Janus Henderson INVESTORS

HORIZON STRATEGIC BOND FUND

At a glance

Performance*
The Fund returned −2.16%, the Sector returned −1.76%

Contributors/detractors
Duration in the US, Europe and the UK detracted, as did an overweight allocation to high yield and investment grade corporate bonds. Allocations to loans and collateralised loan obligations contributed.

Outlook
Higher yields and wider spreads have improved prospects across fixed income. We remain focused on seeking attractive income, selectively adding risk where valuations appear compelling and fundamentals remain supportive.

Portfolio management


John Lloyd


Helen Anthony, CFA


Oliver Bardot, CFA


Jenna Barnard, CFA


Addison Maier

Investment environment

- Global bond prices fell sharply in September as oil prices rose again and major central banks raised interest rates, pushing government bond yields to multi-year highs.
- The US-Iran conflict remained unresolved, with the seven-month war oscillating between military flare-ups and diplomatic efforts that yielded little tangible progress. Elevated energy prices, particularly diesel and other fuels, reinforced concerns about inflation.
- Economic data was stronger than expected, particularly in the US, where business activity accelerated to its strongest level in more than five years.
- US government bond yields rose further in September (prices fell), with the US 10-year Treasury yield up 54 basis points (bps) to 5.29%, briefly topping 5.3% for the first time since 2002. The US Treasury yield curve flattened and shifted sharply higher, with moves most pronounced in the belly of the curve.
- The Federal Reserve (Fed) raised its benchmark rate by 25 bps to 3.75%-4.00%, marking its first interest rate increase since 2023. Markets priced in at least one additional rate hike by the end of the year. However, cooler-than-expected personal consumption expenditure (PCE) inflation data released at the end of the month eased concerns about the need for an immediate follow-up move.
- German sovereign bonds were also broadly weaker. The German 10-year bund yield rose 26 bps to 3.59%, its highest level in more than 15 years. The European Central Bank (ECB) raised its key policy rates by 25 bps to 2.50% as expected. Policymakers highlighted the risk of rising inflation, particularly from higher energy prices, while also acknowledging risks to economic growth.
- In the UK, the yield on the 10-year gilt rose approximately 36 bps to 5.42%, while the 30-year climbed to 5.95%, approaching 6.0% for the first time since 1998, as fiscal uncertainty ahead of October's Budget added to upward pressure on borrowing costs. The Bank of England (BoE) left its policy rate unchanged at 3.75% as expected.
- Investment grade bond spreads widened only modestly, while high yield bond spreads moved materially wider amid weaker risk sentiment and elevated issuance across credit markets. CCC-rated bonds materially underperformed, amid concerns that

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.

higher financing costs may make refinancing difficult for lower-quality issuers.

Portfolio review

Yield curve positioning detracted from performance, mainly due to duration positioning in the US and Europe, where yields rose across the curve. The overweight allocation to high yield and investment grade corporate bonds detracted, as spreads widened over the month. The allocations to loans and collateralised loan obligations (CLOs) contributed to performance.

From a positioning perspective, we made a number of incremental adjustments during September. Following the earlier reduction in duration over the quarter, we modestly increased interest rate exposure as higher government bond yields created more attractive entry points. Duration remained below levels seen at the start of the quarter, reflecting our continued preference for credit carry over directional rate exposure.

Within credit, we continued to increase allocations to higher-yielding and floating-rate assets. Exposure to high yield, loans and CLOs was increased, while we also added to asset-backed securities (ABS) holdings. We maintained a broadly stable allocation to investment grade credit, where security selection remains key, while reducing exposure to mortgage-backed securities.

Overall, the portfolio moved further towards higher-conviction credit opportunities, particularly within securitised and floating-rate markets, while retaining a balanced duration profile and diversified sources of income.

Manager outlook

We view the macroeconomic backdrop as the main challenge. Higher energy prices and prolonged geopolitical tensions have pushed inflation higher and increased the risk that interest rates could remain elevated for longer. As a result, we expect volatility in government bond markets to persist.

In the US, the Fed continues to signal further monetary policy tightening this year. Inflation has remained elevated and economic growth resilient, although the disinflation outlook could improve as tariff effects fade and shelter inflation slows. We are also watching for signs that artificial intelligence (AI)-related data centre investment may begin to moderate as permitting constraints, financing costs and supplier weakness become more apparent.

UK economic activity remained resilient but subdued in September, with earlier strength in services and technology-related investment offset by softer business surveys and further signs of labour-market cooling. Inflation pressures remained elevated, particularly from higher energy costs, although easing wage growth and weaker employment pointed to gradually increasing spare capacity. Against this mixed backdrop, the Bank of England kept Bank Rate unchanged at 3.75% in a 6–3 vote, balancing weaker domestic activity against the risk that energy-driven inflation could become embedded in wages and prices. Fiscal uncertainty ahead of the Autumn Budget and higher borrowing costs added to the challenging outlook.

Despite the weakness across fixed income markets, we believe the underlying environment remains broadly supportive. Economic activity has been more resilient than expected and we expect third-quarter corporate earnings to provide further evidence that corporate fundamentals remain intact.

