

For promotional purposes

## **Henderson EuroTrust plc**

Read the following frequently asked questions (FAQs) about the Henderson EuroTrust plc Share Split and proposed changes to the Investment Policy.

### **Share Split FAQ**

#### **Why was this proposed?**

A: The price of the Company's existing ordinary shares of 5p each had almost trebled over the last 10 years and, as at 1 October 2021, the closing mid-market price was 1,645.0p. To assist monthly savers and those who reinvest their dividends or are looking to invest smaller amounts, the Directors believed that it was appropriate to propose the sub-division in order to improve the liquidity in and marketability of the Company's shares, which would benefit all shareholders.

#### **How did this affect the value of my holding?**

A holding of New Ordinary Shares following the Share Split represents the same proportion of the issued ordinary share capital of the Company as the corresponding holding of Existing Ordinary Shares immediately prior to the Share Split. The Share Split did not affect, therefore, the overall value of a shareholder's holding in the Company.

By way of example, taking the net asset value (including current year revenue with debt at par) and price as at 1 October 2021 of 1,637.4p and 1,645.0p respectively per Existing Ordinary Share, if the Share Split had become effective as at that date, each holder of one Existing Ordinary Share would receive 10 New Ordinary Shares with an aggregate net asset value and price of 1,637.4p and 1,645.0p respectively immediately following the Share Split.

#### **When did this come into effect?**

Dealings in the New Ordinary Shares commenced at 8.00am on Monday 22 November 2021, at which time the Sub-division of Ordinary Shares became effective. The last day of trading in the Existing Ordinary Shares was Friday, 19 November 2021 and the record date for the Sub-division of Ordinary Shares was 6.00pm on that date.

#### **What does this mean for my voting rights?**

Each New Ordinary Share has one vote per share on a poll.

#### **What does this mean for my dividend?**

The New Ordinary Shares will have the same rights to participate in dividends paid by the Company, but any dividend declared will have been adjusted to take into account the division of the share capital as a result of Share Split becoming effective.

At the AGM on 17 November 2021, shareholders approved a final dividend of 17p per Existing Ordinary Share for the year ended 31 July 2021. The dividend was paid on 24 November 2021 following the sub-division and reflected the shares held by shareholders on the register as at 22 October 2021. Shareholders effectively received 1.7p per New Ordinary Share, being one tenth of the dividend per share following the one for ten sub-division of the Existing Ordinary Shares.

## **Are there any tax implications resulting from the Share Split?**

The Share Split did not itself give rise to any liability to UK income tax (or corporation tax on income) for shareholders.

The Sub-division of Ordinary Shares does not itself give rise to any liability to UK income tax (or corporation tax on income) for shareholders. For the purposes of UK capital gains tax and corporation tax on chargeable gains, the receipt of the New Ordinary Shares from the Share Split was a reorganisation of the share capital of the Company. Accordingly, a shareholder's holding of New Ordinary Shares will be treated as the same asset as the shareholder's holding of Existing Ordinary Shares and as having been acquired at the same time, and for the same consideration, as that holding of Existing Ordinary Shares.

## **When will I receive share certificates for the New Ordinary Shares?**

Replacement physical share certificates in respect of the New Ordinary Shares were posted to shareholders on Friday, 26 November 2021. If you have not received your share certificate please contact Computershare, the Company's Registrar, on 0370 707 1034. Full contact details for the Company's Registrar can be found in the Company's Annual Report.

## **Did the ticker, ISIN and SEDOL change?**

The ticker remained the same, HNE, following the Sub-division of Ordinary Shares.

The New Ordinary Shares of 0.5p per share have a new ISIN and SEDOL, as follows:

- New ISIN: GB00BP6QR382
- New SEDOL: BP6QR38

## Environmental, Social and Governance (“ESG”) and investing sustainably FAQ

### What are the proposed amendments to the investment policy?

The Company plans to convert to Article 8’ under the Sustainable Financial Disclosure Regulations (‘SFDR’) also referred to as ‘Light Green’. This will put in place certain exclusions to add clarity and robustness to the commitment to incorporate ESG factors and sustainability considerations into the investment process.

### How does the Company intend to do this?

Under Article 8, the Company will operate a three-stage exclusion policy, these include:

1. Excluding companies based on revenue exposure to certain undesirable activities such as the production of shale energy, palm oil, arctic oil and gas, the production or selling of tobacco, or from involvement in the adult entertainment sector
2. Preventing the Company from having more than 5% of assets invested in securities which have a high ESG rating
3. Preventing the Company from investing in the bottom 5% of companies when ranked by carbon intensity

It will ensure that the Company has at least 5% of assets invested in companies aligned with the UN Sustainable Development Goal of ‘Good Health & Wellbeing’. The companies it invests in will all be compliant with the UN Global Compact, which is a voluntary framework encouraging businesses worldwide to adopt sustainable and socially responsible policies.

### When will this come into effect?

Shareholder approval was given at the AGM on 17 November 2021, the changes will become effective on 1 January 2022.

### How will this benefit shareholders?

This move towards a more sustainability-biased portfolio will increase disclosure levels, enabling shareholders to better judge the ESG credentials of the companies that the Company invests in and the overall portfolio itself.

### Glossary

- Liquidity - The ability to buy or sell a particular security or asset in the market. Assets that can be easily traded in the market (without causing a major price move) are referred to as ‘liquid’.
- Net Asset Value (NAV) - The total value of a fund's assets less its liabilities.

**Before investing in an investment trust referred to in this document, you should satisfy yourself as to its suitability and the risks involved, you may wish to consult a financial adviser. Past performance is not a guide to future performance. 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. 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. We may record telephone calls for our mutual protection, to improve customer service and for regulatory record keeping purposes.**

Issued in the UK by Janus Henderson Investors. Janus Henderson Investors is the name under which investment products and services are provided by Janus Capital International Limited (reg no. 3594615), Henderson Global Investors Limited (reg. no. 906355), Henderson Investment Funds Limited (reg. no. 2678531), Henderson Equity Partners Limited (reg. no.2606646), (each registered in England and Wales at 201 Bishopsgate, London EC2M 3AE and regulated by the Financial Conduct Authority) and Henderson Management S.A. (reg no. B22848 at 2 Rue de Bitbourg, L-1273, Luxembourg and regulated by the Commission de Surveillance du Secteur Financier).

Janus Henderson, Janus, Henderson, Perkins, Intech, VelocityShares, Knowledge Shared, Knowledge. Shared and Knowledge Labs are trademarks of Janus Henderson Group plc or one of its subsidiaries. © Janus Henderson Group plc.