face significant challenges, we sold out of the aforementioned Publicis. We also took profits in SAP and exited the holding amid the uncertainty about the impact of AI. Elsewhere, we initially scaled back the position in Novo Nordisk early in the year before fully exiting the position

due to concerns about the competitive backdrop for its weight loss drug in the US. We also reduced the fund's exposure to the AI theme, exiting the positions in BESI and ASM International, in order to consolidate our semiconductor equipment exposure in ASML, where we feel prospects are more compelling at this point.

Manager outlook

2025 was a strong year for European stock markets, with most indices delivering double-digit gains. One of the key attractions of the European market is its combination of exposure to powerful global trends and optionality linked to a revitalisation of domestic economic prospects. After several years of subdued growth, this domestic revival theme gained prominence in 2025, driven by the prospect of a broad reform agenda encompassing defence capabilities, competition policy, EU coordination on industrial policy, grid modernisation, digitalisation, and regulatory reforms in the financial sector. The latter aims to mobilise Europe's vast excess savings and capital to improve and deepen funding conditions for the real economy – a lever we view as the most impactful card European authorities still have to play.

Taking stock after a busy twelve months with many corresponding initiatives launched, it seems like the rate of change is swinging in the right direction. However, while notable progress has been made in areas such as defence capability rebuilding, German infrastructure initiatives, the easing of regulatory burdens on supply chain reporting and electric vehicle (EV) transition, reforms at the EU level continue to advance more slowly and less comprehensively than we would like. Against this backdrop of disappointingly lengthy timelines when it comes to EU reforms, we believe this is an opportune moment to become more selective on domestic opportunities and to re-emphasise the global dimension of the opportunity set available in the European market. Global macroeconomic tailwinds—driven by anticipated monetary policy easing and a likely more stable trade environment—should provide a supportive backdrop for Europe's global champions.

We continue to manage the fund with a focus on idiosyncratic stock selection and, in this context, maintain a balanced portfolio comprising a mix of cyclical and typically more defensive stocks.

Performance (%)

Returns	Cumulative				Annualised			
	1 Month	3 Month	YTD	1 Year	3 Year	5 Year	10 Year	
A2 EUR (Net)	2.73	6.16	19.26	19.26	14.52	10.87	7.53	
Index	2.67	6.25	19.39	19.39	14.51	11.21	7.68	
Sector	2.34	5.15	15.27	15.27	11.95	8.43	5.89	

Calendar year	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
A2 EUR (Net)	19.26	4.45	20.59	-9.33	22.97	2.17	29.06	-12.17	7.16	-0.56
Index	19.39	8.59	15.83	-9.49	25.13	-3.32	26.05	-10.57	10.24	2.58
Sector	15.27	6.72	14.06	-13.14	22.99	-0.91	24.51	-12.72	10.06	-0.24

Performance is on a net of fees basis, with gross income reinvested. Source: at 31/12/25. © 2026 Morningstar, Inc. All rights reserved. The information contained herein: (1) is proprietary to Morningstar and/or its content providers; (2) may not be copied or distributed; and (3) is not warranted to be accurate, complete, or timely. Neither Morningstar nor its content providers are responsible for any damages or losses arising from any use of this information. **Past performance does not predict future returns.**

Performance/performance target related data will display only where relevant to the share class inception date and annualised target time period. **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.** Source for target returns (where applicable) - Janus Henderson Investors.

Fund charges will impact the value of your investment. In particular, the ongoing charges applicable to each fund will dilute investment performance, particularly over time. For further explanation of charges please visit our Fund Charges page at www.janushenderson.com.

Note that any differences among portfolio securities currencies, share class currencies and costs to be paid or represented in currencies other than your home currency will expose you to currency risk. Costs and returns may increase or decrease as a result of currency and exchange rate fluctuations.

Investment objective

The Fund aims to provide a return, from a combination of capital growth and income over the long term (5 years or more).

For the fund's investment policy, refer to the Additional fund information on page 4.

Past performance does not predict future returns.

Fund details

Inception date	29 September 2000
Total net assets	1.35bn
Asset class	Equities
Domicile	Luxembourg
Structure	SICAV
Base currency	EUR
Index	MSCI Europe Index SM
Morningstar sector	Europe Large-Cap Blend Equity
SFDR category	Article 8

In accordance with the Sustainable Finance Disclosure Regulation, the Fund is classified as Article 8 and promotes, among other characteristics, environmental and/or social characteristics, and invests in companies with good governance practices.

