

ANNUAL REPORT & ACCOUNTS

For the year ended 31 January 2021

Who are Janus Henderson Investors?



Source: Janus Henderson Investors. Staff and assets under management (AUM) data as at 31 December 2020. AUM data excludes exchange-traded note (ETN) assets.

Who we are

The notion of “connecting” is powerful – it has shaped our evolution and our world today. At Janus Henderson Investors (Janus Henderson), we seek to benefit clients through the connections we make.

Connections enable strong relationships with clients based on trust and insight as well as the flow of ideas among our investment teams and our engagement with companies, all of which allow us to make a positive difference. These connections are central to our values as a firm, to what active management stands for and to the outperformance we seek to deliver.

Our commitment to active management offers clients the opportunity to outperform passive strategies over the course of market cycles. Through times of both market calm and growing uncertainty, our managers apply their experience weighing risk versus reward potential – seeking to ensure clients are on the right side of change.

Why Janus Henderson Investors?

At Janus Henderson, we believe in linking our world-class investment teams and experienced global distribution professionals with our clients around the world.

Active because active matters

We selectively invest in what we believe are the most compelling opportunities. Our investment teams are free to form their own views and seek to actively position portfolios to connect clients with their financial goals.

Global strength to deliver local solutions

We offer true global reach with a presence in all major markets, combined with the responsiveness, tailored solutions and personal touch you would expect from a local partner.

Empowering clients through knowledge shared

We connect our clients with insights and knowledge that empower them to make better investment and business decisions.

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Authorised Corporate Director's (ACD) report for the year ended 31 January 2021

We are pleased to present the Annual Report and Accounts for Janus Henderson Multi-Manager Investment OEIC (the 'Company') for the year ended 31 January 2021.

Authorised status

The Company is an open-ended investment company (OEIC) with variable capital incorporated in England and Wales under registered number IC000146 and authorised by the Financial Conduct Authority (FCA) with effect from 4 February 2002. It is a non-Undertakings for Collective Investment in Transferable Securities (non-UCITS) retail scheme structured as an umbrella company, comprising of eight sub-funds ('funds') complying with chapter 5 of the Collective Investment Schemes Sourcebook (COLL). The operation of the Company is governed by the OEIC regulations, COLL, its Instrument of Incorporation and Prospectus.

The Company qualifies as a UK Alternative Investment Fund (UK AIF) in accordance with the directive 2011/61/EU (UK AIFMD) of the European parliament.

Segregation of assets

Each fund is treated as a separate entity and is a segregated portfolio of assets and those assets can only be used to meet the liabilities of, or claims against that fund.

Brexit update

With effect from 1 January 2021, UK domiciled investment funds that had previously operated under the UCITS regulations will cease to be classed as UCITS and will instead become 'UK UCITS'. From the same date, UK domiciled non-UCITS Retail Schemes (NURS) will cease to be classed as EU AIFs and instead will be classed as third country AIFs. The way in which the funds are managed will not be impacted by this change.

Value assessment

The board of Henderson Investment Funds Limited (HIFL) present the value assessment report for the period to 31 December 2020, made available on our website www.janushenderson.com. Access by this link (<https://www.janushenderson.com/en-gb/investor/notice/value-assessment-report>).

Over the period 2015 to 2019, the UK's financial services regulator, the FCA, carried out a study of the asset management industry to understand how asset managers compete to deliver value to investors. The findings of this study have given rise to a range of FCA initiatives, one being for the Board of the ACD (the body responsible for an investment fund) in the UK to perform detailed assessments of whether funds are providing value to investors, and publish an annual statement summarising the outcome of this process, known as the value assessment.

The value assessment considers a minimum of seven criteria set by the FCA; while investment performance and quality of service are clearly important factors, costs and charges paid by investors are also key considerations. At Janus Henderson, ensuring value is delivered to investors has always been central to our process and therefore the value assessment is an extension to the existing ongoing monitoring processes that provide oversight of how the funds are managed on your behalf.

The report contains an overview of the process that Janus Henderson undertook to perform this assessment along with the conclusions.

COVID-19

The outbreak of the novel coronavirus ('COVID-19') and subsequent global pandemic has impacted the global financial markets and economies during the year to 31 January 2021.

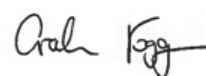
New variants of coronavirus are rapidly emerging around the world. These new strains are proving more infectious than the original strain which began the pandemic. As the northern hemisphere has moved into winter, coronavirus rates have been rising in parts of Europe and the USA. The impact of COVID-19 and influenza has put pressure on hospitals and other healthcare facilities. In response to the threat presented by the second wave, European countries and many US states have instituted population lockdowns that involve varying restrictions on movement, meeting people, work, schooling, shopping, hospitality and entertainment.

Vaccines are the most effective way to protect against infections, and in the UK and around the world mass vaccination programmes have started to counter the threat of the second wave.

The worldwide spread of COVID-19 has created significant uncertainty in the global economy. The impact of COVID-19 during the year has been taken into account in the recognition and measurement of the funds' primary statements at 31 January 2021.

Director's statement

This report has been prepared in accordance with the requirements of the Collective Investment Schemes Sourcebook as issued and amended by the Financial Conduct Authority. I hereby certify the investment reviews and financial statements on behalf of the Directors of Henderson Investment Funds Limited.



G Foggin
(Director)

7 June 2021

Authorised Corporate Director's (ACD) report (continued)

Service providers

	Name	Address	Regulator
Authorised Corporate Director and UK Alternative Investment Fund Manager (UK AIFM)	Henderson Investment Funds Limited Member of the Investment Association The ultimate holding company is Janus Henderson Group plc	Registered Office: 201 Bishopsgate London EC2M 3AE Registered in England No 2678531 Dealing – 0845 608 8703 Enquiries – 0800 832 832	Authorised and regulated by the Financial Conduct Authority
Directors of the ACD	R Chaudhuri (from 17.03.20) A Crooke G Foggin G Fogo S Hillenbrand H J de Sausmarez P Shea* F Smith* *Independent		
Investment Manager	Henderson Global Investors Limited The ultimate holding company is Janus Henderson Group plc	201 Bishopsgate London EC2M 3AE	Authorised and regulated by the Financial Conduct Authority
Shareholder Administrator	SS&C Financial Services International Limited and SS&C Financial Services Europe Limited	SS&C House St Nicholas Lane Basildon Essex SS15 5FS	Authorised and regulated by the Financial Conduct Authority
Depository	NatWest Trustee and Depository Services Limited The ultimate holding company is the Royal Bank of Scotland Group plc	250 Bishopsgate London EC2M 4AA	Authorised by the Prudential Regulation Authority and regulated by the Financial Conduct Authority and by the Prudential Regulation Authority
Independent Auditors	PricewaterhouseCoopers LLP	141 Bothwell Street Glasgow G2 7EQ	Institute of Chartered Accountants in England and Wales
Legal Adviser	Eversheds Sutherland (International) LLP	One Wood Street London EC2V 7WS	The Law Society

Global equity markets increased over the year to 31 January 2021, the MSCI World Index increased +11.4% in sterling and +16.0% in US dollar terms. The emergence and spread of COVID-19 sparked a dramatic slump during the first quarter. The huge monetary and fiscal policy response to the pandemic spurred a rebound, which was supported by the successful development of three COVID-19 vaccines towards the end of 2020.

In the UK, the FTSE All Share Index was 7.6% lower in sterling terms, having failed to fully recover from the COVID-19-led slump. Equities plummeted in February and March as COVID-19 spread and many countries went into lockdown. Strong gains followed in April and May, supported by fiscal and monetary policy measures in the UK and elsewhere in the world. Surging infections in the autumn months prompted the government to announce England's second national lockdown at the end of October. The development of the vaccines triggered an end-of-year rally that was supported by the announcement, on Christmas Eve, that the UK and the European Union (EU) had finally agreed a trade deal. The discovery of a more infectious strain of COVID-19 in the UK shortly before Christmas caused a brief sell-off. Further pressure followed in January, as a third national lockdown was imposed in England, while infections and deaths hit record levels. The UK economy grew by a record 16.0% over the third quarter, rebounding from an 18.8% contraction over the second quarter.

European stocks moved higher, the FTSE World Europe ex UK Index increased +8.0% in sterling and +2.6% in euro terms, as they benefited from fiscal and monetary policy support, the positive vaccine news and an ease in uncertainty after the UK/EU trade agreement. Stocks slumped in February and March as the region became the centre of the pandemic. The European Central Bank unveiled a bond-buying programme – which totalled €1.85trn by the end of the reporting year – while various countries announced financial support packages. The easing of lockdown curbs and announcement of a €750bn EU recovery fund supported the rebound. Sharp rises in new cases of COVID-19 in the autumn months and the return of restrictions pressured shares. The vaccine progress marked a turnaround and stocks rose strongly in the final two months of 2020. The rally petered out in January, however, because of concerns about the slow roll-out of vaccinations. The eurozone economy endured a bumpy ride in 2020, as it shrank by 0.7% over the fourth quarter of 2020, following 12.4% growth over the previous three months and a record 11.7% contraction over the second quarter.

US equities, as measured by the S&P 500 Index, increased by 12.6% in sterling and 17.3% in US dollar terms. Equities plunged during the pandemic-led rout of global markets before supportive monetary policy from the US Federal Reserve and US\$3trn of government aid spurred a rebound. Surging new COVID-19 cases in the US and elsewhere, and uncertainty about the outcome of the US presidential vote, pulled stocks down in September and October, before the vaccine breakthroughs sparked an end-of-year rally. The gains were supported by the confirmation of Joe Biden's election win in November and the announcement, in December, of a further US\$900bn of government stimulus. Equities declined in January because of concerns about the slow roll-out of vaccinations, while targeted buying by small retail investors of certain stocks shorted by hedge funds caused significant volatility in the final days of the month. US fourth-quarter GDP moderated to 4.0% growth, on an annualised basis, from an all-time high of 33.4% in the third quarter, although this followed a 31.4% slump in the second quarter.

In Japan, the TOPIX rose by 9.3% in sterling and 10.0% in yen terms. Shares plunged during the global market sell-off, while monetary policy support and US\$2.2trn of government stimulus triggered a subsequent rally. A nationwide state of emergency was lifted in May, further boosting sentiment. Prime Minister Shinzo Abe resigned at the end of August because of ill health. New leader Yoshihide Suga vowed to continue his predecessor's reforms, which calmed market nerves about the changeover. Stocks participated in the global rally from November, which was supported in December by the government's third economic stimulus package in 2020. A tightening of COVID-19 restrictions in Tokyo and some surrounding areas, because of rises in infections, weighed on shares in January. The benchmark Nikkei 225 Index hit a 30-year high later in the month, however, on optimism about further stimulus measures in the US. Japan's GDP returned to growth in the third quarter, expanding by a record 22.9%, on an annualised basis, following three consecutive quarterly contractions.

In Asia, the MSCI AC Asia Pacific ex Japan Index surged by 26.7% in sterling and 32.0% in US dollar terms. Stocks slumped in February and March, while worldwide monetary and fiscal stimulus helped to drive the subsequent rebound. China's market was very strong as the economy recovered relatively quickly after lockdown restrictions were eased – GDP expanded by 6.5% year on year in the fourth quarter, returning to pre-pandemic growth levels. South Korean equities pushed sharply higher as technology shares rallied and on vaccine-led optimism about a global economic recovery. Strength in technology stocks, in particular, also fuelled large gains in the Taiwanese equity market. Australian stocks underperformed the regional index. The pandemic pulled the economy into its first recession in 28 years during the second quarter, although it returned to growth in the third quarter.

The MSCI Emerging Markets Index advanced strongly, by 23.2% in sterling and 28.3% in US dollar terms. The COVID-19-led slump in February and March hit emerging economies hard, while optimism about a global economic recovery drove a rebound. India's market was up but underperformed the broader index, with the country the second-worst affected in the world in terms of COVID-19 infections. The benchmark NSE Nifty 50 and S&P BSE Sensex indices, nevertheless, repeatedly hit record highs towards the end of 2020 and in January, helped by the vaccine progress. Latin American markets were sharply lower, in aggregate, as the pandemic exacerbated the region's economic problems. Equities slumped in Brazil as political uncertainty, including the slow pace of reforms, and worries about the state of the government's finances – particularly as COVID-19 infections accelerated in January – added further pressure. Turkish shares declined after the lira hit record lows against the US dollar in early November, while South African stocks advanced, as vaccine-led recovery hopes helped the benchmark South Africa Top 40 Index to all-time highs in January.

Market review (continued)

Within fixed income, the JPM Global Government Bond Index gained 2.1% in sterling and 6.3% in US dollar terms. Yields on core developed market government bonds were generally lower (prices were higher, reflecting their inverse relationship), as the pandemic-led slump in equity markets increased demand for perceived 'safe-haven' investments. US benchmark 10-year Treasury yields hit a record low in early August, on concerns about a global economic recovery, although they pushed back above 1% in January – the first time since around mid-March – on increased inflation expectations. In the corporate debt market, global bond issuance of more than US\$5.3trn in 2020 was US\$1trn higher than the previous record, in 2019.

In commodity markets, oil prices were little changed overall, having endured wild swings because of the pandemic. US benchmark West Texas Intermediate – which finished the reporting year up by about 1% at about US\$52.20 per barrel – briefly turned negative in April as supply hugely outstripped demand. Prices rebounded as producers cut supply and as the vaccine breakthroughs spurred hopes of a revival of demand. The price of gold – often considered a safe-haven investment in times of uncertainty – surged as it benefited from the pandemic-induced turmoil on markets. Spot prices ended the year at just over US\$1,846 per troy ounce, up by more than 16%, although they were down from record high levels of more than US\$2,000 per troy ounce in August.

Statement of Authorised Corporate Director's (ACD) responsibilities

for the year ended 31 January 2021

The FCA's COLL requires the ACD to prepare financial statements for each annual accounting year which give a true and fair view, in accordance with the Statement of Recommended Practice (SORP) for Authorised Funds issued by the Investment Management Association (IMA) in May 2014, United Kingdom Generally Accepted Accounting Practice (UK GAAP) (United Kingdom Accounting Standards, comprising the Financial Reporting Standard 102 (FRS 102) applicable in the UK and Republic of Ireland), of the financial affairs of the Company and each of the sub-funds, and their revenue/expenditure for the year. In preparing the financial statements the ACD is required to:

- select suitable accounting policies and then apply them consistently;
- comply with the requirements of the SORP for Authorised Funds issued by the IMA in May 2014;
- follow generally accepted accounting principles and applicable accounting standards;
- keep proper accounting records which enable it to demonstrate that the financial statements, as prepared by HIFL, comply with the above requirements;
- make best judgements and estimates that are reasonable; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in operation for the foreseeable future.

The ACD is responsible for the management of the Company in accordance with its Instrument of Incorporation, Prospectus and the Regulations. The ACD is also responsible for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Statement of the Depositary's responsibilities and report of the Depositary to the shareholders of Janus Henderson Multi-Manager Investment OEIC ('the Company') for the year ended 31 January 2021

The Depositary must ensure that the Company is managed in accordance with the Financial Conduct Authority's Collective Investment Schemes Sourcebook, the Investment Funds Sourcebook, the Open-Ended Investment Companies Regulations 2001 (SI 2001/1228) (the OEIC Regulations), as amended, the Financial Services and Markets Act 2000, as amended (together 'the Regulations'), the Company's Instrument of Incorporation and Prospectus (together 'the Scheme documents') as detailed below.

The Depositary must in the context of its role act honestly, fairly, professionally, independently and in the interests of the Company and its investors.

The Depositary is responsible for the safekeeping of all custodial assets and maintaining a record of all other assets of the Company in accordance with the Regulations.

The Depositary must ensure that:

- the Company's cash flows are properly monitored and that cash of the Company is booked into the cash accounts in accordance with the Regulations;
- the sale, issue, redemption and cancellation of shares are carried out in accordance with the Regulations;
- the value of shares of the Company are calculated in accordance with the Regulations;
- any consideration relating to transactions in the Company's assets is remitted to the Company within the usual time limits;
- the Company's income is applied in accordance with the Regulations; and
- the instructions of the AIFM are carried out (unless they conflict with the Regulations).

The Depositary also has a duty to take reasonable care to ensure that the Company is managed in accordance with the Regulations and the Scheme documents in relation to the investment and borrowing powers applicable to the Company.

Having carried out such procedures as we consider necessary to discharge our responsibilities as Depositary of the Company, it is our opinion, based on the information available to us and the explanations provided, that in all material respects the Company, acting through the ACD:

(i) has carried out the issue, sale, redemption and cancellation, and calculation of the price of the Company's shares and the application of the Company's income in accordance with the Regulations and the Scheme documents of the Company, and

(ii) has observed the investment and borrowing powers and restrictions applicable to the Company.

NatWest Trustee and Depositary Services Limited
London
7 June 2021

Independent Auditors' report to the shareholders of Janus Henderson Multi-Manager Investment OEIC

Report on the audit of the financial statements

Opinion

In our opinion, the financial statements of Janus Henderson Multi-Manager Investment OEIC (the 'Company'):

- give a true and fair view of the financial position of the Company and each of the sub-funds as at 31 January 2021 and of the net revenue and the net capital gains/losses on the scheme property of the Company and each of the sub-funds for the year then ended; and
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards, comprising FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', and applicable law), the Statement of Recommended Practice for UK Authorised Funds, the Collective Investment Schemes sourcebook and the Instrument of Incorporation.

Janus Henderson Multi-Manager Investment OEIC is an Open-Ended Investment Company ('OEIC') with eight sub-funds. The financial statements of the Company comprise the financial statements of each of the sub-funds. We have audited the financial statements, included within the Annual Report & Accounts (the 'Annual Report'), which comprise: the balance sheets as at 31 January 2021; the statements of total return, and the statements of changes in net assets attributable to shareholders for the year then ended; the distribution tables; and the notes to the financial statements, which include a description of the significant accounting policies.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) ('ISAs (UK)') and applicable law. Our responsibilities under ISAs (UK) are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Independence

We remained independent of the Company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, which includes the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements.

Conclusions relating to going concern

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the Company's or any sub-funds' ability to continue as a going concern for a period of at least twelve months from the date on which the financial statements are authorised for issue.

In auditing the financial statements, we have concluded that the Authorised Corporate Director's use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

However, because not all future events or conditions can be predicted, this conclusion is not a guarantee as to the Company's or any sub-funds' ability to continue as a going concern.

Our responsibilities and the responsibilities of the Authorised Corporate Director with respect to going concern are described in the relevant sections of this report.

Reporting on other information

The other information comprises all of the information in the Annual Report other than the financial statements and our auditors' report thereon. The Authorised Corporate Director is responsible for the other information. Our opinion on the financial statements does not cover the other information and, accordingly, we do not express an audit opinion or, except to the extent otherwise explicitly stated in this report, any form of assurance thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If we identify an apparent material inconsistency or material misstatement, we are required to perform procedures to conclude whether there is a material misstatement of the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report based on these responsibilities.

Authorised Corporate Director's Report

In our opinion, the information given in the Authorised Corporate Director's Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

Independent Auditors' report to the shareholders of Janus Henderson Multi-Manager Investment OEIC (continued)

Responsibilities for the financial statements and the audit

Responsibilities of the Authorised Corporate Director for the financial statements

As explained more fully in the Statement of Authorised Corporate Director's responsibilities, the Authorised Corporate Director is responsible for the preparation of the financial statements in accordance with the applicable framework and for being satisfied that they give a true and fair view. The Authorised Corporate Director is also responsible for such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Authorised Corporate Director is responsible for assessing the Company's and each of the sub-funds ability to continue as a going concern, disclosing as applicable, matters related to going concern and using the going concern basis of accounting unless the Authorised Corporate Director either intends to wind up or terminate the Company or individual sub-fund, or has no realistic alternative but to do so.

Auditors' responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud, is detailed below.

Based on our understanding of the Company/industry, we identified that the principal risks of non-compliance with laws and regulations related to breaches of the Collective Investment Schemes sourcebook, and we considered the extent to which non-compliance might have a material effect on the financial statements, in particular those parts of the sourcebook which may directly impact on the determination of amounts and disclosures in the financial statements. We evaluated management's incentives and opportunities for fraudulent manipulation of the financial statements (including the risk of override of controls), and determined that the principal risks were related to posting inappropriate journal entries to increase revenue or to increase the net asset value of the Company or the sub-funds. Audit procedures performed included:

- Discussions with the Authorised Corporate Director, including consideration of known or suspected instances of non-compliance with laws and regulation and fraud;
- Reviewing relevant meeting minutes, including those of the Authorised Corporate Director's board of directors;
- Identifying and testing journal entries, specifically manual journals posted as part of the financial year end close process; and
- Designing audit procedures to incorporate unpredictability around the nature, timing or extent of our testing.

There are inherent limitations in the audit procedures described above. We are less likely to become aware of instances of non-compliance with laws and regulations that are not closely related to events and transactions reflected in the financial statements. Also, the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment by, for example, forgery or intentional misrepresentations, or through collusion.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditors' report.

Use of this report

This report, including the opinions, has been prepared for and only for the Company's shareholders as a body in accordance with paragraph 4.5.12 of the Collective Investment Schemes sourcebook as required by paragraph 67(2) of the Open-Ended Investment Companies Regulations 2001 and for no other purpose. We do not, in giving these opinions, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.

Independent Auditors' report to the shareholders of Janus Henderson Multi-Manager Investment OEIC (continued)

Other required reporting

Opinion on matter required by the Collective Investment Schemes sourcebook

In our opinion, we have obtained all the information and explanations we consider necessary for the purposes of the audit.

Collective Investment Schemes sourcebook exception reporting

Under the Collective Investment Schemes sourcebook we are also required to report to you if, in our opinion:

- proper accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records.

We have no exceptions to report arising from this responsibility.



PricewaterhouseCoopers LLP
Chartered Accountants and Statutory Auditors
Glasgow
7 June 2021

1 Accounting policies

(a) Basis of preparation

The financial statements of Janus Henderson Multi-Manager Investment OEIC (the 'Company') comprise the financial statements of each of the funds. They have been prepared under the historical cost basis, as modified by the revaluation of investments, and in accordance with the SORP for UK Authorised Funds issued by the IMA in May 2014, FRS 102, the FCA'S COLL, the Company's Instrument of Incorporation and Prospectus.

The financial statements have been prepared on a going concern basis.

(b) Basis of valuation of investments

The valuation of listed investments has been at fair value, which is generally deemed to be bid market price, excluding any accrued interest in the case of debt securities, at close of business on the last working day of the accounting year (29 January 2021) in accordance with the provisions of the scheme particulars.

The ACD reviews and approves fair value pricing decisions on a regular basis with the support of the Janus Henderson UK & EMEA Fair Value Pricing Committee (FVPC). The Committee reports to the Board of Directors on suspended, defaulted, delisted, unquoted or manually priced securities, taking into consideration where appropriate, latest dealing prices, valuations from reliable sources, financial performance and other relevant factors.

Investments in collective investment schemes (CIS) have been valued at bid prices. For those CIS funds that are not dual priced, single prices are used.

Derivative assets and liabilities are valued at the fair value price to close out the contract at the Balance sheet date, using available market prices or an assessment of fair value based on counterparty valuations and appropriate pricing models.

(c) Revenue recognition

Distributions from CIS and dividends receivable from quoted equity and non equity shares are credited to revenue, when the security is quoted ex-dividend.

Overseas dividends are disclosed gross of any foreign tax suffered, the tax element being separately disclosed in the tax note.

Interest on debt securities is recognised on an accruals basis, taking into account the effective yield on the investment. The effective yield is a calculation that amortises any discount or premium on the purchase of an investment over its remaining life based on estimated cash flows.

Bank interest, interest on margins and revenue earned from derivatives are recognised on an accruals basis.

Accumulation of revenue relating to accumulation units or shares held in underlying funds is recognised as revenue and included in the amount available for distribution. Equalisation received and accrued from distributions or accumulations on units or shares in underlying investments is treated as capital and deducted from the cost of the investment.

Income distributions from UK Real Estate Investment Trusts (UK REIT) is split into two parts, a Property Income Distribution (PID) made up of rental revenue and a non-PID element, consisting of non-rental revenue. The PID element is subject to corporation tax as schedule A revenue, while the non-PID element is treated as franked revenue.

