Janus Henderson INVESTORS

HORIZON DISCOVERING NEW ALPHA FUND

At a glance

Performance*
Due to current regulations we are only permitted to show performance if the share class is more than one year old.

Contributors/detractors
Arthur J Gallagher contributed to performance after the company reported stronger-than-expected earnings. Semiconductor holdings detracted amid a broader sell-off across artificial intelligence (AI) infrastructure and semiconductor stocks.

Outlook
We think global equity markets are concentrated, and that strong thematic investment ideas from our experienced investment team may help identify differentiated alpha opportunities.

Portfolio management



Richard Clode, CFA



Nick Harper, CFA

Investment environment

- Global equities ended October in slightly negative territory as renewed concerns around investment in artificial intelligence (AI), higher energy prices and persistent inflationary pressures weighed on investor sentiment. Performance diverged considerably, with weaker risk sentiment benefiting more defensive sectors.
- The US Federal Reserve (Fed) left interest rates unchanged, alongside similar decisions by the European Central Bank (ECB) and the Bank of Japan (BoJ). Government bond yields initially rose as resilient economic data and higher energy prices sustained concerns about inflation, before declining as weaker sentiment towards the technology sector increased demand for perceived safe-haven assets.
- Escalating tensions in the Middle East pushed oil prices sharply higher and renewed concerns about energy supplies. The rise in energy costs added to inflationary pressures and weighed on the outlook for consumers, even as the deterioration in risk sentiment helped government bonds recover from their weakness earlier in the month.
- Information technology (IT) and communication services were the weakest sectors as investors questioned whether substantial investment in AI infrastructure would generate adequate returns. Semiconductor stocks came under particular pressure as scrutiny of capital expenditure (capex) and the financing of AI infrastructure intensified.
- Healthcare, consumer staples and energy were the strongest sectors. Energy stocks benefited from higher oil prices, while defensive sectors proved more resilient amid uncertainty around inflation, interest rates and the outlook for technology investment.

Portfolio review

The principal positive contributors during October were spread across several themes. In our Longevity theme, Arthur J Gallagher was the largest contributor after the company reported better-than-expected results. Organic growth remained healthy, while margins across both its brokerage and risk-management businesses exceeded expectations. This reassured the market following the reduction in management's growth expectations during the previous quarter.

APi Group was another notable contributor after delivering a fourth consecutive quarter of double-digit organic growth.

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.

Demand remained robust across its inspection, service and monitoring businesses, which generate a high proportion of recurring revenue, while a growing backlog and further margin improvement supported confidence in the durability of its earnings. RTX, a holding in our Sovereignty theme, contributed as heightened geopolitical tensions reinforced the longer-term outlook for defence spending. Higher volumes across naval programmes and air-defence systems helped Raytheon sales grow by 14%, while strength in commercial aerospace allowed the company to raise its full-year guidance.

In our Lifestyle 2.0 theme, Spotify Technology contributed after reporting another quarter of strong subscriber growth and improving profitability. Premium subscribers reached 306 million, which was ahead of expectations, while gross margins were also slightly better than forecast. Shares in Novonesis rose following the completion of its acquisition of MicroBioGen, strengthening its yeast-breeding and research capabilities and supporting its longer-term biosolutions strategy. Tokio Marine, in our Longevity theme, also contributed as a favourable interest-rate environment and continued capital deployment supported confidence in the outlook for its insurance businesses.

The main detractors were concentrated among technology-related companies, especially in semiconductor and AI-infrastructure holdings, as investors questioned whether the scale of investment across the industry would generate adequate returns. In our Sovereignty theme, TSMC's shares fell despite the company reporting better-than-expected earnings and providing revenue guidance ahead of forecasts, as its solid operating performance was overshadowed by broader concerns around the sustainability of AI spending. Cerebras Systems weakened as additional shares became eligible for sale following the expiry of an initial public offering (IPO) lock-up, with the subsequent publication of a short-seller report adding to pressure on the shares. Infineon Technologies was affected by the wider semiconductor sell-off as investors reduced exposure to companies perceived to be sensitive to the AI investment cycle.

BBVA also detracted after its third-quarter results revealed weaker momentum in its domestic business. Spanish net income declined by 5.5% and fell short of expectations, while higher loan-loss provisions and a lower-than-expected capital ratio raised concerns about earnings resilience and the scope for future capital returns. These pressures outweighed a modestly better result at the group level.

In our Sovereignty theme, F5 was another detractor following its results announcement. While underlying performance was solid, the company’s growth outlook was more conservative than expected and its emerging AI opportunity remained relatively small, with approximately $100 million of AI-related bookings. Given that the shares had performed strongly ahead of the results, elevated expectations and a slower-than-anticipated contribution from AI prompted a sharp reassessment.

During October, we repositioned the portfolio following our quarterly best ideas review and optimisation process. In our Sovereignty theme, we added Broadcom, Tokyo Electron and Ciena, increasing exposure to custom AI computing, advanced semiconductor manufacturing and the high-speed connectivity required to link increasingly large data centres.

In our Longevity theme, we added Welltower and AstraZeneca, providing exposure to growing demand for senior housing and innovative medicines arising from ageing populations. Welltower has continued to benefit from improving occupancy, rental growth and constrained new supply across senior housing. We also added Cameco in our Net Zero 2.0 theme, reflecting the growing importance of nuclear power in meeting rising electricity demand while strengthening energy security.

In the Lifestyle 2.0 theme, we initiated positions in MongoDB and Tencent, increasing exposure to the data infrastructure underpinning modern applications and to a diversified digital platform benefiting from evolving consumer behaviour. These purchases were funded through selected disposals across the portfolio, reflecting a disciplined reallocation of capital towards the combination of ideas that offered us the most attractive conviction and risk/reward balance.