Additional fund information

Tax assumptions and reliefs depend upon an investor's particular circumstances and may be subject to change. Availability of share classes shown may be limited by law in certain jurisdictions. Performance records/scenarios are detailed within the fund's specific KIID/KID; fees and charges, and the respective risk rating may vary. Further information can be found in the fund's prospectus and KIID/KID, which must be reviewed before investing. Please consult your local sales representative and/or financial adviser if you have any queries. From 3 February 2025, Tom O'Hara no longer manages this fund, Robert Schramm-Fuchs and Marc Schartz, CFA now also manage this fund. From 1 September 2025, Tom Lemaigre no longer manages this fund. This is a Luxembourg SICAV Fund, regulated by the Commission de Surveillance du Secteur Financier (CSSF). These are the views of the author at the time of publication and may differ from the views of other individuals/teams at Janus Henderson Investors. Any securities, funds, sectors or indices mentioned within this article do not constitute or form part of any offer or solicitation to buy or sell them. The information in this commentary does not qualify as an investment recommendation. Investment into the fund will acquire units/shares of the fund itself and not the underlying assets owned by the fund. Cash balances and exposures are based on settled and unsettled trades as at the reporting date.

Investment policy

The Fund invests at least two-thirds of its assets in shares (equities) and equity-related securities of companies, of any size, in any industry, in Europe (including UK). Companies will have their registered office in or do most of their business (directly or through subsidiaries) in this region. The Fund may also invest in other assets including cash and money market instruments. The Investment Manager may use derivatives (complex financial instruments) to reduce risk or to manage the Fund more efficiently. The Fund is actively managed with reference to the MSCI Europe Index, which is broadly representative of the companies in which it may invest, as this can provide a useful comparator for assessing the Fund's performance. The Investment Manager has discretion to choose investments for the Fund with weightings different to the index or not in the index. Depending on prevailing market conditions the Fund's portfolio may shift between 'high conviction' (whereby the manager will take significant risk relative to the index) and a more cautious stance. This means the performance of the Fund may at times differ significantly from the index, while at other times it may be more closely aligned.

Investment strategy

The Investment Manager looks to anticipate catalysts for change in companies and industries based on fundamental research and thought leadership, in order to construct a portfolio of large companies complemented by mid-size company opportunities with the potential to enhance the Fund's overall returns. Smaller companies are not normally a significant focus of the portfolio.

Fund specific risks

Shares/Units can lose value rapidly, and typically involve higher risks than bonds or money market instruments. The value of your investment may fall as a result. Shares of small and mid-size companies can be more volatile than shares of larger companies, and at times it may be difficult to value or to sell shares at desired times and prices, increasing the risk of losses. If a Fund has a high exposure to a particular country or geographical region it carries a higher level of risk than a Fund which is more broadly diversified. The Fund may use derivatives with the aim of reducing risk or managing the portfolio more efficiently. However this introduces other risks, in particular, that a derivative counterparty may not meet its contractual obligations. If the Fund holds assets in currencies other than the base currency of the Fund, or you invest in a share/unit class of a different currency to the Fund (unless hedged, i.e. mitigated by taking an offsetting position in a related security), the value of your investment may be impacted by changes in exchange rates. When the Fund, or a share/unit class, seeks to mitigate exchange rate movements of a currency relative to the base currency (hedge), the hedging strategy itself may positively or negatively impact the value of the Fund due to differences in short-term interest rates between the currencies. Securities within the Fund could become hard to value or to sell at a desired time and price, especially in extreme market conditions when asset prices may be falling, increasing the risk of investment losses. The Fund could lose money if a counterparty with which the Fund trades becomes unwilling or unable to meet its obligations, or as a result of failure or delay in operational processes or the failure of a third party provider.

Janus Henderson
INVESTORS

FOR MORE INFORMATION PLEASE VISIT JANUSHENDERSON.COM

Source: Janus Henderson Investors, as at 31 December 2025, unless otherwise noted.