Dividends received from US REITs are allocated between revenue and capital for distribution purposes. The split is based on the year end tax reporting data issued by the US REIT with the revenue element being subject to UK corporation tax. Where the split of revenue and capital has not been announced at the accounting date then the income is treated as an ordinary dividend until such time as this is known.

Any annual management charge rebates from underlying funds, including offshore, are recognised on an accruals basis when the entitlement arises in accordance with the treatment of the annual management charge on the underlying CIS.

Distributions from offshore funds on accumulation shares are recognised as revenue and added to the bookcost of the holding when they are declared.

Stock lending revenue is accounted for on an accruals basis, net of bank and agent fees.

Revenue derived from the gains/losses on hedged class forward currency contracts is allocated to both the capital and revenue of the share class based upon the prior day capital/revenue split.

Aggregated notes to the financial statements (continued)

1 Accounting policies (continued)

(c) Revenue recognition (continued)

Special dividends are recognised as either revenue or capital depending on the nature and circumstances of the dividends receivable.

Dividends received as shares (scrip/stock dividends), to the extent that the value of such dividends is equal to the cash dividends, are treated as revenue. The revenue forms part of any distribution.

If any revenue receivable at the Balance sheet date is not considered recoverable, a provision is made for the relevant amount.

(d) Treatment of expenses (including ACD expenses)

All expenses (other than those detailed below and those relating to the purchase and sale of investments) are charged against revenue on an accruals basis.

Annual Management Charge

In payment for carrying out its duties and responsibilities the ACD is entitled to take an annual fee out of the Company's property, calculated as a percentage of the relevant value of the property of each share class of each fund. The Annual Management Charge (AMC) is accrued on a daily basis by reference to the net asset value of each share class on that dealing day and the amount due for each month is payable on the last working day of the month.

The investment objective of Janus Henderson Core 3 Income Fund, Janus Henderson Core 4 Income Fund, Janus Henderson Core 5 Income Fund and Janus Henderson Core 6 Income & Growth Fund aims to provide a sustainable level of income with the potential for capital growth. The AMC is taken from the income property of all funds, apart from Janus Henderson Core 3 Income Fund, Janus Henderson Core 4 Income Fund and Janus Henderson Core 5 Income Fund where all charges will be taken from capital. For Janus Henderson Core 6 Income & Growth Fund 50% of the AMC is taken from the capital property of the Fund. The distribution currently payable reflects this treatment together with any associated tax effect, and is permitted by the OEIC regulations and in accordance with the Prospectus.

General Administration Charge

All fees with the exception of the AMC, Depositary, performance fees and safe custody fees have been replaced by a single ad valorem charge, the General Administration Charge (GAC). The ACD believes that this creates more efficiency around the charging process than more traditional methods. The GAC is calculated as a percentage of the scheme property and the amount each share class in each fund will pay will depend on the costs attributable to each share class based on whether the class is a 'Retail' class or an 'Institutional' class. The GAC accrues on a daily basis and is payable to the ACD by each share class monthly.

Performance fee on Janus Henderson Diversified Growth Fund

If applicable, the ACD will be entitled to a fee payable by the shareholders of Class K, Class K Euro hedged and Class K US Dollar hedged in the Janus Henderson Diversified Growth Fund. The performance fee is payable in arrears from the capital of the relevant share class for each quarter of the fund's accounting period, provided the fund meets certain performance objectives. The performance fee will only be charged when, over a three month period, the relevant share class outperforms the benchmark and the High Water Mark, and when payable will equal 20% of the appreciation in value of the shares over the benchmark return for those shares over the relevant quarter. The High Water Mark for each share is the last published price (after deduction of the performance fee), at which a performance fee was payable for that share. The benchmark is the published share price on the last business day of the previous quarter multiplied by the return available had the amount of the published share price been invested at 3 month GBP LIBOR plus 4% until the last dealing day of the current quarter.

Allocation of revenue and expenses to multiple share classes

With the exception of the AMC, the GAC and revenue derived from the gains/losses on hedged class forward currency contracts, which are directly attributable to individual share classes, all revenue and expenses are allocated to share classes pro rata to the value of the net assets of the relevant share class on the day that the revenue or expense is incurred.

(e) Exchange rates

Foreign currency transactions are translated into sterling at the exchange rate ruling at the date of the transaction. Assets and liabilities denominated in foreign currencies at the end of the accounting year are translated into sterling at the exchange rates prevailing at close of business on the last valuation day of the accounting year.

(f) Taxation

Provision is made for tax at the current rates on the excess of taxable revenue over allowable expenses, with relief for overseas taxation taken where appropriate.

Corporation tax is charged at 20% of the revenue liable to corporation tax less expenses.

Aggregated notes to the financial statements (continued)

1 Accounting policies (continued)

(f) Taxation (continued)

Deferred tax is provided on all timing differences that have originated but not reversed at the Balance sheet date other than those recorded as permanent differences. Deferred tax is provided at the average rate of tax expected to apply. Deferred tax assets and liabilities are not discounted to reflect the time value of money.

Deferred tax assets are only recognised to the extent it is regarded as more likely than not that there will be taxable profits against which the future reversal of underlying timing differences can be offset.

(g) Cash flow statement

The funds are not required to produce a cash flow statement as they meet the exemption criteria set out in FRS 102 7.1A as the funds' investments are highly liquid, are carried at market value and a Statement of change in net assets attributable to shareholders is provided for each fund.

(h) Cash equivalents

Cash equivalents are highly liquid investments held in the base currency of the fund, which are readily convertible to a known amount of cash, are subject to an insignificant risk of change in value and provide a return no greater than the rate of a three-month high quality government bond.

(i) Hedged share classes

The following hedged share classes are available within the funds:

- Class I US Dollar hedged accumulation, Class K Euro hedged accumulation and Class K US Dollar hedged accumulation on Janus Henderson Diversified Growth Fund;
- Class A EUR Hedged accumulation and Class I EUR Hedged accumulation on Janus Henderson Core 3 Income Fund;
- Class A EUR Hedged accumulation and Class I EUR Hedged accumulation on Janus Henderson Core 4 Income Fund;
- Class A EUR Hedged accumulation and Class I EUR Hedged accumulation on Janus Henderson Core 5 Income Fund; and
- Class A EUR Hedged accumulation and Class I EUR Hedged accumulation on Janus Henderson Core 6 Income & Growth Fund.

Hedged share classes allow the ACD to use currency hedging transactions to reduce the effect of fluctuations in the rate of exchange between the currency of shares in those classes and sterling which is the base currency of the fund.

Any benefits or losses of the hedging transactions accrue to shareholders in that hedged share class only.

The currency transactions will not cause the EUR and US Dollar Hedged share classes to be leveraged. The value of the share class to be hedged will be made up of both capital and income elements and the ACD intends to hedge between 95-105% of the value of each hedged share class. Adjustments to any hedge to keep within this target range will only be made when the required adjustment is material. As such the EUR and US Dollar Hedged share classes will not be completely protected from all currency fluctuations.

(j) Treatment of derivatives

Derivative transactions are accounted for on a trade date basis. Where such transactions are used to protect or enhance revenue and the circumstances support it, the revenue and expenses derived there from are included in Revenue in the Statement of total return on an accruals basis. Where such transactions are used to protect or enhance capital and the circumstances support it, the gains and losses derived there from are included in Net capital gains/(losses) in the Statement of total return.

Forward foreign currency contracts

Open forward currency contracts are shown in the Portfolio statement at fair value and the net gains/(losses) are reflected in Forward currency contracts in Net capital gains/(losses) on investments.

Forward foreign currency contracts on hedged share classes

Open forward currency contracts on hedged share classes are shown in the Portfolio statement at fair value. The net gains/(losses) on forward currency contracts on hedged share classes are apportioned between hedged income on forward currency contracts in the Revenue account and Forward currency contracts on hedged share classes in Net capital gains/(losses) on investments, reflecting the income and capital elements of the hedged share classes.

The gains or losses from the hedge are calculated on a daily basis, and are allocated to both the capital and revenue of the share class based upon the relationship of the prior day capital/revenue split, with the revenue element impacting upon that class's potential distributable revenue.

1 Accounting policies (continued)

(j) Treatment of derivatives (continued)

Bond and Index future contracts

The unrealised gain/(loss) on open future contracts is disclosed in the Portfolio statement. The margins paid on these contracts are included in amounts held at derivative clearing houses and brokers. The net gains/(losses) are apportioned between the revenue account and derivative securities in net capital gains/(losses) on investments, reflecting the nature of the return. The basis of the apportionment is typically made by reference to the yield on the underlying security or index or other appropriate source.

Contracts for difference

Contracts for difference (CFD) are shown in the Portfolio statement at fair value and the net gains/(losses) are reflected within Derivative securities in Net capital gains/(losses) on investments. The margins paid on these contracts are included in the Amounts held at derivative clearing houses and brokers. Dividends receivable and payable on CFDs are recognised as either revenue or capital depending on the nature and circumstances of the dividends receivable. Dividends receivable or payable that are recognised as capital are included in Derivative securities in Net capital gains/(losses) on investments on an accruals basis. Dividends receivable that are recognised as revenue are included in the Revenue account on an accruals basis. Dividends payable on CFDs that are recognised as revenue are included in Interest payable and similar charges on an accruals basis.

(k) Dilution adjustment

The funds are priced on a single swinging price basis. The ACD has the discretion to charge a dilution adjustment when there is a large volume of deals and, in accordance with the FCA regulations, to pay this amount into the fund. In particular the ACD reserves the right to make such an adjustment in the following circumstances:

- On a fund experiencing large levels of net purchases (i.e. purchases less redemptions), relative to its size;
- On a fund experiencing large levels of net redemptions (i.e. redemptions less purchases), relative to its size;
- In any other case where the ACD is of the opinion that the interests of existing or continuing shareholders and potential investors require the imposition of a dilution adjustment.

2 Distribution policy

The distribution policy of the funds is to distribute/accumulate all available revenue, after the deduction of expenses properly chargeable against revenue, subject to any of the AMC or other expense which may currently be transferred to capital. The fund pays dividend distributions.

Revenue attributed to accumulation shareholders is retained at the end of each distribution period and represents a reinvestment of revenue.

Marginal tax relief has been taken into account when determining the amount available for distribution on the following funds:

- Janus Henderson Multi-Manager Active Fund;
- Janus Henderson Multi-Manager Managed Fund; and
- Janus Henderson Diversified Growth Fund.

Marginal tax relief is not taken into account when determining the amount available for distribution on the 5 other funds.

Gains and losses on investments and currencies, whether realised or unrealised, are taken to capital and are not available for distribution.

When the revenue from investments exceeds the expenses, a distribution will be made. Should expenses exceed revenue there will be no distribution and the shortfall will be transferred from capital at the year end.

The following funds make annual distributions (31 May) to shareholders:

- Janus Henderson Multi-Manager Active Fund;
- Janus Henderson Multi-Manager Managed Fund;
- Janus Henderson Diversified Alternatives Fund; and
- Janus Henderson Diversified Growth Fund.

The following fund makes quarterly distributions (31 March, 30 June, 30 September and 31 December) to shareholders:

- Janus Henderson Core 6 Income & Growth Fund.

The following funds make monthly distributions (last business day of each month) to shareholders:

- Janus Henderson Core 3 Income Fund;
- Janus Henderson Core 4 Income Fund; and
- Janus Henderson Core 5 Income Fund.

2 Distribution policy (continued)

In the event that the income yielded is low (generally less than 1% p.a.) the ACD has the discretion not to make an income allocation in respect of a particular interim income allocation date and instead to hold over that payment until the final income allocation date.

All distributions unclaimed for a period of six years after having become due for payment shall be forfeited and shall revert to the funds.

Equalisation

Income equalisation applies to Janus Henderson Core 3 Income Fund, Janus Henderson Core 4 Income Fund, Janus Henderson Core 5 Income Fund and Janus Henderson Core 6 Income & Growth Fund.

Equalisation applies only to shares purchased during the distributions period (group 2 shares). It is the average amount of revenue included in the purchase price of group 2 shares and is refunded to the holders of these shares as a return of capital. Being capital it is not liable to income tax but must be deducted from the cost of shares for capital gains tax purposes.

3 Risk

The Company is a non-UCITS retail scheme whose operations are governed by the OEIC Regulations, COLL, its Instrument of Incorporation and the Company Prospectus; as a result its investment powers and limits must comply with chapter 5 of COLL.

The assets of each fund are treated as separate from those of every other fund and are invested in accordance with the investment objective and investment policy applicable to that fund.

The funds may hold the following types of assets:

- Transferable securities
- Units in collective investment schemes
- Money-market instruments
- Derivatives and forward foreign exchange contracts
- Deposits
- Warrants
- Cash and near cash

The risk management policy and process for the funds is designed to satisfy the requirements of the UK AIFMD; associated regulatory technical standards and guidelines; and local regulations. The framework for risk controls and limits for each fund is documented within HIFL Risk Management Policy and Process document, which outlines for each main risk category the controls and risk measures in place, including stress tests for assessing sensitivity to the most relevant risks. This risk framework includes setting of limits and monitoring against those limits.

In the normal course of business, the funds' activities expose them to various types of risk which are associated with the financial instruments and markets in which they invest. These financial risks: market risk (comprising currency risk, interest rate risk, other market price risk), credit and counterparty risk and liquidity risk and the approach to the management of these risks, are set out below and remain unchanged from the previous accounting year.

The risk management systems to which the Janus Henderson Risk, Compliance and Operations teams have access for independent monitoring and risk measurement purposes include:

- Charles River system's Compliance module for investment restrictions monitoring;
- Nasdaq Bwise operational risk database;
- RiskMetrics, UBS Delta, Style Research, Cognity and Barra for market risk measurement; and
- Bloomberg for market data and price checking.

These are supplemented by an in-house developed system, the Janus Henderson Derivatives Risk and Compliance database.

(a) Market risk

Market risk is the risk of loss resulting from fluctuations in the market value of positions in the funds attributable to changes in market variables such as interest rates, foreign exchange rates, equity and commodity prices or an issuer's creditworthiness.

The investments of the funds are subject to normal market fluctuations which are monitored by the ACD in pursuance of the investment objective and policies.

There can be no assurance that any appreciation in the value of investments will occur. There is no certainty that the investment objective of the funds will actually be achieved and no warranty or representation is given to this effect.

3 Risk (continued)

(a) Market risk (continued)

Where derivatives transactions are used in a fund solely for the purposes of efficient portfolio management (EPM), they are not intended to increase the risk profile of the fund. For Janus Henderson Diversified Growth Fund, Janus Henderson Core 3 Income Fund, Janus Henderson Core 4 Income Fund, Janus Henderson Core 5 Income Fund and Janus Henderson Core 6 Income & Growth Fund, derivatives may also be used for hedging or for the purpose of meeting the funds' investment objective. Whilst it is not likely to increase the risk profile of the funds, the use of derivatives to meet the investment objective may affect the volatility of these funds.

In respect of Janus Henderson Multi-Manager Active Fund, Janus Henderson Multi-Manager Managed Fund and Janus Henderson Diversified Alternatives Fund, cash and near cash will be used for the purposes of redemptions and EPM only. In respect of Janus Henderson Diversified Growth Fund, Janus Henderson Core 3 Income Fund, Janus Henderson Core 4 Income Fund, Janus Henderson Core 5 Income Fund and Janus Henderson Core 6 Income & Growth Fund, cash and near cash may be used for the purposes of redemptions, EPM and to meet the investment objective.

The funds make use of the ability to invest in derivatives which require cash backing. It is a requirement of COLL 5.6.12 to ensure that the economic exposure of the derivatives are correctly reflected in the fund NAV and that there is sufficient cash to settle down the derivative positions if required. The funds hold Deutsche Liquidity Managed Platinum Sterling Fund which is a cash equivalent investment, also referred to as short-term investments in the notes to the accounts, to fulfil their regulatory 'cash backing' obligations as it is highly liquid, but also as a strategic investment decision. Whilst the cash equivalent investment can be used for 'cash backing' purposes, it is not held as collateral for derivative trading and therefore not a reflection of underlying exposure to cash.

Currency risk

Currency risk is the risk that the value of the funds' investments will fluctuate as a result of changes in foreign currency exchange rates.

A proportion of the funds' assets and revenue are denominated in currencies other than sterling (the funds' functional currency and the one in which financial statements are reported). As a result, movements in exchange rates may affect the sterling value of those items. The ACD regularly reviews currency risk.

Please refer to the individual funds' accounts for details of currency exposure.

Hedged share classes on Janus Henderson Diversified Growth fund, Janus Henderson Core 3 Income Fund, Janus Henderson Core 4 Income Fund, Janus Henderson Core 5 Income Fund and Janus Henderson Core 6 Income & Growth Fund.

Hedging transactions may be entered into whether the euro or US dollar (as appropriate) is declining or increasing in value relative to sterling and so where such hedging is undertaken it may substantially protect investors in the relevant class against a decrease in the value of sterling relative to the US dollar or euro but it may also preclude investors from benefiting from an increase in the value of sterling.

While the ACD may attempt to hedge currency risks, there can be no guarantee that it will be successful in doing so and it may result in mismatches between the currency position of the relevant fund and the relevant hedged share class. As there is no segregation of liabilities between share classes, there is a remote risk that under certain circumstances, currency hedging transactions in relation to a share class could result in liabilities which might affect the Net Asset Value of other share classes of the same fund or other funds.

Interest rate risk

Interest rate risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market interest rates. Some securities such as bonds are directly impacted by interest rate movements but others are indirectly affected.

The funds may invest in debt securities. The revenue of each fund may be affected by changes to interest rates relevant to particular securities or as a result of the Fund Manager being unable to secure similar returns on the expiry of contracts or sale of securities. The value of debt securities may be affected by interest rate movements or the expectation of such movements in the future.

Please refer to the individual funds' accounts for details of interest rate risk exposure.

Other market price risk

Other market price risk is the risk that the value of the funds' investments will fluctuate as a result of changes in market prices caused by factors other than interest rate or foreign currency movement. The risk arises mainly from uncertainty about future prices of financial instruments the funds might hold. It represents the potential loss each fund might suffer through holding market positions in the face of price movements.

The funds' investment portfolios are exposed to market price fluctuations, which are monitored by the ACD in pursuance of the investment objectives and policies.

An increase or decrease in market values will have a direct effect on the value of the investment assets in a fund's portfolio and therefore a proportionate effect on the value of the relevant fund.

3 Risk (continued)

(a) Market risk (continued)

Other market price risk (continued)

An outbreak of an infectious respiratory illness known as COVID-19 was first detected in China in December 2019 and has now been declared a pandemic by the World Health Organization. Due to this outbreak, market volatility in all major asset classes increased substantially in the early part of 2020, which has led to an increase in volatility of fund valuations. There can be an increase in a wide range of impacts on the fund from COVID-19, as with all stressed market events, which might include: a reduction in revenues, a reduction in net asset value due to market fluctuations, and financial and non-financial covenant defaults.

In response to the COVID-19 pandemic, the Financial Reporting Council (FRC) issued guidance to companies in the early part of 2020 to ensure that they maintain sufficient capital reserves, which resulted in cancelled dividend payments. In order to assess and mitigate the risk of not receiving income accrued, procedures were put in place to monitor the effect of any cancelled dividends and to make suitable provisions when calculating the amount available for distribution.

Leverage

Each fund may achieve leverage through borrowing, the use of derivatives, forward foreign exchange contracts and/or other non-fully funded instruments or techniques. Typically this will be through the use of index futures, forward FX or contracts for difference, where cash is paid to the counterparty as margin against the current mark to market value of the derivative contract. The use of leverage may significantly increase the investment/market and counterparty risk (the risk that a fund could lose money if an entity with which it interacts becomes unwilling or unable to meet its obligations to the fund) of the funds through non-fully funded exposure to underlying markets or securities.

Leverage is calculated in terms of a fund's overall exposure and includes any method by which the exposure of the fund is increased whether through borrowing of cash or securities, or leverage embedded in derivative positions or by any other means. HIFL as the UK AIFM is required to calculate and monitor the level of leverage of each fund, expressed as the ratio between the total exposure of the fund and its net asset value with exposure values being calculated by both the gross method and commitment method.

Exposure values under the gross method basis are calculated as the absolute value of all positions of each fund; this includes all eligible assets and liabilities, relevant borrowings, derivatives (converted into their equivalent underlying positions) and all other positions even those held purely for risk reduction purposes, such as forward foreign exchange contracts held for currency hedging.

The gross method of exposure of a fund requires the calculation to:

- include the sum of all non-derivative assets held at market value, plus the absolute value of all such liabilities;
- exclude cash and cash equivalents which are highly liquid investments held in the base currency of the fund, that are readily convertible to a known amount of cash, are subject to an insignificant risk of change in value and provide a return no greater than the rate of a three month high quality bond;
- convert derivative instruments into the equivalent position in their underlying assets;
- exclude cash borrowings that remain in cash or cash equivalents and where the amounts payable are known;
- include exposures resulting from the reinvestment of cash borrowings, expressed as the higher of the market value of the investment realised and the total amount of cash borrowed; and
- include positions within repurchase or reverse repurchase agreements and securities lending or borrowing or other similar arrangements.

Exposure values under the commitment method basis are calculated on a similar basis to the above, but may take into account the effect of netting off instruments to reflect eligible netting and hedging arrangements on eligible assets and the different treatment of certain cash and cash equivalent items in line with regulatory requirements.

There have been no breaches of the maximum levels during the year, no changes to the maximum level of leverage employed by the funds or to their right of reuse of collateral or any guarantee granted under the leveraging arrangements.

The actual and maximum leverage limits are summarised in the notes of each funds' accounts.

(b) Credit and counterparty risk

Credit and counterparty risk is the risk of loss resulting from the possibility that the counterparty to a transaction may default on its obligations prior to the settlement of the transaction's cash flow.

In order to manage credit risk each fund is subject to investment limits for issuers of securities as outlined in the Prospectus. Issuer credit ratings are evaluated periodically and an approved issuer list is maintained and monitored. In addition the funds may only buy and sell investments through brokers which have been approved by the ACD as acceptable counterparties and limits are set and monitored to cover the exposure to any individual broker. Changes in brokers financial ratings are periodically reviewed by the Janus Henderson Counterparty Risk Committee along with set limits and new counterparty approval.

The funds' assets that are held with banks could be exposed to credit and counterparty risk. The banks used by each fund and the ACD are subject to regular reviews. Only counterparties that have been approved by Janus Henderson's Counterparty Risk Committee are used for derivative transactions. The continuing creditworthiness of counterparties is monitored on a daily basis.

3 Risk (continued)

(b) Credit and counterparty risk (continued)

Adherence to investment guidelines and to investment and borrowing powers set out in the Instrument of Incorporation, the Prospectus and in the FCA's COLL mitigates the risk of excessive exposure to any particular type of security or issuer.

Whilst COVID-19 has affected counterparties used by Janus Henderson, the risk controls and procedures in place help to mitigate the risk caused by the pandemic. There have been additional controls put in place to protect against the risk of not receiving income that has been accrued, to make appropriate provisions in calculating the amount available for distribution, and also to consider the risk of pricing errors. The risk framework is regularly monitored and reviewed to ensure the controls and procedures are adequate to protect against credit and counterparty risk.

The exposure to counterparty risk is detailed in the notes of each funds' accounts, as relevant.

(c) Operational risk

Failure of Janus Henderson systems or those of other third party service providers could lead to an inability to provide accurate reporting and monitoring or a misappropriation of assets. Janus Henderson have a comprehensive business continuity plan which facilitates continued operation of the business in the event of a service disruption or major disaster.

COVID-19 has the potential to affect the daily operations of the Manager and other service providers. Supply chain risk is now considered to be one of the highest risks facing asset management firms. Janus Henderson's current service providers have demonstrated that they have robust business continuity plans in place which have not adversely affected their service, which is further supported by regular updates on business process controls from both internal and external suppliers.

(d) Liquidity risk

Liquidity risk is the risk that a position in each funds' portfolio cannot be sold, liquidated or closed out at limited cost in an adequately short timeframe and that the ability of each fund to meet its settlement obligations is thereby compromised.

The funds are generally able to realise cash quickly to meet their liabilities. The main liquidity requirements of the funds include the redemption of any shares that a shareholder wishes to sell. Temporary higher liquidity levels may also arise during the carrying out of a change in asset allocation policy, or following a large issue of shares.