Higher yields and wider spreads have improved prospective returns across fixed income. We remain focused on generating attractive income, selectively adding risk where we think relative valuations look compelling and fundamentals remain supportive. Looking ahead, we believe opportunities are likely to come from income, carry and disciplined security selection. All-in yields remain attractive across selected areas of corporate credit, high-coupon mortgage securities, and floating-rate AAA-rated and AA-rated CLOs. This supports our preference for a diversified income approach that seeks to capture yield while seeking to avoid excessive duration or spread risk.

Performance (%)

Returns	Cumulative				Annualised			
	1 Month	3 Month	YTD	1 Year	3 Year	5 Year	10 Year	Since inception (26/07/17)
A2 USD (Net)	-2.16	-3.26	-2.20	-0.89	4.10	-2.12	—	1.12
Sector	-1.76	-2.07	-0.35	0.66	5.84	1.97	—	2.74

Calendar year	YTD at Q3 2026	2025	2024	2023	2022	2021	2020	2019	2018	2017 from 26 Jul
A2 USD (Net)	-2.20	6.27	-0.55	5.62	-17.17	-0.20	10.68	10.13	-0.66	1.41
Sector	-0.35	6.79	5.39	8.01	-8.56	0.11	5.59	9.48	-1.53	1.51

Performance is on a net of fees basis, with gross income reinvested. Source: at 30/09/26. © 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 income and capital growth, 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	26 July 2017
Total net assets	80.13m
Asset class	Fixed Income
Domicile	Luxembourg
Structure	SICAV
Base currency	USD
Index	Not Applicable
Morningstar sector	Global Flexible Bond - USD Hedged
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.



Rating as at previous month end. Rating is for the representative share class as defined in the performance table.

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 16 March 2023, the Fund changed its investment policy. Past performance shown before this date was achieved under circumstances that no longer apply. As of 1 August 2026, John Lloyd, Helen Anthony, CFA & Addison Maier have been appointed as co-managers of this fund. 100% of the Annual Management Charge is taken from capital. 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 in bonds of any quality, including high yield (non-investment grade) bonds, asset-backed and mortgage-backed securities and distressed debt, issued by governments, companies or any other type of issuer, in any country. The Fund may invest up to 50% in total return swaps. Where investments are made in assets in currencies other than the base currency of the Fund, the Fund will seek to hedge those assets back to the base currency to remove the risk of currency exchange rate movements. The Fund may also invest in other assets including perpetual bonds, convertible bonds, contingent convertible bonds (CoCos), company shares (equities), preference shares, cash and money market instruments. The Investment Manager may use derivatives (complex financial instruments), including total return swaps, with the aim of making investment gains in line with the Fund's objective, to reduce risk or to manage the Fund more efficiently. The Fund is actively managed without reference to a benchmark. The Investment Manager has complete freedom to choose individual investments for the Fund and to vary allocations between different types of bonds.

Investment strategy

The Fund follows a flexible strategy to construct a diverse portfolio of investments from across the spectrum of fixed income assets. The Investment Manager actively varies the allocation to different types of bonds to suit the prevailing economic environment, based on careful macroeconomic research and credit analysis. At times in the market cycle, the fund will be expected to have higher interest rate sensitivity, which may result in significant underperformance or outperformance, particularly when government bond yields move more quickly or to a greater extent than anticipated. The Investment Manager adopts this approach as it is believed this can be beneficial for long-term performance.

Fund specific risks

An issuer of a bond (or money market instrument) may become unable or unwilling to pay interest or repay capital. If this happens or the market perceives this may happen, the value of the bond will fall. When interest rates rise (or fall), the prices of different securities will be affected differently. In particular, bond values generally fall when interest rates rise (or are expected to rise). This risk is typically greater the longer the maturity of a bond investment. When interest rates rise (or fall), the prices of different bonds will be affected differently. In particular, bond prices generally fall when interest rates rise or are expected to rise. This is especially true for bonds with a higher sensitivity to interest rate changes. A material portion of the fund may be invested in such bonds (or bond derivatives), so rising interest rates may have a negative impact on fund returns. While high yield (non-investment grade) bonds generally offer higher rates of interest than investment grade bonds, they are more speculative and more sensitive to adverse changes in market conditions. Some bonds (callable bonds) allow their issuers the right to repay capital early or to extend the maturity. Issuers may exercise these rights when favourable to them and as a result the value of the Fund may be impacted. CoCos can fall sharply in value if the financial strength of an issuer weakens and a predetermined trigger event causes the bonds to be converted into shares/units of the issuer or to be partly or wholly written off. High exposure to a particular country or geographical region carries a higher level of risk than a more broadly diversified portfolio. Derivatives may be used to help achieve the investment objective. This can result in leverage (higher levels of debt), which can magnify an investment outcome. Gains or losses may therefore be greater than the cost of the derivative. Derivatives also introduce other risks, in particular, that a derivative counterparty may not meet its contractual obligations. 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. Some or all of the ongoing charges and other costs of the Fund may be taken from capital, which may erode capital or reduce potential for capital growth. 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.

Source for risk rating

The summary risk indicator is a guide to the level of risk of this product compared to other products. It shows how likely it is that the product will lose money because of movements in the markets or because we are not able to pay you. We have classified this product as 3 out of 7, which is a medium-low risk class. The risk indicator assumes you keep the product for 5 years. This rates the potential losses from future performance at a medium-low level, and poor market conditions are unlikely to impact our capacity to pay you.

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

Janus Henderson
INVESTORS

Source: Janus Henderson Investors, as at 30 September 2026, unless otherwise noted.

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.