This document is intended solely for the use of professionals and is not for general public distribution. Any investment application will be made solely on the basis of the information contained in the Fund's prospectus (including all relevant covering documents), which will contain investment restrictions. This is a marketing communication. Please refer to the prospectus of the UCITS and to the KID before making any final investment decisions. Nothing in this document is intended to or should be construed as advice. This document is not a recommendation to sell or purchase any investment. It does not form part of any contract for the sale or purchase of any investment. Past performance does not predict future returns. The performance data does not take into account the commissions and costs incurred on the issue and redemption of units. 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. Tax assumptions and reliefs depend upon an investor's particular circumstances and may change if those circumstances or the law change. If you invest through a third party provider you are advised to consult them directly as charges, performance and terms and conditions may differ materially. The Fund is a recognised collective investment scheme for the purpose of promotion into the United Kingdom. Potential investors in the United Kingdom are advised that all, or most, of the protections afforded by the United Kingdom regulatory system will not apply to an investment in the Fund and that compensation will not be available under the United Kingdom Financial Services Compensation Scheme. Please note that Isle of Man investors will not be protected by statutory compensation arrangements in respect of the Janus Henderson Fund. We may record telephone calls for our mutual protection, to improve customer service and for regulatory record keeping purposes. For sustainability related aspects please access Janushenderson.com. With effect from 1 January 2023, the Key Investor Information document (KIID) changed to the Key Information Document (KID), except in the UK where investors should continue to refer to the KIID.

The Janus Henderson Fund (the "Fund") is a Luxembourg SICAV incorporated on 26 September 2000, managed by Janus Henderson Investors Europe S.A. Issued in Europe by Janus Henderson Investors. Janus Henderson Investors is the name under which investment products and services are provided by Janus Henderson Investors International Limited (reg no. 3594615), Janus Henderson Investors UK Limited (reg. no. 906355), Janus Henderson Fund Management UK Limited (reg. no. 2678531), Tabula Investment Management Limited (reg. no. 11286661), (each registered in England and Wales at 201 Bishopsgate, London EC2M 3AE and regulated by the Financial Conduct Authority) and Janus Henderson Investors Europe S.A. (reg no. B22848 at 78, Avenue de la Liberté, L-1930 Luxembourg, Luxembourg and regulated by the Commission de Surveillance du Secteur Financier). Copies of the Fund's Prospectus, Key Information Document, Articles of Incorporation, annual and semi-annual reports are available in English and other local languages as required from www.janushenderson.com. These documents can also be obtained free of charge from the

Registered Office of the Company at 78, Avenue de la Liberté, L-1930 Luxembourg, Luxembourg. They can also be obtained free of charge from the local Facilities Agents and the Swiss representative and paying agent. Janus Henderson Investors Europe S.A. ("JHIESA"), 78, Avenue de la Liberté, L-1930 Luxembourg, Luxembourg, is the Facilities Agent in Austria, Belgium Germany, Ireland, Malta, Portugal, Sweden and Liechtenstein. JHIESA is also the Facilities Agent for France (Sub – TA is CACEIS). FE fundinfo (Luxembourg) S.à.r.l., 6 Boulevard des Lumières, Belvaux, 4369 Luxembourg, is the Facilities Agent in Denmark, Finland, Iceland, Netherlands and Norway. State Street Bank International GmbH – Succursale Italia, Société Générale Securities Services S.p.A (SGSS S.p.A), Allfunds Bank S.A.U filiale di Milano, Caceis Bank Italy Branch, and Banca Sella Holding S.p.A. are the Sub Transfer Agents for Italy. Allfunds Bank S.A., Estafeta 6, La Moraleja, Complejo Plaza de la Fuente, Alcobendas 28109, Madrid, Spain is the Facilities Agent in Spain (Janus Henderson Fund is registered with the CNMV under number 259) . The prospectus, the key information documents, the articles, the annual and semi-annual Reports as well as a list of all purchases and sales for the account may be obtained free of charge from the Swiss Representative. The Swiss Representative is FIRST INDEPENDENT FUND SERVICES LTD., Feldeggstrasse 12, CH-8008 Zurich. The Paying Agent in Switzerland is Banque Cantonale de Genève, 17, quai de l'Île, CH-1204 Geneva. In respect of the units offered in Switzerland, the place of performance is the registered office of the representative. The place of jurisdiction is at the registered office of the representative or at the registered office or place of residence of the investor. The summary of Investors Rights is available in English from <https://www.janushenderson.com/summary-of-investors-rights-english>. Janus Henderson Investors Europe S.A. may decide to terminate the marketing arrangements of this Collective Investment Scheme in accordance with the appropriate regulation.

Janus Henderson® and any other trademarks used herein are trademarks of Janus Henderson Group plc or one of its subsidiaries. © Janus Henderson Group plc. D10002