The ACD manages the funds' cash to ensure they can meet their liabilities. The ACD receives daily reports of subscriptions and redemptions enabling the ACD to raise cash from each funds' portfolio in order to meet redemption requests. In addition the ACD monitors market liquidity of all securities, seeking to ensure the funds maintain sufficient liquidity to meet known and potential redemption activity. Each funds' cash balances are monitored daily by the ACD and administrator. Where investments cannot be realised in time to meet any potential liability, the funds may borrow up to 10% of their property value to ensure settlement.

Market volatility in all major asset classes increased substantially in the early part of 2020 which has led to an increase in fund volatilities and reduced liquidity. Even though market liquidity was more challenging during this stressed period in certain markets, we did not have any issues meeting redemptions for the funds and believe that the funds will be able to handle typical redemption patterns going forward.

A maturity analysis of each funds' financial liabilities is disclosed in the notes in each funds' accounts.

(e) Brexit risk

The United Kingdom (UK) left the European Union (EU) on 31 January 2020, a transition period was in place until 31 December 2020, during which all EU rules and laws continued to apply to the UK. On 24 December 2020 the EU and the UK reached an agreement on a new partnership, this was approved by the EU member states on 29 December 2020, and the UK parliament's approval followed on 31 December 2020. On 1 January 2021 this agreement took effect and the new rules entered into force.

The new agreement between the EU and the UK does not cover the financial services industry. The EU have agreed to establish a structured regulatory co-operation on financial services, with the aim of establishing a durable and stable relationship between autonomous jurisdictions. Both parties will, by March 2021, agree a Memorandum of Understanding establishing the framework for the co-operation.

Currency volatility resulting from this uncertainty may mean that the returns of the fund and its investments are adversely affected by market movements, potential decline in the value of the British pound and/or euro, and any downgrading of United Kingdom sovereign credit rating. This may also make it more difficult, or more expensive, for the fund to execute prudent currency hedging policies. This uncertainty may have an adverse effect on the economy generally and on the ability of relevant funds and their investments to execute their respective strategies and to receive attractive returns, and may also result in increased costs to the relevant funds.

4 Cross-holdings

As at 31 January 2021 there were no sub-fund cross-holdings within Janus Henderson Multi-Manager Investment OEIC (31/01/2020: none).

Janus Henderson Multi-Manager Active Fund

Authorised Corporate Director's report

Investment Fund Managers

Dean Cheeseman, Nick Watson and Paul O'Connor

Investment objective and policy

The fund aims to provide capital growth over the long term.

Performance target: To outperform the IA Flexible Investment Sector average, after the deduction of charges, over any 5 year period.

The fund invests in Collective Investment Schemes (other funds including those managed by Janus Henderson, Exchange Traded Funds and unregulated funds) to provide diversified global exposure to a range of assets including shares (equities) of companies, bonds issued by companies and governments, and to a lesser extent, alternative assets such as property, commodities, private equity and hedge funds.

The fund is actively managed with reference to the IA Flexible Investment Sector average, which is based on a peer group of broadly similar funds, as this forms the basis of the fund's performance target. The Investment Manager has complete discretion to choose investments for the fund and is not constrained by a benchmark.

Performance summary

Cumulative performance

	One year 31 Jan 20 - 31 Jan 21 %	Three years 31 Jan 18 - 31 Jan 21 %	Five years 31 Jan 16 - 31 Jan 21 %	Since inception 28 Jun 96 - 31 Jan 21 %
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Class I accumulation (Net)	5.8	11.4	52.8	466.3
IA Flexible Investment Sector	7.4	14.8	52.6	296.2

Discrete performance	31 Jan 20 - 31 Jan 21 %	31 Jan 19 - 31 Jan 20 %	31 Jan 18 - 31 Jan 19 %	31 Jan 17 - 31 Jan 18 %	31 Jan 16 - 31 Jan 17 %
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Class I accumulation (Net)	5.8	9.6	(3.9)	11.3	23.3
IA Flexible Investment Sector	7.4	11.3	(3.9)	10.5	20.2

Please note that the performance target is to be achieved over a specific annualised time period. Refer to the performance target section above within the investment objective.

Source: Morningstar

Class I accumulation (Net), NAV to NAV, net of fees and net income reinvested as at 4 pm valuation point.

Class I accumulation is disclosed as it is the representative share class.

Benchmark usage:

Peer group: IA Flexible Investment Sector

Peer group usage: Target

Peer group description: The Investment Association (IA) groups funds with similar geographic and/or investment remit into sectors.

The fund's ranking within the sector (as calculated by a number of data providers) forms the basis of the fund's performance target.

Please remember that past performance is not a guide to future performance. The value of an investment and the revenue from it can fall as well as rise as a result of market and currency fluctuations and you may not get back the amount originally invested.

Authorised Corporate Director's report (continued)

Significant portfolio changes for the year ended 31 January 2021

Largest purchases	£000	Largest sales	£000
iShares Core MSCI EM IMI UCITS ETF	9,304	iShares Core MSCI EM IMI UCITS ETF	10,232
iShares Physical Gold ETC	8,382	Legg Mason ClearBridge US Aggressive Growth Fund	9,647
iShares USD Corporate Bond UCITS ETF	7,521	iShares Physical Gold ETC	9,136
Amundi MSCI EM Asia UCITS ETF	5,197	Fidelity American Special Situations	8,836
Janus Henderson Emerging Markets Opportunities Fund Z Accumulation ¹	2,964	Muzinich Global Short Duration Investment Grade Fund Accumulation	8,618
Vanguard S&P 500 UCITS ETF	1,821	iShares USD Corporate Bond UCITS ETF	7,835
Jupiter UK Special Situations Fund I Accumulation	1,237	MAN GLG Japan CoreAlpha Fund	7,552
Polar Capital UK Value Opportunities Fund S Accumulation	1,205	Majedie UK Equity Fund	7,233
LF Lindsell Train UK Equity Income	991	First State Japan Equity Fund III	6,034
HICL Infrastructure	956	Amundi MSCI EM Asia UCITS ETF	5,880
Total purchases	45,308	Total sales	112,886

¹ Related party to the fund

Investment review

The fund returned 5.8% based on Class I accumulation (Net) over the year under review, compared with a return of 7.4% in the IA Flexible Investment Sector peer group benchmark.

The reporting year saw significant volatility across all asset classes as a result of the COVID-19 global pandemic, although many still generated positive returns. The spread of COVID-19, the restrictions to subdue infection rates and discovery of vaccines were the main drivers of market moves, although the US presidential election briefly took centre stage.

The pandemic and related developments dominated the reporting year, leading to the sharpest contraction in economic activity on record as restrictions to prevent the spread of COVID-19 closed many businesses. However, an unprecedented policy response, a turn in the initial wave of infections and an inflection from extremely bearish sentiment led to a market rally from late March 2020. The rally was ultimately sustained throughout the rest of the reporting year, despite volatility ahead of the US election in November. A rotation towards more cyclical and value assets was further aided by news of potential COVID-19 vaccines in November. Despite the volatility, global equities ended the reporting year significantly higher and fixed income assets benefited from a significant fall in government bond yields as interest rates were cut.

The fund saw positive contributions across most areas of the portfolio. Equities delivered the bulk of the returns, but fixed income also delivered some good performance. European equities, excluding the UK, were the largest contributor to positive performance, followed by Japanese stocks. Notably strong contributions came from within US and Asian equities. At a position level, our best-performing holdings included the BlackRock European Dynamic Fund (up 29.6%), the First State Japan Equity Fund (up 40.0%), the Schroders International Selection Asian Total Return Fund (up 33.4%) and the Findlay Park American Fund (up 7.9%). Within bonds, the iShares USD Corporate Bond UCITS ETF and the MI TwentyFour Dynamic Bond Fund were up 2.1% and 5.2%, respectively. The fund's position in the iShares Physical Gold ETC also contributed strongly. The main detractors were allocations to UK equities, with the largest negative contributions coming from positions in the Merian UK Alpha Fund, the Jupiter UK Special Situations Fund and the Majedie UK Equity Fund.

The allocation to equities varied during the reporting year, as the fund managers reacted to significant volatility as a result of the pandemic and the associated economic restrictions. Equities, in aggregate, were reduced in the first couple of months of 2020 as the fund managers were, firstly, concerned about the ageing economic expansion before the onset of the pandemic led to the sharpest economic contraction on record. A rotation towards more cyclical areas took place from the summer onwards, with a further shift in the approach to the US election and following the first news of a potential vaccine in early November. Changes in fixed income allocations were spurred by the same fluctuations in risk sentiment that drove equity allocations. Holdings in nominal sovereign bonds were reduced as the spread of COVID-19 around the globe soured risk sentiment. The liquidation in the rush by investors to reduce risk led to significant dislocations in fixed income markets, before central banks stepped in with ample liquidity, which helped to ease investor anxieties. Allocations to investment-grade credit were introduced at very attractive levels. These positions were subsequently reduced as markets recovered and the relative attractiveness declined. The total allocation to fixed income ended slightly lower than where it started the reporting year, as the scale of fiscal support for the economic recovery threatened a move higher in bond yields.

Our medium-to-longer-term outlook for markets remains positive as the roll-out of COVID-19 vaccines begins to gather pace. It would take a serious change in the virus or significant concerns about the efficacy of the vaccines to change this trend, in our view. Markets continue to show some signs of frothiness and excessive exuberance, but this must be set against a clearly positive economic and corporate earnings narrative. Instead, it may be that the growth recovery itself represents a threat to financial markets. A stronger global economy should help lift government bond yields and raise questions about how long central banks can maintain their current policy settings, particularly if fiscal stimulus continues to add further support to growth and inflation. Rising yields are likely to be a headwind for further appreciation of already expensive assets, leading to a rotation in favour of cheaper, more cyclical assets. Understanding this dynamic is likely to be important to both making and preserving capital as it reshapes the market leadership.

Comparative tables for the year ended 31 January 2021

	Class A accumulation		
	2021 (pence per share)	2020 (pence per share)	2019 (pence per share)
Change in net assets per share			
Opening net asset value per share	236.27	218.08	227.96
Return before operating charges*	15.57	23.55	(4.67)
Operating charges	(5.20)	(5.36)	(5.21)
Return after operating charges*	10.37	18.19	(9.88)
Distributions on accumulation shares	-	(0.17)	-
Retained distributions on accumulation shares	-	0.17	-
Closing net asset value per share	246.64	236.27	218.08
* after direct transaction costs of:	0.05	0.04	0.01

Performance

Return after charges	4.39%	8.34%	(4.33%)
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Other information

Closing net asset value (£000s)	76,605	91,412	125,902
Closing number of shares	31,059,147	38,689,965	57,731,579
Operating charges	2.27%	2.33%	2.33%
Direct transaction costs	0.02%	0.02%	0.00%

Prices

Highest share price (pence)	254.50	244.70	233.50
Lowest share price (pence)	191.90	218.80	208.50

	Class B accumulation		
	2021 (pence per share)	2020 (pence per share)	2019 (pence per share)
Change in net assets per share			
Opening net asset value per share	152.72	139.91	145.15
Return before operating charges*	10.18	15.16	(2.98)
Operating charges	(2.27)	(2.35)	(2.26)
Return after operating charges*	7.91	12.81	(5.24)
Distributions on accumulation shares	(0.71)	(1.29)	(0.90)
Retained distributions on accumulation shares	0.71	1.29	0.90
Closing net asset value per share	160.63	152.72	139.91
* after direct transaction costs of:	0.03	0.02	-

Performance

Return after charges	5.18%	9.16%	(3.61%)
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Other information

Closing net asset value (£000s)	7,667	7,598	7,633
Closing number of shares	4,773,271	4,975,163	5,455,823
Operating charges	1.52%	1.58%	1.58%
Direct transaction costs	0.02%	0.02%	0.00%

Prices

Highest share price (pence)	165.70	158.10	149.30
Lowest share price (pence)	124.20	140.40	133.70

Comparative tables (continued)

	Class E accumulation	
	2021	08/07/19 - 31/01/20
	(pence per share)	(pence per share)
Change in net assets per share		
Opening net asset value per share	236.94	234.08 ¹
Return before operating charges*	15.80	5.31
Operating charges	(4.12)	(2.45)
Return after operating charges*	11.68	2.86
Distributions on accumulation shares	(0.28)	(0.85)
Retained distributions on accumulation shares	0.28	0.85
Closing net asset value per share	248.62	236.94
* after direct transaction costs of:	0.05	0.04

Performance

Return after charges	4.93%	1.22%
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Other information

Closing net asset value (£000s)	38,139	25,760
Closing number of shares	15,340,484	10,871,941
Operating charges	1.77%	1.84%
Direct transaction costs	0.02%	0.02%

Prices

Highest share price (pence)	256.50	245.30
Lowest share price (pence)	192.60	228.30

¹ Class E accumulation launched on 8 July 2019 and this is the first published price.

	Class I accumulation		
	2021	2020	2019
	(pence per share)	(pence per share)	(pence per share)
Change in net assets per share			
Opening net asset value per share	195.30	178.80	185.39
Return before operating charges*	13.02	19.39	(3.83)
Operating charges	(2.75)	(2.89)	(2.76)
Return after operating charges*	10.27	16.50	(6.59)
Distributions on accumulation shares	(1.21)	(1.67)	(1.27)
Retained distributions on accumulation shares	1.21	1.67	1.27
Closing net asset value per share	205.57	195.30	178.80
* after direct transaction costs of:	0.04	0.03	0.01
Performance			
Return after charges	5.26%	9.23%	(3.55%)
Other information			
Closing net asset value (£000s)	71,407	82,201	79,257
Closing number of shares	34,736,331	42,090,556	44,326,552
Operating charges	1.44%	1.52%	1.51%
Direct transaction costs	0.02%	0.02%	0.00%
Prices			
Highest share price (pence)	212.10	202.20	190.70
Lowest share price (pence)	158.80	179.40	170.80

Comparative tables (continued)

	Class Y accumulation		
	2021 (pence per share)	2020 (pence per share)	2019 (pence per share)
Change in net assets per share			
Opening net asset value per share	189.76	175.15	183.08
Return before operating charges*	12.51	18.92	(3.75)
Operating charges	(4.17)	(4.31)	(4.18)
Return after operating charges*	8.34	14.61	(7.93)
Distributions on accumulation shares	-	(0.13)	-
Retained distributions on accumulation shares	-	0.13	-
Closing net asset value per share	198.10	189.76	175.15
* after direct transaction costs of:	0.04	0.03	0.01
Performance			
Return after charges	4.40%	8.34%	(4.33%)
Other information			
Closing net asset value (£000s)	386	546	585
Closing number of shares	194,866	287,510	334,059
Operating charges	2.27%	2.33%	2.33%
Direct transaction costs	0.02%	0.02%	0.00%
Prices			
Highest share price (pence)	204.50	196.50	187.50
Lowest share price (pence)	154.10	175.70	167.50

Direct transaction costs incurred on securities transactions (including derivatives) are stated after deducting the proportion of the amounts collected from dilution adjustments that relate to direct transaction costs.

Performance values are at close of business on a bid basis, which will differ from those in the Performance summary.

Operating charges

Operating charges are expenses associated with the maintenance and administration of the fund on a day-to-day basis that are actually borne by the share class.

Share class launches and closures

There were no share classes launched or closed during the year.

Ongoing charge figure

The annualised ongoing charge figure (OCF) of the fund is calculated as the ratio of the total ongoing charges to the average net asset value for twelve months. Ongoing charges are all expenses deducted from the assets of the fund during the year, except for expenses that are explicitly excluded by regulation.

	2021 %	2020 %	Estimated OCF from 5 May 2020¹ %
Class A accumulation	2.27 ²	2.33	2.28
Class B accumulation	1.52 ²	1.58	1.53
Class E accumulation³	1.77 ²	1.84	1.78
Class I accumulation	1.44 ⁴	1.52	1.45
Class Y accumulation	2.27 ²	2.33	2.28

The OCF includes a synthetic element of 0.59% (2020: 0.68%) to incorporate the OCF of underlying funds.

The OCF is calculated in accordance with guidelines issued by the European Securities and Markets Authority (ESMA).

Although this fund is a non-UCITS, we have used this disclosure to enable comparison across our fund range.

¹ The estimated ongoing charge is based on the new GAC rates to the year ended 31 January 2021.

² The GAC on Class A accumulation, Class B accumulation, Class E accumulation and Class Y accumulation increased from 0.14% to 0.17% on 5 May 2020 and therefore the rate applied is not consistent throughout the year.

³ Class E accumulation launched on 8 July 2019. An annualised OCF rate has been disclosed in the prior year comparative.

⁴ The GAC on Class I accumulation increased from 0.075% to 0.09% on 5 May 2020 and therefore the rate applied is not consistent throughout the year.

Risk and reward profile

The fund currently has 5 types of share in issue: A accumulation, B accumulation, E accumulation, I accumulation and Y accumulation.

Each share class has the same risk and reward profile which is as follows:



The share classes appear at 5 out of 7. Share classes in higher categories have shown greater and/or more frequent variations in net asset value in the past 5 years than those in lower categories. The lowest category does not mean risk free.

The Synthetic Risk and Reward Indicator (SRRI) is calculated based on historical volatility over a rolling 5* year period, it is reviewed monthly and updated if volatility has changed materially to cause a movement in the SRRI level. The SRRI is an indicator and may not accurately reflect future volatility and market conditions.

The value of an investment and any income from it can go up or down. When you sell your shares they may be worth less than you paid for them.

The risk/reward rating above is based on medium-term volatility. In the future, the fund's actual volatility could be higher or lower and its rated risk/reward level could change.

The rating does not reflect the possible effects of unusual market conditions or large unpredictable events.

The full list of the fund's risks are contained in the 'Risk Warnings' section of the fund's prospectus.

The risk rating for all share classes increased to 5 from 4 during the year. The ratings may change over time as a fund takes on more or less risky investments or where market conditions become more or less volatile. At share class level the ratings may differ dependent on the class currency and may be influenced by currency movements and the impact of inflows and outflows.

The SRRI conforms to the ESMA guidelines for the calculation of the SRRI.

* Class E accumulation was launched on 8 July 2019 and as it does not have a 5 year history, a synthetic history has been created using the A accumulation share class.

Portfolio statement as at 31 January 2021

Holding	Investment	Market value £000	Percentage of total net assets %
	Alternatives 4.50% (2020: 3.00%)		
37,748	Barings Emerging Markets Sovereign Debt Fund A Accumulation	4,561	2.35
21,100	BH Macro	703	0.36
7,016	Crabel Gemini UCITS Fund A Accumulation	788	0.41
225,105	HgCapital Trust	727	0.37
577,163	HICL Infrastructure	1,007	0.52
753,102	Renewables Infrastructure	956	0.49
		<u>8,742</u>	<u>4.50</u>
	Asia Ex Japan Equity 9.54% (2020: 11.64%)		
4,626,388	Hermes Asia Ex Japan Equity Fund C Accumulation	8,262	4.26
12,979	Schroders International Selection Asian Total Return Fund	6,027	3.10
562,755	Stewart Investors Asia Pacific Sustainability Fund B Accumulation	4,238	2.18
		<u>18,527</u>	<u>9.54</u>
	Commodities 0.40% (2020: 0.00%)		
4,434	Merrill Lynch MLCX Commodity Alpha Fund	770	0.40
	Direct Alternatives 0.55% (2020: 0.00%)		
824,290	Biopharma Credit	597	0.30
25,693	HarbourVest Global Private Equity	480	0.25
		<u>1,077</u>	<u>0.55</u>
	Diversified Bonds 2.56% (2020: 2.66%)		
43,810	MI TwentyFour Dynamic Bond Fund	4,977	2.56
	Emerging Market Bonds 2.50% (2020: 3.05%)		
523,964	Finisterre Unconstrained Emerging Markets Fixed Income Fund	4,862	2.50
	Europe ex UK Equity 14.61% (2020: 15.05%)		
5,502,961	BlackRock European Dynamic Fund A Accumulation	13,052	6.72
5,527,779	Invesco European Equity Income Fund	7,197	3.71
1,385,794	Janus Henderson European Growth Fund I Accumulation ¹	8,113	4.18
		<u>28,362</u>	<u>14.61</u>
	Global Emerging Market Equity 2.16% (2020: 2.91%)		
28,266	iShares Core MSCI EM IMI UCITS ETF	759	0.39
713,450	Janus Henderson Emerging Markets Opportunities Fund Z Accumulation ¹	3,432	1.77
		<u>4,191</u>	<u>2.16</u>
	Investment Grade Bonds 0.91% (2020: 5.21%)		
17,127	Muzinich Global Short Duration Investment Grade Fund Accumulation	1,767	0.91
	Japan Equity 3.97% (2020: 9.21%)		
372,673	First State Japan Equity Fund III	7,703	3.97
	North America Equity 10.58% (2020: 18.78%)		
181,783	Findlay Park American Fund	20,553	10.58
	Property 0.37% (2020: 0.00%)		
483,546	GCP Student Living	712	0.37

Portfolio statement (continued)

Holding	Investment	Market value £000	Percentage of total net assets %
UK Equity 13.27% (2020: 18.16%)			
2,954,266	Jupiter UK Special Situations Fund I Accumulation	6,685	3.44
3,475,018	LF Gresham House UK Multi Cap Income Fund F Income	4,017	2.07
2,855,694	LF Lindsell Train UK Equity Income	9,342	4.81
1,009,257	Majedie UK Equity Fund	1,727	0.89
335,494	Polar Capital UK Value Opportunities Fund S Accumulation	4,002	2.06
		<u>25,773</u>	<u>13.27</u>
Derivatives 0.00% (2020: 0.20%)			
Futures 0.06% (2020: 0.12%)			
113	CME S&P 500 E-mini Index March 2021	210	0.11
(13)	EUX Euro Stoxx 50 March 2021	12	0.01
101	ICE FTSE 100 Index March 2021	(188)	(0.10)
41	ICE Long Gilt March 2021	5	-
31	OSE Topix Index March 2021	71	0.04
		<u>110</u>	<u>0.06</u>
Forward Foreign Exchange Contracts (0.06%) (2020: 0.08%)²			
	Buy GBP 49,013 : Sell EUR 55,226 February 2021 ³	-	-
	Buy GBP 5,254,000 : Sell JPY 747,515,477 February 2021	54	0.03
	Buy JPY 1,321,231,204 : Sell GBP 9,311,211 February 2021	(120)	(0.07)
	Buy USD 14,823,453 : Sell GBP 10,836,969 February 2021	(43)	(0.02)
		<u>(109)</u>	<u>(0.06)</u>
Investment assets including investment liabilities		128,017	65.92
Other net assets		66,187	34.08
Total net assets		194,204	100.00

¹ Related party to the fund

² Not listed on an official stock exchange

³ Due to rounding to nearest £1,000

The collective investment schemes held are approved regulated collective investment schemes within the meaning of the FCA rules. Exchange traded funds and all other investments are listed on recognised stock exchanges or are 'approved securities' within the meaning of FCA rules unless otherwise stated.

Prior year comparative percentages have changed for some sectors due to reclassification within these sectors.

Portfolio statement (continued)

Composition of portfolio

2021	Market value £000	Percentage of total net assets %
Investments		
Total collective investment schemes	122,075	62.86
Total equities	5,941	3.06
Total derivatives	1	-
Investment assets including investment liabilities	128,017	65.92
Other net assets	66,187	34.08
Total net assets	194,204	100.00
2020	Market value £000	Percentage of total net assets %
Investments		
Total collective investment schemes	184,292	88.81
Total equities	1,790	0.86
Total derivatives	421	0.20
Investment assets including investment liabilities	186,503	89.87
Other net assets	21,014	10.13
Total net assets	207,517	100.00

Statement of total return for the year ended 31 January 2021

	Note	2021		2020	
		£000	£000	£000	£000
Income					
Net capital gains	2		8,706		16,902
Revenue	3	2,712		3,635	
Expenses	4	(2,410)		(2,726)	
Interest payable and similar charges	5	(7)		(4)	
Net revenue before taxation		295		905	
Taxation	6	-		-	
Net revenue after taxation			295		905
Total return before distributions			9,001		17,807
Distributions	7		(496)		(926)
Change in net assets attributable to shareholders from investment activities			8,505		16,881

Statement of change in net assets attributable to shareholders

for the year ended 31 January 2021

	2021		2020	
	£000	£000	£000	£000
Opening net assets attributable to shareholders		207,517		213,377
Amounts receivable on issue of shares	1,950		1,862	
Amounts payable on cancellation of shares	(24,267)		(25,529)	
		(22,317)		(23,667)
Dilution adjustment		3		-
Change in net assets attributable to shareholders from investment activities		8,505		16,881
Retained distributions on accumulation shares		496		926
Closing net assets attributable to shareholders		194,204		207,517

Balance sheet as at 31 January 2021

	Note	2021 £000	2020 £000
Assets:			
Investments		128,368	186,593
Current assets:			
Debtors	8	451	506
Cash and bank balances	9	8,716	3,950
Cash equivalents	10	60,847	20,166
Total assets		198,382	211,215
Liabilities:			
Investment liabilities		351	90
Creditors:			
Amounts held at derivative clearing houses and brokers		714	318
Bank overdrafts		-	2,853
Other creditors	11	3,113	437
Total liabilities		4,178	3,698
Net assets attributable to shareholders		194,204	207,517

Notes to the financial statements for the year ended 31 January 2021

1 Accounting policies

The accounting policies, distribution policy and potential risks are set out in notes 1 to 3 of the funds' aggregated notes to the financial statements.