Portfolio activity remains focused on areas where we see long-term structural growth opportunities, rather than short-term volatility. While the portfolio is diversified by both style and sector, we do not try to manage it to the market by retreating into ‘safe’ areas, such as energy or consumer staples, where we lack long-term conviction.

Manager outlook

Global markets remain complex, volatile and noisy. We believe that trying to navigate this environment through the traditional lens of geography, sector or market capitalisation is a somewhat antiquated view and has proved inadequate in recent years. We think a more dynamic approach is required to help address higher levels of concentration in performance. By harnessing the strongest ideas from our experienced thematic stock pickers, through disciplined portfolio optimisation (which may help dampen the natural biases of more growth-oriented investors), we seek to benefit from both approaches. That is, to benefit from the concentration of high-conviction ideas while aiming to maintain diversification by style, factor, geography and sector.

We believe that major new growth markets and themes that transcend current geopolitical strife provide ample opportunities for stock picking, and that this is increasingly being rewarded more rationally. Themes such as the innovation of AI, deglobalisation, increasingly scarce resources, the return of the cost of capital and an ageing population may create opportunities for companies that can provide solutions to these challenges. By identifying companies in these areas across a diversified range of themes, we aim to deliver long-term capital appreciation and, over time, seek to outperform global equities.

Performance (%)

Due to current regulations we are only permitted to show performance if the share class is more than one year old.
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.

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 capital growth over the long term. Performance target: To outperform the MSCI ACWI Index, after the deduction of charges, over any 5-year period.

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	18 November 2025
Total net assets	115.75m
Asset class	Equities
Domicile	Luxembourg
Structure	SICAV
Base currency	USD
Index	MSCI All Country World Index℠
Morningstar sector	Global Flex-Cap Equity

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. 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 80% of its net assets in equities or equity-related instruments of companies worldwide, including up to 20% of its net assets in emerging markets, whose products and services are considered by the Investment Manager to contribute positively to addressing global challenges including population growth, ageing population, resource constraints and climate change. The Fund may invest in companies of any size, in any country and in any industry, but may have a bias towards smaller capitalisation companies. The Fund may invest up to 20% of its net assets in depositary receipts (including American Depositary Receipts and Global Depositary Receipts) and Real Estate Investment Trusts (REITs). The Fund may invest up to 20% of its assets in China A-Shares. The Fund may also invest in other assets including investment grade government bonds, associated derivative instruments, 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 ACWI Index, which is broadly representative of the companies in which it may invest, as this forms the basis of the Fund's Performance Target. The Investment Manager has discretion to choose investments for the Fund with weightings different to the index or not in the index, but at times the Fund may hold investments similar to the index.

Investment strategy

The Investment Manager, through a thematic framework of stock selection, seeks to construct a global portfolio of companies that are considered to benefit from structural changes in the global economy through positively addressing global challenges, with the potential to drive superior long term capital growth. The global challenges identified by the Investment Manager include but may not be limited to the following examples: population growth, ageing population, resource constraints and climate change. The Investment Manager will optimise portfolio construction to minimise geographic, sector and style biases versus the benchmark in order to focus on stock selection as the primary driver of superior returns. While the Fund will invest in companies of any size, given the investment approach to identify future, long term high growth companies, the Fund may have a bias towards smaller capitalisation companies.

Fund specific risks

Shares 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. Derivatives may be used 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. seeks to mitigate exchange rate movements between the share/unit class currency and the base currency of the Fund), 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 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. Losses could be incurred if a counterparty became 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. This fund is designed to be used only as one component of several in a diversified investment portfolio. Investors should consider carefully the proportion of their portfolio invested into this fund.

FOR MORE INFORMATION PLEASE VISIT **JANUSHENDERSON.COM**

Janus Henderson
INVESTORS

Source: Janus Henderson Investors, as at 31 October 2026, unless otherwise noted.

This product integrates ESG but does not pursue a sustainable investment strategy or have a sustainable investment objective or otherwise take ESG factors into account in a binding manner. ESG integration is the practice of incorporating material environmental, social and governance (ESG) information or insights in a non-binding manner alongside traditional measures into the investment decision process to improve long-term financial outcomes of portfolios. ESG related research is one of many factors considered within the investment process and in this material we seek to show why it is financially relevant. **This document is intended solely for the use of professionals and is not for general public distribution. This is a marketing communication. Please refer to the prospectus of the UCITS and to the KID before making any final investment decisions. 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 document is intended as a summary only and potential investors must read the Fund's prospectus and key information document before investing. A copy of the Fund's prospectus and key information document can be obtained from Janus Henderson Investors UK Limited in its capacity as Investment Manager and Distributor. For sustainability related aspects please access Janushenderson.com. We may record telephone calls for our mutual protection, to improve customer service and for regulatory record keeping purposes. 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 securities included in this document are not registered in the Foreign Securities Registry of the Superintendencia de Valores y Seguros for public offering and, therefore, the use of this document is only for general information purposes. 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. 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. 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 Horizon Fund (the "Fund") is a Luxembourg SICAV incorporated on 30 May 1985, managed by Janus Henderson Investors Europe S.A. Issued 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, Norway, Poland and Greece. 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 Horizon Fund is registered with the CNMV under number 353). 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'Ile, 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 Hong Kong Representative is Janus Henderson Investors Hong Kong Limited of Units 701-702, 7/F, LHT Tower, 31 Queen's Road Central, Hong Kong. Janus Henderson Investors (Singapore) Limited (Company Registration No. 199700782N), whose principal place of business is at 138, Market Street #34-03/04, CapitaGreen, Singapore 048946, Singapore (Tel: 65 6813 1000). 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 Ltd. or one of its subsidiaries. © Janus Henderson Group Ltd.