2 Net capital gains

Net capital gains on investments during the year comprise:

	2021	2020
	£000	£000
Capital management fee rebates	51	103
Derivative securities*	3,206	(740)
Forward currency contracts*	(2,107)	(57)
Non-derivative securities*	7,849	17,485
Other currency (losses)/gains	(285)	119
Transaction costs	(8)	(8)
Net capital gains	8,706	16,902
*The above includes:		
Realised gains	17,593	8,959
Unrealised (losses)/gains	(8,645)	7,729
	8,948	16,688

* Where realised gains/(losses) include gains/(losses) arising in previous years, a corresponding gain/(loss) is included in unrealised gains/(losses).

3 Revenue

	2021	2020
	£000	£000
Bank interest	-	1
Derivative revenue	5	12
Distributions from UK regulated collective investment schemes:		
Franked investment revenue	1,314	2,155
Interest distribution	182	113
Interest on margin	-	2
Management fee rebates	230	259
Overseas dividends*	960	1,093
UK dividends	21	-
Total revenue	2,712	3,635

* includes distributions from overseas funds

Notes to the financial statements (continued)

4 Expenses

	2021	2020
	£000	£000
Payable to the ACD, associates of the ACD and agents of either of them:		
Annual management charge	2,130	2,457
GAC*	257	246
	<u>2,387</u>	<u>2,703</u>
Payable to the Depositary, associates of the Depositary and agents of either of them:		
Depositary fees	17	19
Safe custody fees	6	4
	<u>23</u>	<u>23</u>
Total expenses	<u>2,410</u>	<u>2,726</u>

Irrecoverable VAT is included in the above expenses where relevant.

* The current audit fee, which is levied through the GAC, is £11,556 (2020: £10,317).

5 Interest payable and similar charges

The interest payable and similar charges comprise:

	2021	2020
	£000	£000
Interest payable	1	4
Interest on margin	6	-
Total interest payable and similar charges	<u>7</u>	<u>4</u>

6 Taxation

a) Analysis of charge in the year

There is no tax charge for the current year (2020: nil).

b) Factors affecting tax charge for year

The tax assessed for each year is different to the standard rate of corporation tax in the UK for funds of authorised OEICS of 20% (2020: 20%). The differences are explained below:

	2021	2020
	£000	£000
Net revenue before taxation	<u>295</u>	<u>905</u>
Corporation tax at 20% (2020: 20%)	59	181
Effects of:		
Overseas dividends	(97)	(109)
Tax effect of management fee rebates in capital	10	21
UK dividends*	(267)	(431)
Unused management expenses	295	338
Tax charge for the year (note 6a)	<u>-</u>	<u>-</u>

* As an OEIC this item is not subject to corporation tax.

OEICs are exempt from tax on capital gains made in the UK. Therefore, any capital return is not included within the reconciliation above.

Notes to the financial statements (continued)

6 Taxation (continued)

c) Deferred tax

There is no provision required for deferred taxation at the Balance sheet date (2020: nil).

d) Factors that may affect future tax charges

At the year end, after claiming relief against revenue taxable on receipt, there is a potential deferred tax asset of £7,256,911 (2020: £6,961,716) in relation to surplus management expenses. It is unlikely that the fund will generate sufficient taxable profits in the future to utilise these amounts and therefore no deferred tax asset has been recognised at the current or prior year end.

7 Distributions

	2021 £000	2020 £000
Final accumulation	496	926
Total distributions	496	926
Net revenue after taxation	295	905
Revenue shortfall	191	-
Tax relief on management fee rebates in capital	10	21
Total distributions	496	926

Details of the distribution per share are set out in the Distribution table on page 40.

8 Debtors

	2021 £000	2020 £000
Accrued revenue	226	100
Amounts receivable for issue of shares	57	25
Currency transactions awaiting settlement	86	87
Management fee rebates	78	294
Sales awaiting settlement	4	-
Total debtors	451	506

9 Cash and bank balances

	2021 £000	2020 £000
Amounts held at derivative clearing houses and brokers	2,113	1,098
Cash and bank balances	6,603	2,852
Total cash and bank balances	8,716	3,950

10 Cash equivalents

	2021 £000	2020 £000
Short term investments	60,847	20,166
Total cash equivalents	60,847	20,166

The short term investments relate to holdings in the Deutsche Liquidity Managed Platinum Sterling Fund. Cash equivalents are held on the fund to ensure that there is sufficient cash backing to settle any futures contracts, in addition to other investment purposes, without increasing the economic exposure on the fund.

Notes to the financial statements (continued)

11 Other creditors

	2021	2020
	£000	£000
Accrued annual management charge	187	202
Accrued Depository's fee	2	2
Accrued other expenses	26	23
Amounts payable for cancellation of shares	199	123
Currency transactions awaiting settlement	86	87
Purchases awaiting settlement	2,613	-
Total other creditors	3,113	437

12 Contingent liabilities and commitments

There were no contingent liabilities or outstanding commitments at the current or prior year end.

13 Related party transactions

HIFL as ACD to the fund is deemed to be a related party in respect of their dealings with the fund. All transactions and balances associated with the ACD are disclosed within the 'Statement of total return', the 'Statement of change in net assets attributable to shareholders' and the 'Balance sheet' on pages 29 and 30 and notes 4, 8 and 11 on pages 32 to 34 including all issues and cancellations where the ACD acted as principal.

Transactions with the ACD are as follows:

- All issues and cancellations
- Annual management charge
- GAC

The ultimate controlling party of HIFL is Janus Henderson Group plc. The transactions associated with Janus Henderson Group plc, its subsidiaries and other funds managed by HIFL are as follows:

- The value of purchase transactions was £2,963,671 (2020: nil) and sales transactions was £3,830,351 (2020: £9,895,353) and the balance outstanding at the year end was purchases nil (2020: nil) and sales nil (2020: nil).
- Revenue receivable for the year was £108,842 (2020: £254,153) and the balance outstanding at the year end was nil (2020: nil).
- Management fee rebates receivable for the year was £61,828 (2020: nil) and the balance outstanding at the year end was £20,928 (2020: £258,216).
- The aggregate value of investments held at the year end was £11,544,432 (2020: £11,176,794).

There were no material shareholders at the year end (2020: nil).

14 Shareholders' funds

The fund currently has 5 share classes available; Class A (Retail), Class B (Retail), Class E (Retail), Class I (Institutional) and Class Y (Institutional). The annual management charge on each share class is as follows:

	2021	2020
	%	%
Class A	1.50	1.50
Class B	0.75	0.75
Class E	1.00	1.00
Class I	0.75	0.75
Class Y	1.50	1.50

The net asset value of each share class, the net asset value per share and the number of shares in each share class are given in the Comparative tables on pages 21 to 23. The distribution per share class is given in the Distribution table on page 40. All share classes have the same rights on winding up.

Notes to the financial statements (continued)

14 Shareholders' funds (continued)

Shares reconciliation as at 31 January 2021

	Class A accumulation	Class B accumulation	Class E accumulation	Class I accumulation	Class Y accumulation
Opening number of shares	38,689,965	4,975,163	10,871,941	42,090,556	287,510
Issues during the year	268,519	-	62,987	627,275	-
Cancellations during the year	(2,208,095)	(201,892)	(1,120,728)	(8,198,885)	(36,924)
Shares converted during the year	(5,691,242)	-	5,526,284	217,385	(55,720)
Closing shares in issue	31,059,147	4,773,271	15,340,484	34,736,331	194,866

15 Financial derivatives

The fund may use financial derivatives for the purposes of efficient portfolio management.

Eligible collateral types are approved by the Investment Manager and are agreed with the relevant counterparty.

There was no collateral pledged or collateral held in respect of forward foreign exchange contracts at the year end (2020: nil). The fund had cash assets of £2,113,263 (2020: £1,097,582) and cash liabilities of £714,341 (2020: £317,984) held in margin accounts at derivative clearing houses and brokers at the year end. These balances are held as collateral on the fund's futures contracts.

2021

At 31 January 2021 the counterparty exposure calculated using the positive marked-to-market value for each category of derivatives held was as follows:

Counterparty	Forward foreign exchange contracts £000	Futures £000	Total by counterparty £000
JP Morgan	54	-	54
UBS	-	298	298
	54	298	352

2020

At 31 January 2020 the counterparty exposure calculated using the positive marked-to-market value for each category of derivatives held was as follows:

Counterparty	Forward foreign exchange contracts £000	Futures £000	Total by counterparty £000
BNP Paribas	192	-	192
Credit Suisse	1	-	1
UBS	-	318	318
	193	318	511

Cash equivalent investments held on the fund ensure the ability to be able to exercise derivative positions without increasing the economic exposure on the fund. This is further explained within the market risk note on page 15. The underlying exposure of these derivative positions is provided in the table below to enhance understanding of the fund's derivatives exposure and the effect of this exposure on the cash equivalents balance held by the fund. The total amount held in cash equivalent investments, which includes balances held for other investment purposes, is disclosed as short term investments in note 10.

Notes to the financial statements (continued)

15 Financial derivatives (continued)

2021

At 31 January 2021 the counterparty exposure calculated on a notional basis for each category of derivatives held was as follows:

Counterparty	Forward foreign exchange contracts £000	Futures £000	Total by counterparty £000
BNP Paribas	20,034	-	20,034
JP Morgan	5,200	-	5,200
UBS	-	30,657	30,657
	25,234	30,657	55,891

2020

At 31 January 2020 the counterparty exposure calculated on a notional basis for each category of derivatives held was as follows:

Counterparty	Forward foreign exchange contracts £000	Futures £000	Total by counterparty £000
BNP Paribas	24,158	-	24,158
Credit Suisse	2,929	-	2,929
UBS	-	310	310
	27,087	310	27,397

16 Risk

Currency risk

The exposure to currency risk is considered significant. The following table details the net exposure of the principal foreign currencies the fund is exposed to including any instruments used to hedge foreign currencies.

2021	Investment assets including (investment liabilities) £000	Other net assets £000	Total net assets £000
Currency			
Euro	(37)	42	5
Japanese yen	4,062	145	4,207
UK sterling	78,815	65,564	144,379
US dollar	45,177	436	45,613
Total	128,017	66,187	194,204

2020	Investment assets including (investment liabilities) £000	Other net assets £000	Total net assets/ (liabilities) £000
Currency			
Euro	(8,341)	266	(8,075)
Japanese yen	(5,650)	106	(5,544)
UK sterling	166,396	20,560	186,956
US dollar	34,098	82	34,180
Total	186,503	21,014	207,517

Notes to the financial statements (continued)

16 Risk (continued)

Sensitivity analysis

The net foreign currency assets held by the fund at the year end were £49,824,506 (2020: £20,561,279). A 10% increase/(decrease) in the foreign exchange rates applied to the fund's net foreign currency assets would have the effect of increasing/(decreasing) the return for the year ended 31 January 2021 and the net assets as at 31 January 2021 by £4,982,451 (2020: £2,056,128).

Interest rate risk

The fund's exposure to interest rate risk is considered insignificant. This is consistent with the exposure during the prior year.

Other market price risk

An increase or decrease in market values will have a direct effect on the value of the investment assets in the portfolio and therefore a proportionate effect on the value of the fund.

Leverage

There have been no breaches of the maximum levels during the year, no changes to the maximum level of leverage employed by the fund or to its right of reuse of collateral or any guarantee granted under the leveraging arrangements.

	Gross method		Commitment method	
	Maximum level	Actual level	Maximum level	Actual level
	%	%	%	%
2021	275.00	127.05	175.00	101.64
2020	275.00	122.64	175.00	104.99

Liquidity risk

The following table provides a maturity analysis of the fund's financial liabilities showing the remaining contractual maturities on an undiscounted basis.

	On demand £000	Within one year £000	Over one year but not more than five years	Over five years
			£000	£000
2021				
Amounts held at derivatives clearing houses and brokers	714	-	-	-
Derivative financial liabilities	-	351	-	-
Other creditors	-	3,113	-	-
Total	714	3,464	-	-
2020			Over one year but not more than five years	Over five years
	On demand £000	Within one year £000	£000	£000
Amounts held at derivatives clearing houses and brokers	318	-	-	-
Bank overdrafts	2,853	-	-	-
Derivative financial liabilities	-	90	-	-
Other creditors	-	437	-	-
Total	3,171	527	-	-

Notes to the financial statements (continued)

17 Fair value disclosure

Fair value measurement

The intention of a fair value measurement is to estimate the price at which an asset or a liability could be exchanged in the market conditions prevailing at the measurement date. The measurement assumes the exchange is an orderly transaction (that is, it is not a forced transaction, involuntary liquidation or distress sale) between knowledgeable, willing participants on an independent basis.

The purpose of the fair value hierarchy is to prioritise the inputs that should be used to measure the fair value of assets and liabilities. The highest priority is given to quoted prices at which a transaction can be entered into and the lowest priority to unobservable inputs.

In accordance with FRS 102 the fund classifies fair value measurement under the following levels:

Level 1

The unadjusted quoted price in an active market for identical assets or liabilities that the entity can access at the measurement date.

Level 2

Inputs other than quoted prices included within level 1 that are either observable (i.e. developed using market data) for the asset or liability, either directly or indirectly.

Level 3

Inputs are unobservable (i.e. for which market data is unavailable) for the asset or liability.

Fair value hierarchy

	2021		2020	
	Assets £000	Liabilities £000	Assets £000	Liabilities £000
Level 1	6,239	188	2,107	65
Level 2	122,129	163	184,486	25
Level 3	-	-	-	-
	<u>128,368</u>	<u>351</u>	<u>186,593</u>	<u>90</u>

18 Direct transaction costs

	Purchases		Sales	
	2021 £000	2020 £000	2021 £000	2020 £000
Trades in the year				
Collective investment schemes	7,955	30,172	77,979	35,725
Equities	37,329	14,509	34,917	27,857
Trades in the year before transaction costs	<u>45,284</u>	<u>44,681</u>	<u>112,896</u>	<u>63,582</u>
Transaction costs				
Commissions				
Collective investment schemes	-	-	-	1
Equities	12	4	10	8
Total commissions	<u>12</u>	<u>4</u>	<u>10</u>	<u>9</u>
Taxes				
Collective investment schemes	-	-	-	-
Equities	12	-	-	-
Total taxes	<u>12</u>	<u>-</u>	<u>-</u>	<u>-</u>
Other expenses				
Collective investment schemes	-	19	-	-
Equities	-	-	-	-
Total other expenses	<u>-</u>	<u>19</u>	<u>-</u>	<u>-</u>
Total transaction costs	<u>24</u>	<u>23</u>	<u>10</u>	<u>9</u>
Total net trades in the year after transaction costs	<u>45,308</u>	<u>44,704</u>	<u>112,886</u>	<u>63,573</u>

Notes to the financial statements (continued)

18 Direct transaction costs (continued)

	Purchases		Sales	
	2021	2020	2021	2020
	%	%	%	%
Total transaction costs expressed as a percentage of asset type cost				
Commissions				
Collective investment schemes	-	-	-	-
Equities	0.03	0.03	0.03	0.03
Taxes				
Collective investment schemes	-	-	-	-
Equities	0.03	-	-	-
Other expenses				
Collective investment schemes	-	0.06	-	-
Equities	-	-	-	-
	2021	2020		
	%	%		
Total transaction costs expressed as a percentage of net asset value				
Commissions	0.01	0.01		
Taxes	0.01	-		
Other expenses	-	0.01		
Total costs	0.02	0.02		

There were no in specie transfers during the year (2020: nil). There were no corporate actions during the year (2020: nil).

There were direct transaction costs associated with derivatives in the year of £9,624 (2020: £2,919) which is 0.00% of the average net asset value of the fund (2020: 0.00%).

Direct transaction costs are fees and commissions paid to agents, advisers, brokers and dealers, levies by regulatory agencies and securities exchanges, and transfer taxes and duties associated with investment transactions on the fund. These exclude any differences between quoted bid and offer prices or internal administrative or holding costs.

The costs of acquiring and disposing of units/shares in other collective investment schemes are included within the expense ratio which is an intrinsic part of the NAV price per unit/share of the underlying fund.

The portfolio dealing spread as at 29 January 2021 was 0.06% (2020: 0.05%). The portfolio dealing spread is calculated at a 12 noon valuation point. This is because the spread is based on the fund's investments rather than the fund's valuation point.

19 Events after the Balance sheet date

There were no material post Balance sheet events which require disclosure within these financial statements.

Distribution table for the year ended 31 January 2021 (in pence per share)

Final dividend distribution (accounting date 31 January 2021, paid on 28 May 2021)

Group 1: shares purchased prior to 1 February 2020

Group 2: shares purchased on or after 1 February 2020

	Distribution per share	Total distribution per share 28/05/21	Total distribution per share 29/05/20
Class A accumulation			
Group 1	-	-	0.1709
Group 2	-	-	0.1709
Class B accumulation			
Group 1	0.7107	0.7107	1.2864
Group 2	0.7107	0.7107	1.2864
Class E accumulation			
Group 1	0.2807	0.2807	0.8504
Group 2	0.2807	0.2807	0.8504
Class I accumulation			
Group 1	1.2066	1.2066	1.6701
Group 2	1.2066	1.2066	1.6701
Class Y accumulation			
Group 1	-	-	0.1291
Group 2	-	-	0.1291

Janus Henderson Multi-Manager Managed Fund

Authorised Corporate Director's report

Investment Fund Managers

Dean Cheeseman, Nick Watson and Paul O'Connor

Investment objective and policy

The fund aims to provide capital growth over the long term.

Performance target: To outperform the IA Mixed Investment 40–85% Shares Sector average, after the deduction of charges, over any 5 year period.

The fund invests in Collective Investment Schemes (other funds including those managed by Janus Henderson, Exchange Traded Funds and unregulated funds) to provide diversified global exposure to a range of assets including shares (equities) of companies, bonds issued by companies and governments, and to a lesser extent, alternative assets such as property, commodities, private equity and hedge funds.

The fund is actively managed with reference to the IA Mixed Investment 40–85% Shares Sector average, which is based on a peer group of broadly similar funds, as this forms the basis of the fund's performance target and limits the level of exposure the fund may have to company shares. The Investment Manager has a high degree of freedom to choose individual investments for the fund and to vary allocations between asset types within the constraints of the sector.

Performance summary

Cumulative performance

	One year	Three years	Five years	Since inception
	31 Jan 20 - 31 Jan 21	31 Jan 18 - 31 Jan 21	31 Jan 16 - 31 Jan 21	31 Aug 99 - 31 Jan 21
	%	%	%	%
Class I accumulation (Net)	4.2	10.6	44.1	238.3
IA Mixed Investment 40-85% Shares Sector	5.5	14.5	48.3	249.7

Discrete performance

	31 Jan 20 - 31 Jan 21	31 Jan 19 - 31 Jan 20	31 Jan 18 - 31 Jan 19	31 Jan 17 - 31 Jan 18	31 Jan 16 - 31 Jan 17
	%	%	%	%	%
Class I accumulation (Net)	4.2	10.1	(3.6)	9.1	19.5
IA Mixed Investment 40-85% Shares Sector	5.5	11.9	(3.0)	9.4	18.3

Please note that the performance target is to be achieved over a specific annualised time period. Refer to the performance target section above within the investment objective.

Source: Morningstar

Class I accumulation (Net), NAV to NAV, net of fees and net income reinvested as at 4 pm valuation point.

Benchmark values are at close of business.

Class I accumulation is disclosed as it is the representative share class.

Benchmark usage:

Peer group: IA Mixed Investment 40-85% Shares Sector

Peer group usage: Target

Peer group description: The Investment Association (IA) groups funds with similar geographic and/or investment remit into sectors. The fund's ranking within the sector (as calculated by a number of data providers) forms the basis of the fund's performance target.

Please remember that past performance is not a guide to future performance. The value of an investment and the revenue from it can fall as well as rise as a result of market and currency fluctuations and you may not get back the amount originally invested.

Authorised Corporate Director's report (continued)

Significant portfolio changes for the year ended 31 January 2021

Largest purchases	£000	Largest sales	£000
iShares Core MSCI EM IMI UCITS ETF	15,775	iShares Physical Gold ETC	15,777
iShares Physical Gold ETC	14,478	iShares Core MSCI EM IMI UCITS ETF	15,397
iShares USD Corporate Bond UCITS ETF	13,020	Legg Mason ClearBridge US Aggressive Growth Fund	13,338
Jupiter UK Special Situations Fund I Accumulation	9,299	Merian UK Alpha Fund U1 Accumulation	13,270
Janus Henderson Global Investment Grade Bond Fund Z1 Income ¹	8,196	Majedie UK Equity Fund	12,689
LF Lindsell Train UK Equity Income	8,126	Fidelity American Special Situations	10,487
Amundi MSCI EM Asia UCITS ETF	6,824	iShares USD Corporate Bond UCITS ETF	9,145
Invesco European Equity Income Fund	6,619	BlackRock European Dynamic Fund A Accumulation	8,955
Janus Henderson Emerging Markets Opportunities Fund Z Accumulation ¹	3,738	MAN GLG Japan CoreAlpha Fund	7,867
Vanguard S&P 500 UCITS ETF	3,146	Amundi MSCI EM Asia UCITS ETF	7,707
Total purchases	96,284	Total sales	172,829

¹ Related party to the fund

Investment review

The fund returned 4.2% based on Class I accumulation (Net) over the year under review, compared with a return of 5.5% in the IA Mixed Investment 40-85% Shares Sector peer group benchmark.

The reporting year saw significant volatility across all asset classes as a result of the COVID-19 global pandemic, although many still generated positive returns. The spread of COVID-19, the restrictions to subdue infection rates and discovery of vaccines were the main drivers of market moves, although the US presidential election briefly took centre stage.

The pandemic and related developments dominated the reporting year, leading to the sharpest contraction in economic activity on record as restrictions to prevent the spread of COVID-19 closed many businesses. However, an unprecedented policy response, a turn in the initial wave of infections and an inflection from extremely bearish sentiment led to a market rally from late March. The rally was ultimately sustained throughout the rest of the reporting year, despite volatility ahead of the US election in November. A rotation towards more cyclical and value assets was further aided by news of potential COVID-19 vaccines in November. Despite the volatility, global equities ended the reporting year significantly higher and fixed income assets benefited from a significant fall in government bond yields as interest rates were cut.

The fund saw positive contributions across most areas of the portfolio. Equities delivered the bulk of the returns, but fixed income also delivered some good performance. European equities, excluding the UK, were the largest contributor to positive performance, followed by Japanese stocks. Notably strong contributions also came from within US and Asian equities. At a position level, our best-performing holdings included the BlackRock European Dynamic Fund (up 29.6%), the First State Japan Equity Fund (up 40.0%) and the Schroders International Selection Asian Total Return Fund (up 33.4%). Within bonds, the iShares USD Corporate Bond UCITS ETF and the MI TwentyFour Dynamic Bond Fund were up 2.1% and 5.2%, respectively. The fund's position in the iShares Physical Gold ETC also contributed strongly. The main detractors were allocations to UK equities, with the largest negative contributions coming from positions in the Merian UK Alpha Fund, the Artemis Income Fund and the Majedie UK Equity Fund.

The allocation to equities varied during the reporting year as the fund managers reacted to significant volatility as a result of the pandemic and the associated economic restrictions. Equities, in aggregate, were reduced in the first couple of months of 2020 as the fund managers were, firstly, concerned about the ageing economic expansion before the onset of the pandemic led to the sharpest economic contraction on record. A rotation towards more cyclical areas took place from the summer onwards, with a further shift in the approach to the US election and following the first news of a potential COVID-19 vaccine in early November. Changes in fixed income allocations were spurred by the same fluctuations in risk sentiment that drove equity allocations. Holdings in nominal sovereign bonds were reduced as the spread of COVID-19 around the globe soured risk sentiment. The liquidation in the rush by investors to reduce risk led to significant dislocations in fixed income markets, before central banks stepped in with ample liquidity, which helped to ease investor anxieties. Allocations to investment-grade credit were introduced at very attractive levels. These positions were subsequently reduced as markets recovered and the relative attractiveness declined. The total allocation to fixed income ended slightly lower than where it started the reporting year, as the scale of fiscal support for the economic recovery threatened a move higher in bond yields.

Our medium-to-longer-term outlook for markets remains positive as the roll-out of COVID-19 vaccines begins to gather pace. It would take a serious change in the virus or significant concerns about the efficacy of the vaccines to change this trend, in our view. Markets continue to show some signs of frothiness and excessive exuberance, but this must be set against a clearly positive economic and corporate earnings narrative. Instead, it may be that the growth recovery itself represents a threat to financial markets. A stronger global economy should help lift government bond yields and raise questions about how long central banks can maintain their current policy settings, particularly if fiscal stimulus continues to add further support to growth and inflation. Rising yields are likely to be a headwind for further appreciation of already expensive assets, leading to a rotation in favour of cheaper, more cyclical assets. Understanding this dynamic is likely to be important to both making and preserving capital as it reshapes the market leadership.

Comparative tables for the year ended 31 January 2021

	Class A accumulation		
	2021	2020	2019
	(pence per share)	(pence per share)	(pence per share)
Change in net assets per share			
Opening net asset value per share	294.60	270.40	282.35
Return before operating charges*	15.26	30.77	(5.56)
Operating charges	(6.28)	(6.57)	(6.39)
Return after operating charges*	8.98	24.20	(11.95)
Distributions on accumulation shares	(0.52)	(1.26)	(0.57)
Retained distributions on accumulation shares	0.52	1.26	0.57
Closing net asset value per share	303.58	294.60	270.40
* after direct transaction costs of:	0.05	0.05	-

Performance

Return after charges	3.05%	8.95%	(4.23%)
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Other information

Closing net asset value (£000s)	99,634	174,411	228,547
Closing number of shares	32,820,077	59,202,512	84,520,552
Operating charges	2.23%	2.30%	2.31%
Direct transaction costs	0.02%	0.02%	0.00%

Prices

Highest share price (pence)	312.20	303.80	287.80
Lowest share price (pence)	238.20	271.00	259.00

	Class A income		
	2021	2020	2019
	(pence per share)	(pence per share)	(pence per share)
Change in net assets per share			
Opening net asset value per share	285.18	262.89	275.09
Return before operating charges*	14.84	29.92	(5.43)
Operating charges	(6.13)	(6.39)	(6.22)
Return after operating charges*	8.71	23.53	(11.65)
Distributions on income shares	(0.04)	(1.24)	(0.55)
Closing net asset value per share	293.85	285.18	262.89
* after direct transaction costs of:	0.05	0.05	-

Performance

Return after charges	3.06%	8.95%	(4.23%)
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Other information

Closing net asset value (£000s)	3,392	3,885	4,616
Closing number of shares	1,154,349	1,362,307	1,755,721
Operating charges	2.23%	2.30%	2.31%
Direct transaction costs	0.02%	0.02%	0.00%

Prices

Highest share price (pence)	302.30	295.30	280.40
Lowest share price (pence)	230.50	263.50	252.40

Comparative tables (continued)

	Class B accumulation		
	2021 (pence per share)	2020 (pence per share)	2019 (pence per share)
Change in net assets per share			
Opening net asset value per share	293.46	269.35	281.26
Return before operating charges*	15.26	30.66	(5.55)
Operating charges	(6.30)	(6.55)	(6.36)
Return after operating charges*	8.96	24.11	(11.91)
Distributions on accumulation shares	(0.05)	(1.25)	(0.57)
Retained distributions on accumulation shares	0.05	1.25	0.57
Closing net asset value per share	302.42	293.46	269.35
* after direct transaction costs of:	0.05	0.05	-
Performance			
Return after charges	3.05%	8.95%	(4.23%)
Other information			
Closing net asset value (£000s)	24,546	27,827	30,840
Closing number of shares	8,116,490	9,482,652	11,449,649
Operating charges	2.23%	2.30%	2.31%
Direct transaction costs	0.02%	0.02%	0.00%
Prices			
Highest share price (pence)	311.10	302.60	286.70
Lowest share price (pence)	237.20	270.00	258.00
	Class B income		
	2021 (pence per share)	2020 (pence per share)	2019 (pence per share)
Change in net assets per share			
Opening net asset value per share	285.04	262.74	274.93
Return before operating charges*	14.83	29.91	(5.42)
Operating charges	(6.12)	(6.39)	(6.22)
Return after operating charges*	8.71	23.52	(11.64)
Distributions on income shares	(0.05)	(1.22)	(0.55)
Closing net asset value per share	293.70	285.04	262.74
* after direct transaction costs of:	0.05	0.05	-
Performance			
Return after charges	3.06%	8.95%	(4.23%)
Other information			
Closing net asset value (£000s)	3,207	3,528	4,016
Closing number of shares	1,091,983	1,237,934	1,528,343
Operating charges	2.23%	2.30%	2.31%
Direct transaction costs	0.02%	0.02%	0.00%
Prices			
Highest share price (pence)	302.10	295.20	280.20
Lowest share price (pence)	230.40	263.40	252.20

Comparative tables (continued)

	Class E accumulation	
	2021	08/07/19 -
	(pence	31/01/20
	per share)	(pence
		per share)
Change in net assets per share		
Opening net asset value per share	295.43	290.74 ¹
Return before operating charges*	15.61	7.67
Operating charges	(5.01)	(2.98)
Return after operating charges*	10.60	4.69
Distributions on accumulation shares	(0.68)	(2.10)
Retained distributions on accumulation shares	0.68	2.10
Closing net asset value per share	306.03	295.43
* after direct transaction costs of:	0.05	0.05

Performance

Return after charges	3.59%	1.61%
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Other information

Closing net asset value (£000s)	133,359	59,224
Closing number of shares	43,577,915	20,046,577
Operating charges	1.73%	1.80%
Direct transaction costs	0.02%	0.02%

Prices

Highest share price (pence)	314.70	304.60
Lowest share price (pence)	239.00	283.70

¹ Class E accumulation launched on 8 July 2019 and this is the first published price.

	Class E income	
	2021	08/07/19 -
	(pence	31/01/20
	per share)	(pence
		per share)
Change in net assets per share		
Opening net asset value per share	285.20	282.67 ²
Return before operating charges*	15.00	7.48
Operating charges	(4.80)	(2.90)
Return after operating charges*	10.20	4.58
Distributions on income shares	(1.01)	(2.05)
Closing net asset value per share	294.39	285.20
* after direct transaction costs of:	0.05	0.05

Performance

Return after charges	3.58%	1.62%
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Other information

Closing net asset value (£000s)	1,752	1,185
Closing number of shares	595,062	415,496
Operating charges	1.73%	1.80%
Direct transaction costs	0.02%	0.02%

Prices

Highest share price (pence)	303.80	296.10
Lowest share price (pence)	230.70	275.90

² Class E income launched on 8 July 2019 and this is the first published price.

Comparative tables (continued)

	Class I accumulation		
	2021	2020	2019
	(pence per share)	(pence per share)	(pence per share)
Change in net assets per share			
Opening net asset value per share	155.27	141.37	146.42
Return before operating charges*	8.18	16.14	(2.89)
Operating charges	(2.10)	(2.24)	(2.16)
Return after operating charges*	6.08	13.90	(5.05)
Distributions on accumulation shares	(1.32)	(2.00)	(1.49)
Retained distributions on accumulation shares	1.32	2.00	1.49
Closing net asset value per share	161.35	155.27	141.37
* after direct transaction costs of:	0.03	0.03	-

Performance

Return after charges	3.92%	9.83%	(3.45%)
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Other information

Closing net asset value (£000s)	65,086	70,253	73,476
Closing number of shares	40,338,731	45,244,131	51,975,787
Operating charges	1.40%	1.49%	1.50%
Direct transaction costs	0.02%	0.02%	0.00%

Prices

Highest share price (pence)	165.90	160.10	149.90
Lowest share price (pence)	125.70	141.70	135.30

	Class Y accumulation		
	2021	2020	2019
	(pence per share)	(pence per share)	(pence per share)
Change in net assets per share			
Opening net asset value per share	797.85	728.67	757.07
Return before operating charges*	41.84	83.10	(14.94)
Operating charges	(13.34)	(13.92)	(13.46)
Return after operating charges*	28.50	69.18	(28.40)
Distributions on accumulation shares	(4.07)	(7.47)	(5.41)
Retained distributions on accumulation shares	4.07	7.47	5.41
Closing net asset value per share	826.35	797.85	728.67
* after direct transaction costs of:	0.14	0.14	0.01

Performance

Return after charges	3.57%	9.49%	(3.75%)
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Other information

Closing net asset value (£000s)	16,506	17,718	17,821
Closing number of shares	1,997,437	2,220,687	2,445,784
Operating charges	1.73%	1.80%	1.81%
Direct transaction costs	0.02%	0.02%	0.00%

Prices

Highest share price (pence)	849.70	822.60	773.60
Lowest share price (pence)	645.40	730.40	697.70

Comparative tables (continued)

Performance values are at close of business on a bid basis, which will differ from those in the Performance summary.

Operating charges

Operating charges are expenses associated with the maintenance and administration of the fund on a day-to-day basis that are actually borne by the share class.

Share class launches and closures

There were no share classes launched or closed during the year.

Ongoing charge figure

The annualised OCF of the fund is calculated as the ratio of the total ongoing charges to the average net asset value for twelve months. Ongoing charges are all expenses deducted from the assets of the fund during the year, except for expenses that are explicitly excluded by regulation.

	2021 %	2020 %	Estimated OCF from 5 May 2020 ¹ %
Class A accumulation	2.23 ²	2.30	2.24
Class A income	2.23 ²	2.30	2.24
Class B accumulation	2.23 ²	2.30	2.24
Class B income	2.23 ²	2.30	2.24
Class E accumulation³	1.73 ²	1.80	1.74
Class E income³	1.73 ²	1.80	1.74
Class I accumulation	1.40 ⁴	1.49	1.41
Class Y accumulation	1.73 ²	1.80	1.74

The OCF includes a synthetic element of 0.55% (2020: 0.65%) to incorporate the OCF of underlying funds.

The OCF is calculated in accordance with guidelines issued by ESMA.

Although this fund is a non-UCITS, we have used this disclosure to enable comparison across our fund range.

¹ The estimated ongoing charge is based on the new GAC rates to the year ended 31 January 2021.

² The GAC on Class A accumulation, Class A income, Class B accumulation, Class B income, Class E accumulation, Class E income and Class Y accumulation increased from 0.14% to 0.17% on 5 May 2020 and therefore the rate applied is not consistent throughout the year.

³ Class E accumulation and Class E income launched on 8 July 2019.

⁴ The GAC on Class I accumulation increased from 0.075% to 0.09% on 5 May 2020 and therefore the rate applied is not consistent throughout the year.

Risk and reward profile

The fund currently has 8 types of share: A accumulation, A income, B accumulation, B income, E accumulation, E income, I accumulation and Y accumulation.

Each share class has the same risk and reward profile which is as follows:



The share classes appear at 5 out of 7. Share classes in higher categories have shown greater and/or more frequent variations in net asset value in the past 5 years than those in lower categories. The lowest category does not mean risk free.

The SRRRI is calculated based on historical volatility over a rolling 5* year period, it is reviewed monthly and updated if volatility has changed materially to cause a movement in the SRRRI level. The SRRRI is an indicator and may not accurately reflect future volatility and market conditions.

The value of an investment and any income from it can go up or down. When you sell your shares they may be worth less than you paid for them.

The risk/reward rating above is based on medium-term volatility. In the future, the fund's actual volatility could be higher or lower and its rated risk/reward level could change.

The rating does not reflect the possible effects of unusual market conditions or large unpredictable events.

The full list of the fund's risks are contained in the 'Risk Warnings' section of the fund's prospectus.

The risk rating for all share classes increased to 5 from 4 during the year. The ratings may change over time as a fund takes on more or less risky investments or where market conditions become more or less volatile. At share class level the ratings may differ dependent on the class currency and may be influenced by currency movements and the impact of inflows and outflows.

The SRRRI conforms to the ESMA guidelines for the calculation of the SRRRI.

* Class E accumulation and Class E income were launched on 8 July 2019. As these share classes do not have a 5 year history, a synthetic history has been created using the A accumulation and A income share class respectively.

Portfolio statement as at 31 January 2021

Holding	Investment	Market value £000	Percentage of total net assets %
Alternatives 5.91% (2020: 6.09%)			
62,063	Barings Emerging Markets Sovereign Debt Fund A Accumulation	7,500	2.17
37,642	BH Macro	1,253	0.36
12,517	Crabel Gemini UCITS Fund A Accumulation	1,406	0.40
401,583	HgCapital Trust	1,297	0.37
1,029,645	HICL Infrastructure	1,796	0.52
40,359	Montlake Dunn WMA UCITS Fund	5,562	1.60
1,343,516	Renewables Infrastructure	1,706	0.49
		<u>20,520</u>	<u>5.91</u>
Asia Ex Japan Equity 6.59% (2020: 7.53%)			
4,805,633	Hermes Asia Ex Japan Equity Fund C Accumulation	8,582	2.47
19,662	Schroders International Selection Asian Total Return Fund	9,130	2.63
687,976	Stewart Investors Asia Pacific Sustainability Fund B Accumulation	5,181	1.49
		<u>22,893</u>	<u>6.59</u>
Commodities 0.40% (2020: 0.23%)			
7,910	Merrill Lynch MLCX Commodity Alpha Fund	1,374	0.40
Direct Alternatives 0.64% (2020: 0.26%)			
1,470,514	Biopharma Credit	1,064	0.31
61,554	HarbourVest Global Private Equity	1,152	0.33
		<u>2,216</u>	<u>0.64</u>
Diversified Bonds 2.46% (2020: 2.67%)			
75,206	MI TwentyFour Dynamic Bond Fund	8,544	2.46
Emerging Market Bonds 2.30% (2020: 2.72%)			
861,426	Finisterre Unconstrained Emerging Markets Fixed Income Fund	7,994	2.30
Europe ex UK Equity 12.50% (2020: 13.31%)			
6,972,923	BlackRock European Dynamic Fund A Accumulation	16,540	4.75
11,578,481	Invesco European Equity Income Fund	15,074	4.34
2,021,491	Janus Henderson European Growth Fund I Accumulation ¹	11,834	3.41
		<u>43,448</u>	<u>12.50</u>
Global Emerging Market Equity 1.63% (2020: 2.24%)			
50,333	iShares Core MSCI EM IMI UCITS ETF	1,352	0.39
899,973	Janus Henderson Emerging Markets Opportunities Fund Z Accumulation ¹	4,329	1.24
		<u>5,681</u>	<u>1.63</u>
High Yield Bonds 2.27% (2020: 2.74%)			
8,707,474	AXA US Short Duration High Yield Fund ZI Gross Income	7,875	2.27
Investment Grade Bonds 3.41% (2020: 2.24%)			
44,098	iShares USD Corporate Bond UCITS ETF	4,175	1.20
89,428	Janus Henderson Global Investment Grade Bond Fund Z1 Income ¹	7,668	2.21
		<u>11,843</u>	<u>3.41</u>
Japan Equity 2.78% (2020: 5.70%)			
467,402	First State Japan Equity Fund III	9,661	2.78

Portfolio statement (continued)

Holding	Investment	Market value £000	Percentage of total net assets %
North America Equity 7.77% (2020: 14.61%)			
238,739	Findlay Park American Fund	26,992	7.77
Property 0.37% (2020: 0.18%)			
862,634	GCP Student Living	1,270	0.37
UK Equity 20.07% (2020: 25.56%)			
9,004,366	Jupiter UK Special Situations Fund I Accumulation	20,375	5.86
6,192,894	LF Gresham House UK Multi Cap Income Fund F Income	7,159	2.06
8,231,506	LF Lindsell Train UK Equity Income	26,926	7.74
4,888,483	Majedie UK Equity Fund	8,367	2.41
582,790	Polar Capital UK Value Opportunities Fund S Accumulation	6,953	2.00
		<u>69,780</u>	<u>20.07</u>
Derivatives (0.01%) (2020: 0.17%)			
Futures 0.01% (2020: 0.12%)			
117	CME S&P 500 E-mini Index March 2021	218	0.06
(34)	EUX Euro Stoxx 50 March 2021	31	0.01
208	ICE FTSE 100 Index March 2021	(308)	(0.08)
122	ICE Long Gilt March 2021	15	-
27	OSE Topix Index March 2021	62	0.02
		<u>18</u>	<u>0.01</u>
Forward Foreign Exchange Contracts (0.02%) (2020: 0.05%)²			
	Buy GBP 100,679 : Sell EUR 113,440 February 2021 ³	-	-
	Buy GBP 4,590,860 : Sell USD 6,279,747 February 2021	18	0.01
	Buy GBP 8,275,000 : Sell JPY 1,177,281,767 February 2021	85	0.02
	Buy JPY 1,677,147,487 : Sell GBP 11,819,486 February 2021	(152)	(0.05)
		<u>(49)</u>	<u>(0.02)</u>
Investment assets including investment liabilities		240,060	69.09
Other net assets		107,422	30.91
Total net assets		347,482	100.00

¹ Related party to the fund

² Not listed on an official stock exchange

³ Due to rounding to nearest £1,000

The collective investment schemes held are approved regulated collective investment schemes within the meaning of the FCA rules. Exchange traded funds and all other investments are listed on recognised stock exchanges or are 'approved securities' within the meaning of FCA rules unless otherwise stated.

Prior year comparative percentages have changed for some sectors due to reclassification within these sectors.

Portfolio statement (continued)

Composition of portfolio

2021	Market value £000	Percentage of total net assets %
Investments		
Total collective investment schemes	225,026	64.76
Total equities	15,065	4.34
Total derivatives	(31)	(0.01)
Investment assets including investment liabilities	240,060	69.09
Other net assets	107,422	30.91
Total net assets	347,482	100.00
2020	Market value £000	Percentage of total net assets %
Investments		
Total collective investment schemes	300,733	84.00
Total equities	7,470	2.08
Total derivatives	607	0.17
Investment assets including investment liabilities	308,810	86.25
Other net assets	49,221	13.75
Total net assets	358,031	100.00

Statement of total return for the year ended 31 January 2021

	Note	2021		2020	
		£000	£000	£000	£000
Income					
Net capital gains	2		9,597		29,665
Revenue	3	5,592		7,496	
Expenses	4	(4,516)		(5,143)	
Interest payable and similar charges	5	(10)		(1)	
Net revenue before taxation		1,066		2,352	
Taxation	6	-		-	
Net revenue after taxation			1,066		2,352
Total return before distributions			10,663		32,017
Distributions	7		(1,090)		(2,395)
Change in net assets attributable to shareholders from investment activities			9,573		29,622

Statement of change in net assets attributable to shareholders

for the year ended 31 January 2021

	2021		2020	
	£000	£000	£000	£000
Opening net assets attributable to shareholders		358,031		359,316
Amounts receivable on issue of shares	2,376		941	
Amounts payable on cancellation of shares	(23,581)		(34,203)	
		(21,205)		(33,262)
Change in net assets attributable to shareholders from investment activities		9,573		29,622
Retained distributions on accumulation shares		1,083		2,354
Unclaimed distributions		-		1
Closing net assets attributable to shareholders		347,482		358,031

Balance sheet as at 31 January 2021

	Note	2021 £000	2020 £000
Assets:			
Investments		240,520	308,906
Current assets:			
Debtors	8	791	848
Cash and bank balances	9	3,247	5,878
Cash equivalents	10	106,819	48,556
Total assets		351,377	364,188
Liabilities:			
Investment liabilities		460	96
Creditors:			
Amounts held at derivative clearing houses and brokers		903	500
Bank overdrafts		-	4,621
Distributions payable		7	41
Other creditors	11	2,525	899
Total liabilities		3,895	6,157
Net assets attributable to shareholders		347,482	358,031

1 Accounting policies

The accounting policies, distribution policy and potential risks are set out in notes 1 to 3 of the funds' aggregated notes to the financial statements.

2 Net capital gains

Net capital gains on investments during the year comprise:

	2021	2020
	£000	£000
Capital management fee rebates	117	214
Derivative securities*	4,982	332
Forward currency contracts*	(1,084)	(1,353)
Non-derivative securities*	5,987	30,320
Other currency (losses)/gains	(396)	164
Transaction costs	(9)	(12)
Net capital gains	9,597	29,665
*The above includes:		
Realised gains	25,482	14,969
Unrealised (losses)/gains	(15,597)	14,330
	9,885	29,299

* Where realised gains/(losses) include gains/(losses) arising in previous years, a corresponding gain/(loss) is included in unrealised gains/(losses).

3 Revenue

	2021	2020
	£000	£000
Bank interest	1	2
Derivative revenue	13	21
Distributions from UK regulated collective investment schemes:		
Franked investment revenue	2,574	4,591
Interest distribution	646	598
Unfranked investment revenue	-	8
Interest on debt securities	13	-
Management fee rebates	301	373
Overseas dividends*	1,947	1,895
UK dividends	77	8
UK REIT revenue - PID	18	-
UK REIT revenue - non PID	2	-
Total revenue	5,592	7,496

* includes distributions from overseas funds

Notes to the financial statements (continued)

4 Expenses

	2021	2020
	£000	£000
Payable to the ACD, associates of the ACD and agents of either of them:		
Annual management charge	3,982	4,643
GAC*	495	462
	<u>4,477</u>	<u>5,105</u>
Payable to the Depositary, associates of the Depositary and agents of either of them:		
Depositary fees	29	31
Safe custody fees	10	7
	<u>39</u>	<u>38</u>
Total expenses	<u>4,516</u>	<u>5,143</u>

Irrecoverable VAT is included in the above expenses where relevant.

* The current audit fee, which is levied through the GAC, is £11,556 (2020: £10,317).

5 Interest payable and similar charges

The interest payable and similar charges comprise:

	2021	2020
	£000	£000
Interest payable	3	1
Interest on margin	7	-
Total interest payable and similar charges	<u>10</u>	<u>1</u>

6 Taxation

a) Analysis of charge in the year

There is no tax charge for the current year (2020: nil).

b) Factors affecting tax charge for year

The tax assessed for each year is different to the standard rate of corporation tax in the UK for funds of authorised OEICS of 20% (2020: 20%). The differences are explained below:

	2021	2020
	£000	£000
Net revenue before taxation	<u>1,066</u>	<u>2,352</u>
Corporation tax at 20% (2020: 20%)	213	470
Effects of:		
Overseas dividends	(132)	(111)
Tax effect of management fee rebates in capital	24	43
UK dividends*	(531)	(920)
Unused management expenses	426	518
Tax charge for the year (note 6a)	<u>-</u>	<u>-</u>

* As an OEIC this item is not subject to corporation tax.

OEICs are exempt from tax on capital gains made in the UK. Therefore, any capital return is not included within the reconciliation above.

Notes to the financial statements (continued)

6 Taxation (continued)

c) Deferred tax

There is no provision required for deferred taxation at the Balance sheet date (2020: nil).

d) Factors that may affect future tax charges

At the year end, after claiming relief against revenue taxable on receipt, there is a potential deferred tax asset of £6,906,121 (2020: £6,480,134) in relation to surplus management expenses. It is unlikely that the fund will generate sufficient taxable profits in the future to utilise these amounts and therefore no deferred tax asset has been recognised at the current or prior year end.

7 Distributions

	2021	2020
	£000	£000
Final income	7	41
Final accumulation	1,083	2,354
Total distributions	1,090	2,395
Net revenue after taxation	1,066	2,352
Tax relief on management fee rebates in capital	24	43
Total distributions	1,090	2,395

Details of the distribution per share are set out in the Distribution table on page 65.

8 Debtors

	2021	2020
	£000	£000
Accrued revenue	589	408
Amounts receivable for issue of shares	3	17
Currency transactions awaiting settlement	69	-
Income tax recoverable	-	2
Management fee rebates	101	421
Sales awaiting settlement	29	-
Total debtors	791	848

9 Cash and bank balances

	2021	2020
	£000	£000
Amounts held at derivative clearing houses and brokers	3,247	1,260
Cash and bank balances	-	4,618
Total cash and bank balances	3,247	5,878

10 Cash equivalents

	2021	2020
	£000	£000
Short term investments	106,819	48,556
Total cash equivalents	106,819	48,556

The short term investments relate to holdings in the Deutsche Liquidity Managed Platinum Sterling Fund. Cash equivalents are held on the fund to ensure that there is sufficient cash backing to settle any futures contracts, in addition to other investment purposes, without increasing the economic exposure on the fund.

Notes to the financial statements (continued)

11 Other creditors

	2021	2020
	£000	£000
Accrued annual management charge	344	388
Accrued Depositary's fee	3	3
Accrued other expenses	50	44
Amounts payable for cancellation of shares	311	464
Currency transactions awaiting settlement	69	-
Purchases awaiting settlement	1,748	-
Total other creditors	2,525	899

12 Contingent liabilities and commitments

There were no contingent liabilities or outstanding commitments at the current or prior year end.

13 Related party transactions

HIFL as ACD to the fund is deemed to be a related party in respect of their dealings with the fund. All transactions and balances associated with the ACD are disclosed within the 'Statement of total return', the 'Statement of change in net assets attributable to shareholders' and the 'Balance sheet' on pages 54 and 55 and notes 4, 7, 8 and 11 on pages 57 to 59 including all issues and cancellations where the ACD acted as principal.

Transactions with the ACD are as follows:

- All issues and cancellations
- Annual management charge
- GAC

The ultimate controlling party of HIFL is Janus Henderson Group plc. The transactions associated with Janus Henderson Group plc, its subsidiaries and other funds managed by HIFL are as follows:

- The value of purchase transactions was £11,934,450 (2020: nil) and sales transactions was £6,291,491 (2020: £19,964,733) and the balance outstanding at the year end was purchases nil (2020: nil) and sales nil (2020: nil).
- Revenue receivable for the year was £390,090 (2020: £617,007) and the balance outstanding at the year end was nil (2020: nil).
- Management fee rebates receivable for the year was £89,869 (2020: £177,661) and the balance outstanding at the year end was £29,390 (2020: £362,769).
- The aggregate value of investments held at the year end was £23,830,741 (2020: £17,059,524).

There were no material shareholders at the year end (2020: nil).

14 Shareholders' funds

The fund currently has 5 share classes available; Class A (Retail), Class B (Retail), Class E (Retail), Class I (Institutional) and Class Y (Institutional). The annual management charge on each share class is as follows:

	2021	2020
	%	%
Class A	1.50	1.50
Class B	1.50	1.50
Class E	1.00	1.00
Class I	0.75	0.75
Class Y	1.00	1.00

The net asset value of each share class, the net asset value per share and the number of shares in each share class are given in the Comparative tables on pages 44 to 48. The distribution per share class is given in the Distribution table on page 65. All share classes have the same rights on winding up.

Notes to the financial statements (continued)

14 Shareholders' funds (continued)

Shares reconciliation as at 31 January 2021

	Class A accumulation	Class A income	Class B accumulation	Class B income
Opening number of shares	59,202,512	1,362,307	9,482,652	1,237,934
Issues during the year	441,488	12,986	32,954	3,301
Cancellations during the year	(2,470,768)	(153,851)	(640,520)	(50,217)
Shares converted during the year	(24,353,155)	(67,093)	(758,596)	(99,035)
Closing shares in issue	32,820,077	1,154,349	8,116,490	1,091,983

	Class E accumulation	Class E income	Class I accumulation	Class Y accumulation
Opening number of shares	20,046,577	415,496	45,244,131	2,220,687
Issues during the year	116,158	2,732	433,214	2,277
Cancellations during the year	(1,540,352)	(16,155)	(5,410,348)	(209,274)
Shares converted during the year	24,955,532	192,989	71,734	(16,253)
Closing shares in issue	43,577,915	595,062	40,338,731	1,997,437

15 Financial derivatives

The fund may use financial derivatives for the purposes of efficient portfolio management.

Eligible collateral types are approved by the Investment Manager and are agreed with the relevant counterparty.

There was a bond valued at £559,153 held as collateral in respect of derivatives at the year end (2020: nil). The fund had cash assets of £3,246,564 (2020: £1,259,620) and cash liabilities of £903,246 (2020: £499,943) held in margin accounts at derivative clearing houses and brokers at the year end. These balances are held as collateral on the fund's futures contracts.

2021

At 31 January 2021 the counterparty exposure calculated using the positive marked-to-market value for each category of derivatives held was as follows:

Counterparty	Forward foreign exchange contracts £000	Futures £000	Total by counterparty £000
BNP Paribas	18	-	18
Credit Suisse	85	-	85
UBS	-	326	326
	103	326	429

2020

At 31 January 2020 the counterparty exposure calculated using the positive marked-to-market value for each category of derivatives held was as follows:

Counterparty	Forward foreign exchange contracts £000	Futures £000	Total by counterparty £000
BNP Paribas	203	-	203
UBS	-	500	500
	203	500	703

Notes to the financial statements (continued)

15 Financial derivatives (continued)

Cash equivalent investments held on the fund ensure the ability to be able to exercise derivative positions without increasing the economic exposure on the fund. This is further explained within the market risk note on page 15. The underlying exposure of these derivative positions is provided in the table below to enhance understanding of the fund's derivatives exposure and the effect of this exposure on the cash equivalents balance held by the fund. The total amount held in cash equivalent investments, which includes balances held for other investment purposes, is disclosed as short term investments in note 10.

2021

At 31 January 2021 the counterparty exposure calculated on a notional basis for each category of derivatives held was as follows:

Counterparty	Forward foreign exchange contracts £000	Futures £000	Total by counterparty £000
BNP Paribas	16,340	-	16,340
Credit Suisse	8,189	-	8,189
UBS	-	47,714	47,714
	24,529	47,714	72,243

2020

At 31 January 2020 the counterparty exposure calculated on a notional basis for each category of derivatives held was as follows:

Counterparty	Forward foreign exchange contracts £000	Futures £000	Total by counterparty £000
BNP Paribas	24,280	-	24,280
Credit Suisse	4,609	-	4,609
UBS	-	20,604	20,604
	28,889	20,604	49,493

16 Risk

Currency risk

The exposure to currency risk is considered significant. The following table details the net exposure of the principal foreign currencies the fund is exposed to including any instruments used to hedge foreign currencies.

	Investment assets including (investment liabilities) £000	Other net assets £000	Total net assets £000
2021			
Currency			
Euro	(70)	108	38
Japanese yen	3,539	126	3,665
UK sterling	182,533	106,738	289,272
US dollar	54,058	450	54,508
Total	240,060	107,422	347,482
	Investment assets including (investment liabilities) £000	Other net assets £000	Total net assets/ (liabilities) £000
2020			
Currency			
Euro	(8,621)	197	(8,424)
Japanese yen	(6,021)	186	(5,835)
UK sterling	275,533	48,821	324,354
US dollar	47,919	17	47,936
Total	308,810	49,221	358,031

Notes to the financial statements (continued)

16 Risk (continued)

Sensitivity analysis

The net foreign currency assets held by the fund at the year end were £58,211,361 (2020: £33,677,716). A 10% increase/(decrease) in the foreign exchange rates applied to the fund's net foreign currency assets would have the effect of increasing/(decreasing) the return for the year ended 31 January 2021 and the net assets as at 31 January 2021 by £5,821,136 (2020: £3,367,772).

Interest rate risk

The fund's exposure to interest rate risk is considered insignificant. This is consistent with the exposure during the prior year.

Other market price risk

An increase or decrease in market values will have a direct effect on the value of the investment assets in the portfolio and therefore a proportionate effect on the value of the fund.

Leverage

	Gross method		Commitment method	
	Maximum level	Actual level	Maximum level	Actual level
	%	%	%	%
2021	250.00	121.83	175.00	100.87
2020	250.00	117.74	175.00	111.07

Liquidity risk

The following table provides a maturity analysis of the fund's financial liabilities showing the remaining contractual maturities on an undiscounted basis.

2021	On demand	Within one year	Over one year but not more than five years	Over five years
	£000	£000	£000	£000
Amounts held at derivatives clearing houses and brokers	903	-	-	-
Derivative financial liabilities	-	460	-	-
Distribution payable	-	7	-	-
Other creditors	-	2,525	-	-
Total	903	2,992	-	-

Liquidity risk

2020	On demand	Within one year	Over one year but not more than five years	Over five years
	£000	£000	£000	£000
Amounts held at derivatives clearing houses and brokers	500	-	-	-
Bank overdrafts	4,621	-	-	-
Derivative financial liabilities	-	96	-	-
Distribution payable	-	41	-	-
Other creditors	-	899	-	-
Total	5,121	1,036	-	-

Notes to the financial statements (continued)

17 Fair value disclosure

Fair value measurement

The intention of a fair value measurement is to estimate the price at which an asset or a liability could be exchanged in the market conditions prevailing at the measurement date. The measurement assumes the exchange is an orderly transaction (that is, it is not a forced transaction, involuntary liquidation or distress sale) between knowledgeable, willing participants on an independent basis.

The purpose of the fair value hierarchy is to prioritise the inputs that should be used to measure the fair value of assets and liabilities. The highest priority is given to quoted prices at which a transaction can be entered into and the lowest priority to unobservable inputs.

In accordance with FRS 102 the fund classifies fair value measurement under the following levels:

Level 1

The unadjusted quoted price in an active market for identical assets or liabilities that the entity can access at the measurement date.

Level 2

Inputs other than quoted prices included within level 1 that are either observable (i.e. developed using market data) for the asset or liability, either directly or indirectly.

Level 3

Inputs are unobservable (i.e. for which market data is unavailable) for the asset or liability.

Fair value hierarchy

	2021		2020	
	Assets £000	Liabilities £000	Assets £000	Liabilities £000
Level 1	15,390	308	7,969	83
Level 2	225,130	152	300,937	13
Level 3	-	-	-	-
	<u>240,520</u>	<u>460</u>	<u>308,906</u>	<u>96</u>

18 Direct transaction costs

	Purchases		Sales	
	2021 £000	2020 £000	2021 £000	2020 £000
Trades in the year				
Collective investment schemes	38,863	42,595	120,896	61,430
Equities	57,389	26,663	51,949	57,130
Trades in the year before transaction costs	<u>96,252</u>	<u>69,258</u>	<u>172,845</u>	<u>118,560</u>
Transaction costs				
Commissions				
Collective investment schemes	-	-	-	-
Equities	18	8	16	17
Total commissions	<u>18</u>	<u>8</u>	<u>16</u>	<u>17</u>
Taxes				
Collective investment schemes	-	-	-	-
Equities	14	11	-	-
Total taxes	<u>14</u>	<u>11</u>	<u>-</u>	<u>-</u>
Other expenses				
Collective investment schemes	-	29	-	-
Equities	-	-	-	-
Total other expenses	<u>-</u>	<u>29</u>	<u>-</u>	<u>-</u>
Total transaction costs	<u>32</u>	<u>48</u>	<u>16</u>	<u>17</u>
Total net trades in the year after transaction costs	<u>96,284</u>	<u>69,306</u>	<u>172,829</u>	<u>118,543</u>

Notes to the financial statements (continued)

18 Direct transaction costs (continued)

	Purchases		Sales	
	2021 %	2020 %	2021 %	2020 %
Total transaction costs expressed as a percentage of asset type cost				
Commissions				
Collective investment schemes	-	-	-	-
Equities	0.03	0.03	0.03	0.03
Taxes				
Collective investment schemes	-	-	-	-
Equities	0.02	0.04	-	-
Other expenses				
Collective investment schemes	-	0.07	-	-
Equities	-	-	-	-
	2021 %	2020 %		
Total transaction costs expressed as a percentage of net asset value				
Commissions	0.01	0.01		
Taxes	-	-		
Other expenses	-	0.01		
Total costs	0.01	0.02		

There were no in specie transfers during the year (2020: nil). There were corporate actions during the year of £489,530 (2020: nil).

There were direct transaction costs associated with derivatives in the year of £14,456 (2020: £4,227) which is 0.00% of the average net asset value of the fund (2020: 0.00%).

Direct transaction costs are fees and commissions paid to agents, advisers, brokers and dealers, levies by regulatory agencies and securities exchanges, and transfer taxes and duties associated with investment transactions on the fund. These exclude any differences between quoted bid and offer prices or internal administrative or holding costs.

The costs of acquiring and disposing of units/shares in other collective investment schemes are included within the expense ratio which is an intrinsic part of the NAV price per unit/share of the underlying fund.

The portfolio dealing spread as at 29 January 2021 was 0.05% (2020: 0.06%). The portfolio dealing spread is calculated at a 12 noon valuation point. This is because the spread is based on the fund's investments rather than the fund's valuation point.

19 Events after the Balance sheet date

There were no material post Balance sheet events which require disclosure within these financial statements.

Distribution table for the year ended 31 January 2021 (in pence per share)

Final dividend distribution (accounting date 31 January 2021, paid on 28 May 2021)

Group 1: shares purchased prior to 1 February 2020

Group 2: shares purchased on or after 1 February 2020

	Distribution per share	Total distribution per share 28/05/21	Total distribution per share 29/05/20
Class A accumulation			
Group 1	0.5171	0.5171	1.2603
Group 2	0.5171	0.5171	1.2603
Class A income			
Group 1	0.0437	0.0437	1.2417
Group 2	0.0437	0.0437	1.2417
Class B accumulation			
Group 1	0.0532	0.0532	1.2508
Group 2	0.0532	0.0532	1.2508
Class B income			
Group 1	0.0525	0.0525	1.2186
Group 2	0.0525	0.0525	1.2186
Class E accumulation			
Group 1	0.6751	0.6751	2.0964
Group 2	0.6751	0.6751	2.0964
Class E income			
Group 1	1.0092	1.0092	2.0480
Group 2	1.0092	1.0092	2.0480
Class I accumulation			
Group 1	1.3228	1.3228	1.9972
Group 2	1.3228	1.3228	1.9972
Class Y accumulation			
Group 1	4.0672	4.0672	7.4675
Group 2	4.0672	4.0672	7.4675

Janus Henderson Diversified Growth Fund

Authorised Corporate Director's report

Investment Fund Managers

Nick Harper, Oliver Blackbourn and Paul O'Connor

Investment objective and policy

The fund aims to provide a return, from a combination of capital growth and income, with volatility lower than that of equity market volatility, over the long term.

Performance target: To outperform the 3 month GBP LIBOR Interest Rate by 4% per annum, before the deduction of charges, over any 5 year period.

The fund invests in Collective Investment Schemes (other funds including those managed by Janus Henderson and Exchange Traded Funds) to provide diversified global exposure to a range of assets including shares (equities) of companies, bonds issued by companies and governments, and to a lesser extent, alternative assets such as property and commodities.

The fund is actively managed with reference to the 3 month GBP LIBOR Interest Rate, as this forms the basis of the fund's performance target. The Investment Manager has complete discretion to choose investments for the fund.

Performance summary

Cumulative performance

	One year 31 Jan 20 - 31 Jan 21 %	Three years 31 Jan 18 - 31 Jan 21 %	Five years 31 Jan 16 - 31 Jan 21 %	Since inception 7 Apr 11 - 31 Jan 21 %
Class I accumulation (Net)	9.5	16.6	38.3	42.2
3 month GBP LIBOR interest rate + 4%	4.3	14.5	25.0	36.1
Class I accumulation (Gross)	10.4	19.7	44.5	50.9

Discrete performance

	31 Jan 20 - 31 Jan 21 %	31 Jan 19 - 31 Jan 20 %	31 Jan 18 - 31 Jan 19 %	31 Jan 17 - 31 Jan 18 %	31 Jan 16 - 31 Jan 17 %
Class I accumulation (Net)	9.5	8.6	(2.0)	7.4	10.5
3 month GBP LIBOR interest rate + 4%	4.3	4.8	4.7	4.4	4.6
Class I accumulation (Gross)	10.4	9.6	(1.1)	8.3	11.4

Please note that the performance target is to be achieved over a specific annualised time period. Refer to the performance target section above within the investment objective.

Source: Morningstar

Class I accumulation (Net), NAV to NAV, net of fees and net income reinvested as at 4 pm valuation point.

Class I accumulation (Gross), NAV to NAV, gross of TER and net income reinvested as at 4 pm valuation point.

Benchmark values are at close of business.

Class I accumulation is disclosed as it is the representative share class.

Benchmark usage:

Index: 3 month GBP LIBOR interest rate + 4%

Index usage: Target

Index description: 3 Month GBP LIBOR is the interest rate at which a selection of banks in London will lend pounds sterling to one another for three months. It is the basis for the performance target of the fund.

Please remember that past performance is not a guide to future performance. The value of an investment and the revenue from it can fall as well as rise as a result of market and currency fluctuations and you may not get back the amount originally invested.

Authorised Corporate Director's report (continued)

Significant portfolio changes for the year ended 31 January 2021

Largest purchases	£000	Largest sales/maturities	£000
iShares USD Corporate Bond UCITS ETF	15,791	iShares USD Corporate Bond UCITS ETF	16,163
US Treasury 0.875% 15/11/2030	14,207	US Treasury 0.875% Index-Linked 15/01/2029	12,526
Janus Henderson Global Investment Grade Bond Fund Z1 Income ¹	10,983	iShares Physical Gold ETC	11,465
iShares Physical Gold ETC	10,435	Muzinich Global Short Duration Investment Grade Fund Accumulation	9,477
Stewart Investors Asia Pacific Sustainability Fund B Accumulation	8,473	Janus Henderson Horizon Total Return Bond Fund Z2 Accumulation ¹	8,898
iShares V S&P US UCITS ETF	7,139	iShares Edge MSCI World Minimum Volatility UCITS ETF	8,579
Janus Henderson Emerging Markets Opportunities Fund Z Accumulation ¹	6,925	iShares \$ TIPS UCITS ETF	8,192
US Treasury 1.75% Index-Linked 15/01/2028	6,580	Vanguard S&P 500 UCITS ETF	7,991
HICL Infrastructure	5,707	iShares V S&P US UCITS ETF	7,486
US Treasury 0.875% Index-Linked 15/01/2029	5,199	US Treasury 1.75% Index-Linked 15/01/2028	7,050
Total purchases	148,510	Total sales/maturities	146,815

¹ Related party to the fund

Investment review

The fund returned 9.5% (Net), 10.4% (Gross) based on Class I accumulation over the year under review, compared with a return of 4.3% in the 3 month GBP LIBOR interest rate + 4% Index.

As a result of the global pandemic, the year saw significant volatility across all asset classes, although many still made positive returns over the year. The spread of the COVID-19 virus, the restrictions to subdue infection rates and the discovery of vaccines were the main market drivers, although the US election briefly took centre stage.

The global pandemic and related developments dominated the year, leading to the sharpest contraction in economic activity on record as restrictions to prevent the spread of COVID-19 closed many businesses. However, an unprecedented policy response, a turn in the initial wave of infections and an inflection from extremely bearish sentiment led to a market rally from late March. The rally was ultimately sustained throughout the rest of the reporting year, despite volatility ahead of the US election in November. A rotation towards more cyclical and value assets was further aided by news of a potential vaccine in early November. Despite the volatility, global equities ended the year significantly higher, and fixed income assets benefited from a significant fall in government bond yields as interest rates were cut.

The fund saw positive contributions across most areas of the portfolio. Equities delivered the bulk of the return, but fixed income and alternatives also delivered good performance. Emerging market equities were the largest contributor, followed closely by Japanese stocks. Notably strong contributions also came from US equities, sovereign bonds and alternative strategies. Detractors were generally small, with just the UK and euro currency hedging contributing negatively. At a position level, the First State Japan Equity Fund was the largest positive contributor, followed by MSCI Emerging Markets index futures, NASDAQ 100 index futures and the BH Macro investment trust. The largest detractors were the AXA US Short Duration High Yield Fund, followed by a 10-year US Treasury bond, euro currency hedging and the Acadian Emerging Markets Managed Volatility Equity UCITS. However, the negative contributions were small, often reflecting the timing of portfolio rotations rather than absolute performance of the underlying strategies.

The allocation to equities varied over the year, with the fund managers reacting to significant volatility as a result of the global COVID-19 pandemic and the associated economic restrictions. Equities were reduced in the first couple of months of 2020, as the fund managers were initially concerned about the ageing economic expansion, before the onset of the global pandemic led to a stark economic contraction. The allocation to stocks was broadly increased from March onwards, as signs pointed to markets having troughed, in light of the massive policy response, improving infection rates and increasing risk sentiment. A rotation towards more cyclical areas took place from the summer onwards, with a further shift before the US election and following the news of a potential vaccine in early November.

Changes in fixed income allocations were driven by the same fluctuations in risk sentiment that drove equity allocations. Holdings in nominal sovereign bonds were reduced as risk sentiment soured in the wake of the spread of COVID-19 around the globe. The liquidation by investors in the rush to reduce risk led to significant dislocations in fixed income markets, before central banks stepped in to calm markets with ample liquidity. Allocations to index-linked sovereign bonds and investment grade credit were increased at very attractive levels. These positions were subsequently reduced as markets recovered and the relative attractiveness declined. The total allocation to fixed income ended the year slightly lower, as the scale of fiscal support to the economic recovery threatened a move higher in bond yields.

The holding in alternative assets varied over the year, ending slightly lower as risk sentiment improved. Positions in gold, added in March when risk sentiment was most bearish, were sold later in the year as the outlook for the economy improved. Infrastructure and renewables assets were added in the second half of the year, as the entry points were seen as attractive for more diversified assets.

Our medium-to-longer-term outlook for markets remains positive as the roll-out of vaccines begins to gather pace. It would take a serious change in the current virus or significant concerns about the efficacy of the vaccines to change this trend, in our view. Markets continue to show some signs of frothiness and over-exuberance, but this must be set against a clearly positive economic and corporate earnings narrative. Instead, it may be that the growth recovery itself represents a threat to financial markets. A stronger global economy should help lift government bond yields, but raises questions about how long central banks can maintain their current policy settings, particularly if fiscal stimulus continues to add further support to growth and inflation. Rising yields are likely to be a headwind for further appreciation of already expensive assets, leading to a rotation in favour of cheaper, more cyclical assets. Understanding this dynamic is likely to be important to both making and preserving capital as it reshapes the market leadership.

Comparative tables for the year ended 31 January 2021

	Class A accumulation		
	2021 (pence per share)	2020 (pence per share)	2019 (pence per share)
Change in net assets per share			
Opening net asset value per share	66.38	61.72	63.33
Return before operating charges*	6.64	5.84	(0.41)
Operating charges	(1.18)	(1.18)	(1.20)
Return after operating charges*	5.46	4.66	(1.61)
Distributions on accumulation shares	(0.21)	(0.06)	(1.18)
Retained distributions on accumulation shares	0.21	0.06	1.18
Closing net asset value per share	71.84	66.38	61.72
* after direct transaction costs of:	0.01	0.02	0.01

Performance

Return after charges	8.23%	7.55%	(2.54%)
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Other information

Closing net asset value (£000s)	30	78	99
Closing number of shares	41,826	118,019	161,147
Operating charges	1.77%	1.83%	1.90%
Direct transaction costs	0.01%	0.03%	0.01%

Prices

Highest share price (pence)	73.78	67.56	64.09
Lowest share price (pence)	57.89	61.82	59.87

Class E accumulation

	08/07/19 - 31/01/20	
	2021 (pence per share)	(pence per share)
Change in net assets per share		
Opening net asset value per share	66.53	65.45 ¹
Return before operating charges*	6.63	1.58
Operating charges	(0.87)	(0.50)
Return after operating charges*	5.76	1.08
Distributions on accumulation shares	(0.35)	(0.24)
Retained distributions on accumulation shares	0.35	0.24
Closing net asset value per share	72.29	66.53
* after direct transaction costs of:	0.01	0.02

Performance

Return after charges	8.66%	1.65%
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Other information

Closing net asset value (£000s)	141	80
Closing number of shares	194,359	120,679
Operating charges	1.27%	1.34%
Direct transaction costs	0.01%	0.03%

Prices

Highest share price (pence)	74.23	67.70
Lowest share price (pence)	58.05	65.06

¹ Class E accumulation launched on 8 July 2019 and this is the first published price.

Comparative tables (continued)

	Class I accumulation		
	2021 (pence per share)	2020 (pence per share)	2019 (pence per share)
Change in net assets per share			
Opening net asset value per share	129.81	119.75	121.79
Return before operating charges*	12.94	11.19	(0.97)
Operating charges	(1.13)	(1.13)	(1.07)
Return after operating charges*	11.81	10.06	(2.04)
Distributions on accumulation shares	(0.67)	(0.35)	(1.61)
Retained distributions on accumulation shares	0.67	0.35	1.61
Closing net asset value per share	141.62	129.81	119.75
* after direct transaction costs of:	0.02	0.03	0.01
Performance			
Return after charges	9.10%	8.40%	(1.68%)
Other information			
Closing net asset value (£000s)	218	21	2
Closing number of shares	153,690	16,420	1,500
Operating charges	0.82%	0.88%	0.89%
Direct transaction costs	0.01%	0.03%	0.01%
Prices			
Highest share price (pence)	145.40	132.10	123.80
Lowest share price (pence)	113.30	119.90	116.10
	Class K accumulation		
	2021 (pence per share)	2020 (pence per share)	2019 (pence per share)
Change in net assets per share			
Opening net asset value per share	1,362.88	1,270.79	1,302.31
Return before operating charges*	137.09	121.50	(8.92)
Operating charges	(21.74)	(21.69)	(21.83)
Operating charges - performance fees	(4.85)	(7.72)	(0.77)
Return after operating charges*	110.50	92.09	(31.52)
Distributions on accumulation shares	(1.17)	-	(7.10)
Retained distributions on accumulation shares	1.17	-	7.10
Closing net asset value per share	1,473.38	1,362.88	1,270.79
* after direct transaction costs of:	0.17	0.34	0.12
Performance			
Return after charges	8.11%	7.25%	(2.42%)
Other information			
Closing net asset value (£000s)	367	350	339
Closing number of shares	24,919	25,713	26,653
Operating charges	1.57%	1.63%	1.70%
Operating charges - Performance fees	0.35%	0.58%	0.06%
Direct transaction costs	0.01%	0.03%	0.01%
Prices			
Highest share price (pence)	1,513.00	1,383.00	1,318.00
Lowest share price (pence)	1,189.00	1,273.00	1,233.00

Comparative tables (continued)

	Class Y accumulation		
	2021 (pence per share)	2020 (pence per share)	2019 (pence per share)
Change in net assets per share			
Opening net asset value per share	143.54	132.33	134.66
Return before operating charges*	14.18	12.30	(1.20)
Operating charges	(1.06)	(1.09)	(1.13)
Return after operating charges*	13.12	11.21	(2.33)
Distributions on accumulation shares	(1.53)	(1.38)	(1.76)
Retained distributions on accumulation shares	1.53	1.38	1.76
Closing net asset value per share	156.66	143.54	132.33
* after direct transaction costs of:	0.02	0.04	0.01

Performance

Return after charges	9.14%	8.47%	(1.73%)
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Other information

Closing net asset value (£000s)	44,904	27,206	24,619
Closing number of shares	28,663,774	18,953,757	18,604,160
Operating charges	0.72%	0.78%	0.85%
Direct transaction costs	0.01%	0.03%	0.01%

Prices

Highest share price (pence)	160.80	146.00	136.90
Lowest share price (pence)	125.30	132.50	128.30

	Class Z accumulation		
	2021 (pence per share)	2020 (pence per share)	2019 (pence per share)
Change in net assets per share			
Opening net asset value per share	148.90	136.79	138.69
Return before operating charges*	14.61	12.59	(1.35)
Operating charges	(0.41)	(0.48)	(0.55)
Return after operating charges*	14.20	12.11	(1.90)
Distributions on accumulation shares	(2.20)	(2.07)	(2.33)
Retained distributions on accumulation shares	2.20	2.07	2.33
Closing net asset value per share	163.10	148.90	136.79
* after direct transaction costs of:	0.02	0.04	0.01

Performance

Return after charges	9.54%	8.85%	(1.37%)
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Other information

Closing net asset value (£000s)	193,764	186,545	185,190
Closing number of shares	118,803,247	125,277,864	135,386,297
Operating charges	0.27%	0.33%	0.40%
Direct transaction costs	0.01%	0.03%	0.01%

Prices

Highest share price (pence)	167.40	151.50	141.20
Lowest share price (pence)	130.00	137.00	132.50

Comparative tables (continued)

	Class K Euro Hedged accumulation		
	2021 (pence per share)	2020 (pence per share)	2019 (pence per share)
Change in net assets per share			
Opening net asset value per share	1,077.61	1,056.10	1,099.43
Return before operating charges*	164.45	44.42	(24.70)
Operating charges	(18.13)	(17.95)	(18.52)
Operating charges - Performance fees	(5.54)	(4.96)	(0.11)
Return after operating charges*	140.78	21.51	(43.33)
Distributions on accumulation shares	(0.32)	-	(6.33)
Retained distributions on accumulation shares	0.32	-	6.33
Closing net asset value per share	1,218.39	1,077.61	1,056.10
* after direct transaction costs of:	0.14	0.29	0.10
Performance			
Return after charges (Share class base currency)	13.06%	2.04%	(3.94%)
Return after charges (Share class currency hedged)	7.44%	5.87%	(3.53%)
Other information			
Closing net asset value (£000s)	209	211	181
Closing number of shares	17,157	19,585	17,157
Operating charges	1.57%	1.63%	1.70%
Operating charges - Performance fees	0.48%	0.45%	0.01%
Direct transaction costs	0.01%	0.03%	0.01%
Prices			
Highest share price (Euro cents)	1,414.58	1,301.58	1,263.51
Lowest share price (Euro cents)	1,117.33	1,212.58	1,176.06

Comparative tables (continued)

	Class K US Dollar Hedged accumulation		
	2021	2020	2019
	(pence per share)	(pence per share)	(pence per share)
Change in net assets per share			
Opening net asset value per share	1,055.87	975.28	911.63
Return before operating charges*	70.04	108.01	81.56
Operating charges	(17.33)	(17.26)	(16.46)
Operating charges - Performance fees	(5.52)	(10.16)	(1.45)
Return after operating charges*	47.19	80.59	63.65
Distributions on accumulation shares	-	-	(4.12)
Retained distributions on accumulation shares	-	-	4.12
Closing net asset value per share	1,103.06	1,055.87	975.28
* after direct transaction costs of:	0.13	0.27	0.09
Performance			
Return after charges (Share class base currency)	4.47%	8.26%	6.98%
Return after charges (Share class currency hedged)	8.83%	8.49%	(1.04%)
Other information			
Closing net asset value (£000s)	352	342	257
Closing number of shares	31,928	32,375	26,410
Operating charges	1.57%	1.63%	1.70%
Operating charges - Performance fees	0.50%	0.96%	0.15%
Direct transaction costs	0.01%	0.03%	0.01%
Prices			
Highest share price (USD cents)	1,555.31	1,411.76	1,320.41
Lowest share price (USD cents)	1,217.98	1,284.82	1,241.69

Direct transaction costs incurred on securities transactions (including derivatives) are stated after deducting the proportion of the amounts collected from dilution adjustments that relate to direct transaction costs.

Performance values are at close of business on a bid basis, which will differ from those in the Performance summary.

Operating charges

Operating charges are expenses associated with the maintenance and administration of the fund on a day-to-day basis that are actually borne by the share class.

Share class launches and closures

There were no share classes launched or closed during the year.

Hedged share classes

Class K Euro Hedged accumulation and Class K US Dollar Hedged accumulation are hedged share classes. Hedged share classes allow the ACD to use currency hedging transactions to reduce the effect of fluctuations in the rate of exchange between the currency of shares in those classes and sterling which is the base currency of the fund.

Ongoing charge figure

The annualised OCF of the fund is calculated as the ratio of the total ongoing charges to the average net asset value for twelve months. Ongoing charges are all expenses deducted from the assets of the fund during the year, except for expenses that are explicitly excluded by regulation.

	2021 excluding performance fees %	2021 including performance fees %	2020 excluding performance fees %	2020 including performance fees %	Estimated OCF from 5 May 2020 ¹ %
Class A accumulation	1.77 ²	n/a ³	1.83	n/a ³	1.77
Class E accumulation⁴	1.27 ²	n/a ³	1.34	n/a ³	1.27
Class I accumulation⁵	0.82 ²	n/a ³	0.88	n/a ³	0.82
Class K accumulation	1.57 ²	1.92	1.63	2.21	1.57
Class Y accumulation	0.72 ²	n/a ³	0.78	n/a ³	0.72
Class Z accumulation	0.27 ²	n/a ³	0.33	n/a ³	0.27
Class K Euro Hedged accumulation	1.57 ²	2.05	1.63	2.08	1.57
Class K US Dollar Hedged accumulation	1.57 ²	2.07	1.63	2.59	1.57

The OCF includes a synthetic element of 0.17% (2020: 0.24%) to incorporate the OCF of underlying funds.

The OCF is calculated in accordance with guidelines issued by ESMA.

Although this fund is a non-UCITS, we have used this disclosure to enable comparison across our fund range.

¹ The estimated ongoing charge is based on the new GAC rates to the year ended 31 January 2021.

² The GAC on all share classes increased from 0.075% to 0.09% on 5 May 2020 and therefore the rate applied is not consistent throughout the year.

³ Class A accumulation, Class E accumulation, Class I accumulation, Class Y accumulation and Class Z accumulation do not incur performance fees.

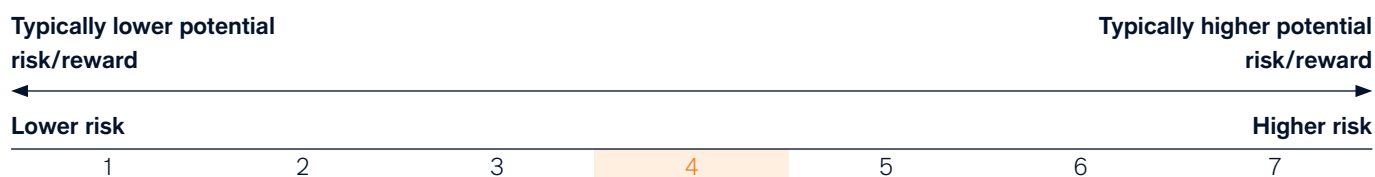
⁴ Class E accumulation launched on 8 July 2019. An annualised OCF rate has been disclosed in the prior year comparative.

⁵ The AMC on Class I accumulation changed from 0.50% to 0.55% on 14 February 2019. An annualised OCF rate has been disclosed in the prior year comparative.

Risk and reward profile

The fund had 8 types of share class in issue during the year: A accumulation, E accumulation, I accumulation, K accumulation, Y accumulation, Z accumulation, K Euro Hedged accumulation and K USD Hedged accumulation.

Each share class has the same risk and reward profile which is as follows:



The share classes appear at 4 out of 7. Share classes in higher categories have shown greater and/or more frequent variations in net asset value in the past 5 years than those in lower categories. The lowest category does not mean risk free.

The SRRRI is calculated based on historical volatility over a rolling 5* year period, it is reviewed monthly and updated if volatility has changed materially to cause a movement in the SRRRI level. The SRRRI is an indicator and may not accurately reflect future volatility and market conditions.

The value of an investment and any income from it can go up or down. When you sell your shares they may be worth less than you paid for them.

The risk/reward rating above is based on medium-term volatility. In the future, the fund's actual volatility could be higher or lower and its rated risk/reward level could change.

The rating does not reflect the possible effects of unusual market conditions or large unpredictable events.

The full list of the fund's risks are contained in the 'Risk Warnings' section of the fund's prospectus.

The risk rating for Class K accumulation, Class K EUR Hedged accumulation and Class K USD Hedged accumulation increased to 4 from 3 during the year. The ratings may change over time as a fund takes on more or less risky investments or where market conditions become more or less volatile. At share class level the ratings may differ dependent on the class currency and may be influenced by currency movements and the impact of inflows and outflows. All other share classes remain at a 4 rating.

The SRRRI conforms to the ESMA guidelines for the calculation of the SRRRI.

* Class E accumulation was launched on 8 July 2019 and as it does not have a 5 year history, a synthetic history has been created using the A accumulation share class.

Portfolio statement as at 31 January 2021

Holding	Investment	Market value £000	Percentage of total net assets %
	Alternatives 9.75% (2020: 5.94%)		
48,996	Barings Emerging Markets Sovereign Debt Fund A Accumulation	5,920	2.47
2,570,694	Greencoat UK Wind	3,517	1.47
3,433,912	HICL Infrastructure	5,989	2.50
39,752	Montlake Dunn WMA UCITS Fund	5,478	2.28
1,941,693	Renewables Infrastructure	2,466	1.03
		<u>23,370</u>	<u>9.75</u>
	Asia ex Japan Equity 4.14% (2020: 2.59%)		
1,319,024	Stewart Investors Asia Pacific Sustainability Fund B Accumulation	9,934	4.14
	Corporate Bonds 11.13% (2020: 18.52%)		
2,408,521	Janus Henderson All Stocks Credit Fund Z Accumulation ¹	6,838	2.85
119,840	Janus Henderson Global Investment Grade Bond Fund Z1 Income ¹	10,275	4.28
42,794	Janus Henderson Horizon Euro High Yield Bond Fund Z2 Accumulation ¹	4,756	1.98
30,904	Janus Henderson Horizon Global High Yield Bond Fund Z2 Accumulation ¹	4,844	2.02
		<u>26,713</u>	<u>11.13</u>
	Europe ex UK Equity 6.67% (2020: 5.96%)		
389,186	Janus Henderson European Selected Opportunities Fund I Accumulation ¹	8,406	3.50
3,561,705	Montanaro European Income Fund Sterling Distribution	7,597	3.17
		<u>16,003</u>	<u>6.67</u>
	Global Emerging Market Equity 3.31% (2020: 4.36%)		
1,652,184	Janus Henderson Emerging Markets Opportunities Fund Z Accumulation ¹	7,947	3.31
	Government Bonds 5.69% (2020: 6.59%)		
USD 19,143,300	US Treasury 0.875% 15/11/2030	13,660	5.69
	Japanese Equities 3.29% (2020: 3.09%)		
382,413	First State Japan Equity Fund III	7,905	3.29
	North America Equity 0.00% (2020: 3.12%)		
	Property 1.61% (2020: 2.78%)		
4,606,965	PRS REIT	3,870	1.61
	UK Equities 5.39% (2020: 8.95%)		
192,758	BH Macro	6,419	2.67
546,312	Polar Capital UK Value Opportunities Fund S Accumulation	6,517	2.72
		<u>12,936</u>	<u>5.39</u>

Portfolio statement (continued)

Holding	Investment	Market value £000	Percentage of total net assets %
	Derivatives 0.15% (2020: 0.04%)		
	Futures 0.25% (2020: (0.06%))		
185	CBT US 10 Year Treasury Note March 2021	(116)	(0.05)
157	CME S&P 500 E-mini Index March 2021	69	0.03
(40)	EUX Euro Stoxx 50 March 2021	36	0.01
305	ICE FTSE 100 Index March 2021	(347)	(0.14)
45	ICE Long Gilt March 2021	5	-
226	NYF MSCI Emerging Markets March 2021	612	0.26
144	OSE Topix Index March 2021	330	0.14
		<u>589</u>	<u>0.25</u>
	Forward Foreign Exchange Contracts (0.10%) (2020: 0.10%)²		
	Buy GBP 3,567,642 : Sell EUR 4,019,827 February 2021	10	-
	Buy JPY 2,591,212,527 : Sell GBP 18,261,244 February 2021	(236)	(0.10)
	Buy USD 2,044,806 : Sell GBP 1,494,895 February 2021	(6)	-
		<u>(232)</u>	<u>(0.10)</u>
	Forward Foreign Exchange Contracts (Hedged share classes) 0.00% (2020: 0.00%)²		
	Buy EUR 247,400 : Sell GBP 220,014 February 2021	(1)	-
	Buy GBP 2,377 : Sell EUR 2,690 February 2021 ³	-	-
	Buy GBP 4,006 : Sell USD 5,500 February 2021 ³	-	-
	Buy GBP 5,419 : Sell EUR 6,094 February 2021 ³	-	-
	Buy GBP 6,736 : Sell USD 9,152 February 2021 ³	-	-
	Buy USD 503,207 : Sell GBP 370,357 February 2021	(4)	-
		<u>(5)</u>	<u>-</u>
	Investment assets including investment liabilities	122,690	51.13
	Other net assets	117,295	48.87
	Total net assets	239,985	100.00

¹ Related party to the fund

² Not listed on an official stock exchange

³ Due to rounding to nearest £1,000

The collective investment schemes held are approved regulated collective investment schemes within the meaning of the FCA rules.

Exchange traded funds and all other investments are listed on recognised stock exchanges or are 'approved securities' within the meaning of FCA rules unless otherwise stated.

Portfolio statement (continued)

Composition of portfolio

2021	Market value £000	Percentage of total net assets %
Investments		
Total bonds	13,660	5.69
Total collective investment schemes	86,417	36.01
Total equities	22,261	9.28
Total derivatives	352	0.15
Investment assets including investment liabilities	122,690	51.13
Other net assets	117,295	48.87
Total net assets	239,985	100.00
2020	Market value £000	Percentage of total net assets %
Investments		
Total bonds	6,491	3.02
Total collective investment schemes	90,124	41.96
Total equities	36,368	16.92
Total derivatives	91	0.04
Investment assets including investment liabilities	133,074	61.94
Other net assets	81,759	38.06
Total net assets	214,833	100.00

Statement of total return for the year ended 31 January 2021

	Note	2021		2020	
		£000	£000	£000	£000
Income					
Net capital gains	2		17,010		15,480
Revenue	3	3,979		3,618	
Expenses	4	(428)		(326)	
Interest payable and similar charges	5	(16)		(3)	
Net revenue before taxation		3,535		3,289	
Taxation	6	(493)		(460)	
Net revenue after taxation			<u>3,042</u>		<u>2,829</u>
Total return before distributions			20,052		18,309
Distributions	7		(3,053)		(2,849)
Change in net assets attributable to shareholders from investment activities			<u>16,999</u>		<u>15,460</u>

Statement of change in net assets attributable to shareholders

for the year ended 31 January 2021

	2021		2020	
	£000	£000	£000	£000
Opening net assets attributable to shareholders		214,833		210,687
Amounts receivable on issue of shares	29,501		3,443	
Amounts payable on cancellation of shares	(24,448)		(17,609)	
		5,053		(14,166)
Dilution adjustment		47		3
Change in net assets attributable to shareholders from investment activities		16,999		15,460
Retained distributions on accumulation shares		3,053		2,849
Closing net assets attributable to shareholders		<u>239,985</u>		<u>214,833</u>

Balance sheet as at 31 January 2021

	Note	2021 £000	2020 £000
Assets:			
Investments		123,400	133,628
Current assets:			
Debtors	8	427	393
Cash and bank balances	9	26,774	20,722
Cash equivalents	10	93,227	62,156
Total assets		243,828	216,899
Liabilities:			
Investment liabilities		710	554
Creditors:			
Amounts held at derivative clearing houses and brokers		2,568	476
Bank overdrafts		-	514
Other creditors	11	565	522
Total liabilities		3,843	2,066
Net assets attributable to shareholders		239,985	214,833

1 Accounting policies

The accounting policies, distribution policy and potential risks are set out in notes 1 to 3 of the funds' aggregated notes to the financial statements.

2 Net capital gains

Net capital gains on investments during the year comprise:

	2021	2020
	£000	£000
Capital management fee rebates	56	89
Derivative securities*	8,734	2,424
Forward currency contracts*	(1,273)	(672)
Forward currency contracts on hedged share classes*	(6)	(8)
Non-derivative securities*	10,461	13,679
Other currency losses	(954)	(28)
Transaction costs	(8)	(4)
Net capital gains	17,010	15,480
*The above includes:		
Realised gains	18,037	13,446
Unrealised (losses)/gains	(121)	1,977
	17,916	15,423

* Where realised gains/(losses) include gains/(losses) arising in previous years, a corresponding gain/(loss) is included in unrealised gains/(losses).

3 Revenue

	2021	2020
	£000	£000
Bank interest	17	16
Derivative revenue	11	6
Distributions from UK regulated collective investment schemes:		
Franked investment revenue	135	267
Interest distribution	157	453
Interest on debt securities	193	42
Interest on margin	-	5
Management fee rebates	94	102
Overseas dividends*	2,919	2,304
UK dividends	177	-
UK REIT revenue - PID	-	179
UK REIT revenue - non PID	276	244
Total revenue	3,979	3,618

* includes distributions from overseas funds

Notes to the financial statements (continued)

4 Expenses

	2021 £000	2020 £000
Payable to the ACD, associates of the ACD and agents of either of them:		
Annual management charge	201	131
GAC*	196	163
Performance fees	4	6
	<u>401</u>	<u>300</u>
Payable to the Depositary, associates of the Depositary and agents of either of them:		
Depositary fees	20	20
Safe custody fees	7	6
	<u>27</u>	<u>26</u>
Total expenses	<u>428</u>	<u>326</u>

Irrecoverable VAT is included in the above expenses where relevant.

* The current audit fee, which is levied through the GAC, is £14,335 (2020: £12,799).

5 Interest payable and similar charges

The interest payable and similar charges comprise:

	2021 £000	2020 £000
Interest payable	7	3
Interest on margin	9	-
Total interest payable and similar charges	<u>16</u>	<u>3</u>

6 Taxation

a) Analysis of charge in the year

The tax charge comprises:

	2021 £000	2020 £000
Current tax		
Corporation tax	493	460
Total tax (note 6b)	<u>493</u>	<u>460</u>

Notes to the financial statements (continued)

6 Taxation (continued)

b) Factors affecting tax charge for year

The tax assessed for each year is different to the standard rate of corporation tax in the UK for funds of authorised OEICS of 20% (2020: 20%). The differences are explained below:

	2021	2020
	£000	£000
Net revenue before taxation	3,535	3,289
Corporation tax at 20% (2020: 20%)	707	658
Effects of:		
Overseas dividends	(107)	(105)
Relief for indexation movements on index-linked gilts	-	(9)
Tax effect of management fee rebates in capital	11	18
UK dividends*	(118)	(102)
Tax charge for the year (note 6a)	493	460

* As an OEIC this item is not subject to corporation tax.

OEICs are exempt from tax on capital gains made in the UK. Therefore, any capital return is not included within the reconciliation above.

c) Deferred tax

There is no provision required for deferred taxation at the Balance sheet date (2020: nil).

d) Factors that may affect future tax charges

There were no factors that may affect future tax charges at the current or prior year end.

7 Distributions

	2021	2020
	£000	£000
Final accumulation	3,053	2,849
Total distributions	3,053	2,849
Net revenue after taxation	3,042	2,829
Revenue shortfall	-	2
Tax relief on management fee rebates in capital	11	18
Total distributions	3,053	2,849

Details of the distribution per share are set out in the Distribution table on page 91.

8 Debtors

	2021	2020
	£000	£000
Accrued revenue	90	56
Currency transactions awaiting settlement	295	97
Income tax recoverable	-	12
Management fee rebates	42	228
Total debtors	427	393

Notes to the financial statements (continued)

9 Cash and bank balances

	2021	2020
	£000	£000
Amounts held at derivative clearing houses and brokers	5,565	1,963
Cash and bank balances	9,209	18,759
Deposit accounts	12,000	-
Total cash and bank balances	26,774	20,722

10 Cash equivalents

	2021	2020
	£000	£000
Short term investments	93,227	62,156
Total cash equivalents	93,227	62,156

The short term investments relate to holdings in the Deutsche Liquidity Managed Platinum Sterling Fund. Cash equivalents are held on the fund to ensure that there is sufficient cash backing to settle any futures contracts, in addition to other investment purposes, without increasing the economic exposure on the fund.

11 Other creditors

	2021	2020
	£000	£000
Accrued annual management charge	19	12
Accrued Depositary's fee	2	2
Accrued other expenses	21	22
Amounts payable for cancellation of shares	10	120
Corporation tax payable	218	269
Currency transactions awaiting settlement	295	97
Total other creditors	565	522

12 Contingent liabilities and commitments

There were no contingent liabilities or outstanding commitments at the current or prior year end.

13 Related party transactions

HIFL as ACD to the fund is deemed to be a related party in respect of their dealings with the fund. All transactions and balances associated with the ACD are disclosed within the 'Statement of total return', the 'Statement of change in net assets attributable to shareholders' and the 'Balance sheet' on pages 79 and 80 and notes 4, 7, 8 and 11 on pages 82 to 84 including all issues and cancellations where the ACD acted as principal.

Transactions with the ACD are as follows:

- All issues and cancellations
- Annual management charge
- GAC

The ultimate controlling party of HIFL is Janus Henderson Group plc. The transactions associated with Janus Henderson Group plc, its subsidiaries and other funds managed by HIFL are as follows:

- The value of purchase transactions was £22,605,936 (2020: £3,244,820) and sales transactions was £13,158,911 (2020: £23,798,927) and the balance outstanding at the year end was purchases nil (2020: nil) and sales nil (2020: nil).
- Revenue receivable for the year was £1,752,597 (2020: £523,080) and the balance outstanding at the year end was nil (2020: nil).
- Management fee rebates receivable for the year was £52,947 (2020: £82,349) and the balance outstanding at the year end was £20,737 (2020: £200,530).
- The aggregate value of investments held at the year end was £43,065,768 (2020: £30,810,393).

Notes to the financial statements (continued)

13 Related party transactions (continued)

HSBC Global Custody Nominees (UK) Ltd, as a material shareholder, is a related party holding shares comprising 72.56% of the total net assets of the fund as at the year end (2020: 81.76%).

14 Shareholders' funds

The fund currently has 6 share classes available; Class A (Retail), Class E (Retail), Class I (Institutional), Class K (Institutional), Class Y (Institutional) and Class Z (Institutional). The annual management charge on each share class is as follows:

	2021 %	2020 %
Class A	1.50	1.50
Class E	1.00	1.00
Class I	0.55	0.55
Class K	1.30	1.30
Class Y	0.45	0.45
Class Z ¹	0.00	0.00

¹ Charges for managing Z class shares are levied outside the fund and are agreed between the ACD and investors.

The net asset value of each share class, the net asset value per share and the number of shares in each share class are given in the Comparative tables on page 69 to 73. The distribution per share class is given in the Distribution table on page 91. All share classes have the same rights on winding up.

Shares reconciliation as at 31 January 2021

	Class A accumulation	Class E accumulation	Class I accumulation	Class K accumulation
Opening number of shares	118,019	120,679	16,420	25,713
Issues during the year	14,354	72,781	189,825	-
Cancellations during the year	(63,411)	(26,138)	(52,555)	(794)
Shares converted during the year	(27,136)	27,037	-	-
Closing shares in issue	41,826	194,359	153,690	24,919
	Class Y accumulation	Class Z accumulation	Class K Euro Hedged accumulation	Class K US Dollar Hedged accumulation
Opening number of shares	18,953,757	125,277,864	19,585	32,375
Issues during the year	12,672,797	7,064,602	5,195	3,581
Cancellations during the year	(3,528,383)	(12,994,899)	(7,623)	(4,028)
Shares converted during the year	565,603	(544,320)	-	-
Closing shares in issue	28,663,774	118,803,247	17,157	31,928

Notes to the financial statements (continued)

15 Financial derivatives

The fund may use financial derivatives for the purposes of efficient portfolio management.

Eligible collateral types are approved by the Investment Manager and are agreed with the relevant counterparty.

There was no collateral pledged or collateral held in respect of forward foreign exchange contracts at the year end (2020: nil). The fund had cash assets of £5,565,287 (2020: £1,962,899) and cash liabilities of £2,567,884 (2020: £476,247) held in margin accounts at derivative clearing houses and brokers at the year end. These balances are held as collateral on the fund's futures contracts.

2021

At 31 January 2021 the counterparty exposure calculated using the positive marked-to-market value for each category of derivatives held was as follows:

Counterparty	Forward foreign exchange contracts £000	Futures £000	Total by counterparty £000
BNP Paribas	10	-	10
UBS	-	1,052	1,052
	10	1,052	1,062

2020

At 31 January 2020 the counterparty exposure calculated using the positive marked-to-market value for each category of derivatives held was as follows:

Counterparty	Forward foreign exchange contracts £000	Futures £000	Total by counterparty £000
BNP Paribas	234	-	234
UBS	-	411	411
	234	411	645

Cash equivalent investments held on the fund ensure the ability to be able to exercise derivative positions without increasing the economic exposure on the fund. This is further explained within the market risk note on page 15. The underlying exposure of these derivative positions is provided in the table below to enhance understanding of the fund's derivatives exposure and the effect of this exposure on the cash equivalents balance held by the fund. The total amount held in cash equivalent investments, which includes balances held for other investment purposes, is disclosed as short term investments in note 10.

2021

At 31 January 2021 the counterparty exposure calculated on a notional basis for each category of derivatives held was as follows:

Counterparty	Forward foreign exchange contracts £000	Futures £000	Total by counterparty £000
BNP Paribas	23,072	-	23,072
JP Morgan	604	-	604
UBS	-	92,827	92,827
	23,676	92,827	116,503

Notes to the financial statements (continued)

15 Financial derivatives (continued)

2020

At 31 January 2020 the counterparty exposure calculated on a notional basis for each category of derivatives held was as follows:

Counterparty	Forward foreign exchange contracts £000	Futures £000	Total by counterparty £000
BNP Paribas	29,548	-	29,548
JP Morgan	637	-	637
UBS	-	51,989	51,989
	30,185	51,989	82,174

16 Risk

Currency risk

The exposure to currency risk is considered significant. The following table details the net exposure of the principal foreign currencies the fund is exposed to including any instruments used to hedge foreign currencies.

2021 Currency	Investment assets including (investment liabilities) £000	Other net assets £000	Total net assets £000
Euro	1,445	128	1,573
Japanese yen	18,355	397	18,752
UK sterling	62,721	116,085	178,806
US dollar	40,169	685	40,854
Total	122,690	117,295	239,985

2020 Currency	Investment assets including (investment liabilities) £000	Other net assets £000	Total net assets £000
Euro	2,214	389	2,603
Japanese yen	8,839	421	9,260
UK sterling	88,999	80,869	169,868
US dollar	33,022	80	33,102
Total	133,074	81,759	214,833

Sensitivity analysis

The net foreign currency assets held by the fund at the year end were £61,179,383 (2020: £44,964,858). A 10% increase/(decrease) in the foreign exchange rates applied to the fund's net foreign currency assets would have the effect of increasing/(decreasing) the return for the year ended 31 January 2021 and the net assets as at 31 January 2021 by £6,117,938 (2020: £4,496,486).

Interest rate risk

The fund's exposure to interest rate risk is considered insignificant. This is consistent with the exposure during the prior year.

Other market price risk

An increase or decrease in market values will have a direct effect on the value of the investment assets in the portfolio and therefore a proportionate effect on the value of the fund.

Notes to the financial statements (continued)

16 Risk (continued)

Leverage

There have been no breaches of the maximum levels during the year, no changes to the maximum level of leverage employed by the fund or to its right of reuse of collateral or any guarantee granted under the leveraging arrangements.

	Gross method		Commitment method	
	Maximum level %	Actual level %	Maximum level %	Actual level %
2021	275.00	138.56	175.00	100.52
2020	275.00	127.80	175.00	113.86

Liquidity risk

The following table provides a maturity analysis of the fund's financial liabilities showing the remaining contractual maturities on an undiscounted basis.

	On demand £000	Within one year £000	Over one year but not more than five years	Over five years
			£000	£000
2021				
Amounts held at derivatives clearing houses and brokers	2,568	-	-	-
Derivative financial liabilities	-	710	-	-
Other creditors	-	565	-	-
Total	2,568	1,275	-	-
	On demand £000	Within one year £000	Over one year but not more than five years	Over five years
			£000	£000
2020				
Amounts held at derivatives clearing houses and brokers	476	-	-	-
Bank overdrafts	514	-	-	-
Derivative financial liabilities	-	554	-	-
Other creditors	-	522	-	-
Total	990	1,076	-	-

17 Fair value disclosure

Fair value measurement

The intention of a fair value measurement is to estimate the price at which an asset or a liability could be exchanged in the market conditions prevailing at the measurement date. The measurement assumes the exchange is an orderly transaction (that is, it is not a forced transaction, involuntary liquidation or distress sale) between knowledgeable, willing participants on an independent basis.

The purpose of the fair value hierarchy is to prioritise the inputs that should be used to measure the fair value of assets and liabilities. The highest priority is given to quoted prices at which a transaction can be entered into and the lowest priority to unobservable inputs.

Notes to the financial statements (continued)

17 Fair value disclosure (continued)

Fair value measurement (continued)

In accordance with FRS 102 the fund classifies fair value measurement under the following levels:

Level 1

The unadjusted quoted price in an active market for identical assets or liabilities that the entity can access at the measurement date.

Level 2

Inputs other than quoted prices included within level 1 that are either observable (i.e. developed using market data) for the asset or liability, either directly or indirectly.

Level 3

Inputs are unobservable (i.e. for which market data is unavailable) for the asset or liability.

Fair value hierarchy

	2021		2020	
	Assets £000	Liabilities £000	Assets £000	Liabilities £000
Level 1	36,971*	463	43,270*	545
Level 2	86,429	247	90,358	9
Level 3	-	-	-	-
	<u>123,400</u>	<u>710</u>	<u>133,628</u>	<u>554</u>

* Debt securities included in the highest fair value hierarchy level, where their valuation is determined by unadjusted quoted prices from an active market, amount to £13,659,658 as at 31 January 2021 (2020: £6,491,110).

18 Direct transaction costs

	Purchases		Sales	
	2021 £000	2020 £000	2021 £000	2020 £000
Trades in the year				
Certificates of Deposit	25,000	-	-	-
Collective investment schemes	40,969	22,489	51,869	46,141
Debt securities	28,981	14,540	22,576	15,834
Equities	53,524	24,936	72,392	71,319
Trades in the year before transaction costs	<u>148,474</u>	<u>61,965</u>	<u>146,837</u>	<u>133,294</u>
Transaction costs				
Commissions				
Certificates of Deposit	-	-	-	-
Collective investment schemes	-	-	-	-
Debt securities	-	-	-	-
Equities	15	7	22	21
Total commissions	<u>15</u>	<u>7</u>	<u>22</u>	<u>21</u>
Taxes				
Certificates of Deposit	-	-	-	-
Collective investment schemes	-	-	-	-
Debt securities	-	-	-	-
Equities	19	-	-	-
Total taxes	<u>19</u>	<u>-</u>	<u>-</u>	<u>-</u>
Other expenses				
Certificates of Deposit	-	-	-	-
Collective investment schemes	2	24	-	-
Debt securities	-	-	-	-
Equities	-	-	-	-
Total other expenses	<u>2</u>	<u>24</u>	<u>-</u>	<u>-</u>
Total transaction costs	<u>36</u>	<u>31</u>	<u>22</u>	<u>21</u>
Total net trades in the year after transaction costs	<u>148,510</u>	<u>61,996</u>	<u>146,815</u>	<u>133,273</u>

Notes to the financial statements (continued)

18 Direct transaction costs (continued)

	Purchases		Sales	
	2021	2020	2021	2020
	%	%	%	%
Total transaction costs expressed as a percentage of asset type cost				
Commissions				
Certificates of Deposit	-	-	-	-
Collective investment schemes	-	-	-	-
Debt securities	-	-	-	-
Equities	0.03	0.03	0.03	0.03
Taxes				
Certificates of Deposit	-	-	-	-
Collective investment schemes	-	-	-	-
Debt securities	-	-	-	-
Equities	0.04	-	-	-
Other expenses				
Certificates of Deposit	-	-	-	-
Collective investment schemes	-	0.11	-	-
Debt securities	-	-	-	-
Equities	-	-	-	-
	2021	2020		
	%	%		
Total transaction costs expressed as a percentage of net asset value				
Commissions	0.02	0.01		
Taxes	0.01	-		
Other expenses	-	0.01		
Total costs	0.03	0.02		

There were no in specie transfers during the year (2020: nil). There were no corporate actions during the year (2020: nil).

There were direct transaction costs associated with derivatives in the year of £16,597 (2020: £5,466) which is 0.01% of the average net asset value of the fund (2020: 0.00%).

Direct transaction costs are fees and commissions paid to agents, advisers, brokers and dealers, levies by regulatory agencies and securities exchanges, and transfer taxes and duties associated with investment transactions on the fund. These exclude any differences between quoted bid and offer prices or internal administrative or holding costs.

The costs of acquiring and disposing of units/shares in other collective investment schemes are included within the expense ratio which is an intrinsic part of the NAV price per unit/share of the underlying fund.

Direct transaction costs related to bonds are not separately identifiable as with other financial instruments as the costs form part of the dealing spread and therefore are inherent within the purchase and sale prices of the trade.

The portfolio dealing spread as at 29 January 2021 was 0.10% (2020: 0.25%). The portfolio dealing spread is calculated at a 12 noon valuation point. This is because the spread is based on the fund's investments rather than the fund's valuation point.

19 Events after the Balance sheet date

There were no material post Balance sheet events which require disclosure within these financial statements.

Distribution table for the year ended 31 January 2021 (in pence per share)

Final dividend distribution (accounting date 31 January 2021, paid on 28 May 2021)

Group 1: shares purchased prior to 1 February 2020

Group 2: shares purchased on or after 1 February 2020

	Distribution per share	Total distribution per share 28/05/21	Total distribution per share 29/05/20
Class A accumulation			
Group 1	0.2133	0.2133	0.0604
Group 2	0.2133	0.2133	0.0604
Class E accumulation			
Group 1	0.3464	0.3464	0.2361
Group 2	0.3464	0.3464	0.2361
Class I accumulation			
Group 1	0.6737	0.6737	0.3495
Group 2	0.6737	0.6737	0.3495
Class K accumulation			
Group 1	1.1734	1.1734	-
Group 2	1.1734	1.1734	-
Class Y accumulation			
Group 1	1.5304	1.5304	1.3772
Group 2	1.5304	1.5304	1.3772
Class Z accumulation			
Group 1	2.1984	2.1984	2.0654
Group 2	2.1984	2.1984	2.0654
Class K Euro Hedged accumulation¹			
Group 1	0.3603	0.3603	-
Group 2	0.3603	0.3603	-
Class K US Dollar Hedged accumulation²			
Group 1	-	-	-
Group 2	-	-	-

¹ in Euro cents per share

² in USD cents per share

Janus Henderson Diversified Alternatives Fund

Authorised Corporate Director's report

Investment Fund Managers

James de Bunsen and Peter Webster

Investment objective and policy

The fund aims to provide capital growth, over the long term.

Performance target: To outperform the Consumer Price Index by 3% per annum, before the deduction of charges, over any 5 year period.

The fund will seek to achieve its objective by investing globally in a diverse portfolio of investments which gain exposure indirectly to alternative asset classes such as private equity, infrastructure, property, commodities and hedge funds.

The fund will invest at least 80% in a combination of closed ended funds (e.g. investment trusts), investment companies, REITs, collective investment schemes (both regulated and unregulated and including those managed by Janus Henderson), exchange traded funds (ETFs), exchange traded notes (ETNs), fixed interest securities, money market instruments, deposits, cash and near cash.

The fund will limit its investment in equities (excluding closed ended funds, investment companies, REITs and ETFs) to no more than 20%.

Performance summary

Cumulative performance

	One year 31 Jan 20 - 31 Jan 21 %	Three years 31 Jan 18 - 31 Jan 21 %	Five years 31 Jan 16 - 31 Jan 21 %	Since inception 22 Feb 13 - 31 Jan 21 %
Class I accumulation (Net)	2.4	15.4	42.4	59.5
Consumer Price Index (CPI) + 3%	3.9	14.3	27.1	42.1
Class I accumulation (Gross)	3.1	17.8	47.4	68.5

Discrete performance

	31 Jan 20 - 31 Jan 21 %	31 Jan 19 - 31 Jan 20 %	31 Jan 18 - 31 Jan 19 %	31 Jan 17 - 31 Jan 18 %	31 Jan 16 - 31 Jan 17 %
Class I accumulation (Net)	2.4	6.3	6.1	6.4	16.0
Consumer Price Index (CPI) + 3%	3.9	4.8	4.9	6.1	4.9
Class I accumulation (Gross)	3.1	7.0	6.8	7.1	16.8

Please note that the performance target is to be achieved over a specific annualised time period. Refer to the performance target section above within the investment objective.

Source: Morningstar

Class I accumulation (Net), NAV to NAV, net of fees and net income reinvested as at 12 noon valuation point.

Class I accumulation (Gross), NAV to NAV, gross of OCF and net income reinvested as at 12 noon valuation point.

Benchmark values are at close of business.

Class I accumulation is disclosed as it is the representative share class.

Benchmark usage:

Index: Consumer Price Index (CPI) + 3%

Index usage: Target

Index description: The Consumer Price Index (CPI) is a measure of the change in prices of a basket of consumer goods and services. CPI is used in the UK as a measure of the change in inflation. It forms the basis of the fund's performance target.

Please remember that past performance is not a guide to future performance. The value of an investment and the revenue from it can fall as well as rise as a result of market and currency fluctuations and you may not get back the amount originally invested.

Authorised Corporate Director's report (continued)

Significant portfolio changes for the year ended 31 January 2021

Largest purchases	£000	Largest sales	£000
Securis Catastrophe Bond Fund Class A	2,776	HICL Infrastructure	2,429
Janus Henderson Global Multi-Strategy Fund Z Accumulation ¹	2,773	Fortem Capital Alternative Growth Fund C Accumulation	2,224
iShares Physical Gold ETC	2,515	International Public Partnerships	2,148
Crabel Gemini UCITS Fund A Accumulation	2,452	Third Point Offshore Investors	1,910
Aquila European Renewables Income Fund	2,171	Gold Bullion Securities	1,739
ATLAS Global Infrastructure Fund	1,978	BBGI SICAV	1,360
HICL Infrastructure	1,843	Aquila European Renewables Income Fund	1,269
Greencoat Renewables	1,579	BH Global	1,248
SDCL Energy Efficiency Income Trust	1,450	Aberdeen Standard European Logistics Income	1,222
3i	1,380	Merrill Lynch MLCX Commodity Alpha Fund	1,188
Total purchases	43,782	Total sales	29,585

¹ Related party to the fund

Investment review

The fund returned 2.4% (Net), 3.1% (Gross) based on Class I accumulation over the year under review, compared with a return of 3.9% in the Consumer Price Index (CPI) + 3%.

The reporting year saw significant volatility across all asset classes as a result of the COVID-19 global pandemic, although many still generated positive returns. The spread of COVID-19, the restrictions to subdue infection rates and discovery of vaccines were the main drivers of market moves, although the US presidential election briefly took centre stage.

The pandemic and related developments dominated the reporting year, leading to the sharpest contraction in economic activity on record as restrictions to prevent the spread of COVID-19 closed many businesses. However, an unprecedented policy response, a turn in the initial wave of infections and an inflection from extremely bearish sentiment led to a market rally from late March 2020. The market rally was ultimately sustained throughout the rest of the reporting year, despite volatility ahead of the US election in November. A rotation towards more cyclical and value assets was further aided by news of potential COVID-19 vaccines in November. Despite the volatility, global equities ended the reporting year significantly higher and fixed income assets benefited from a significant fall in government bond yields as interest rates were cut.

The fund recovered well from what proved to be a very uncomfortable period, as COVID-19 induced a level panic across all markets. Hedge funds, commodities, infrastructure, renewable energy, property and fixed interest all made positive contributions during the reporting year. BH Macro and BH Global were particularly noteworthy, making strong returns during the market sell-off and continuing to generate attractive returns over the rest of the reporting year. In terms of detractors, the private equity and other sectors were negative. Aircraft leasing firm Amedeo Air Four Plus was hit hard by the grounding of a large proportion of the world's fleet. Safeguard Scientifics was very slow to recover from the broader market weakness, although it started 2021 strongly as more profitable asset disposals were anticipated.

We were very active trading in the fund around the COVID-19-related sell-off in February and March, which appeared entirely indiscriminate and impacted good companies and bad companies alike. We took the opportunity to add some quality investments that had previously traded at valuations we deemed too high. These included private rental housing provider Grainger and student property company UNITE. There was some turnover in the hedge fund holdings as we exited Third Point Offshore Investors and the Fortem Capital Alternative Growth Fund and added the Crabel Gemini UCITS Fund and the Janus Henderson Global Multi-Strategy Fund. The latter two proved to be uncorrelated to risk assets such as equities in difficult markets, while still generating attractive returns. In January, we added the Securis Catastrophe Bond Fund, as we saw better pricing in reinsurance markets and believed that this strategy would also prove uncorrelated to anything else in the fund.

Mainstream equities are pricing in a very sharp rebound in the latter part of 2021 as some degree of normality returns, while government bonds yields reflect expectations that interest rates will stay low for a prolonged period. However, within alternatives, we still see very good value in private equity, where published valuations have lagged and do not factor in late 2020's strength in equity markets. Sectors such as infrastructure and renewable energy, meanwhile, provide extremely attractive and robust income relative to either equities or bonds, in our view. Property remains a bifurcated sector, with some areas such as warehousing thriving and more consumer-focused areas still under some stress due to COVID-19-related lockdowns. We have some recovery investments here as well as the winners from the ongoing transition to online retailing. As ever, we believe the hedge fund holdings will prove very useful in terms of diversification if growth expectations disappoint.

Comparative tables for the year ended 31 January 2021

	Class I accumulation		
	2021 (pence per share)	2020 (pence per share)	23/11/18- 31/01/19 (pence per share)
Change in net assets per share			
Opening net asset value per share	108.13	101.99	100.10 ¹
Return before operating charges*	4.18	6.86	2.02
Operating charges	(0.73)	(0.72)	(0.13)
Return after operating charges*	3.45	6.14	1.89
Distributions on accumulation shares	(2.21)	(2.69)	(0.24)
Retained distributions on accumulation shares	2.21	2.69	0.24
Closing net asset value per share	111.58	108.13	101.99
* after direct transaction costs of:	0.07	0.01	0.01
Performance			
Return after charges	3.19%	6.02%	1.89%
Other information			
Closing net asset value (£000s)	8,041	9,250	9,901
Closing number of shares	7,206,227	8,554,098	9,708,077
Operating charges	0.70%	0.69%	0.69%
Direct transaction costs	0.07%	0.01%	0.01%
Prices			
Highest share price (pence)	112.50	109.20	102.30
Lowest share price (pence)	82.55	101.50	98.52

¹ Class I accumulation launched on 23 November 2018 and this is the first published price.

	Class Y accumulation		
	2021 (pence per share)	2020 (pence per share)	2019 (pence per share)
Change in net assets per share			
Opening net asset value per share	155.14	146.21	137.99
Return before operating charges*	6.00	9.81	9.04
Operating charges	(0.91)	(0.88)	(0.82)
Return after operating charges*	5.09	8.93	8.22
Distributions on accumulation shares	(3.14)	(3.57)	(4.56)
Retained distributions on accumulation shares	3.14	3.57	4.56
Closing net asset value per share	160.23	155.14	146.21
* after direct transaction costs of:	0.10	0.01	0.02
Performance			
Return after charges	3.28%	6.11%	5.96%
Other information			
Closing net asset value (£000s)	70,164	60,303	56,295
Closing number of shares	43,790,633	38,869,659	38,502,872
Operating charges	0.61%	0.59%	0.58%
Direct transaction costs	0.07%	0.01%	0.01%
Prices			
Highest share price (pence)	161.60	156.70	146.70
Lowest share price (pence)	118.50	145.60	135.80

Comparative tables (continued)

	Class Z accumulation		
	2021 (pence per share)	2020 (pence per share)	2019 (pence per share)
Change in net assets per share			
Opening net asset value per share	141.48	132.79	124.93
Return before operating charges*	5.51	8.91	8.05
Operating charges	(0.25)	(0.22)	(0.19)
Return after operating charges*	5.26	8.69	7.86
Distributions on accumulation shares	(3.42)	(9.97)	(4.42)
Retained distributions on accumulation shares	3.42	9.97	4.42
Closing net asset value per share	146.74	141.48	132.79
* after direct transaction costs of:	0.10	0.01	0.02

Performance

Return after charges	3.72%	6.54%	6.29%
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Other information

Closing net asset value (£000s)	2	2	7,576
Closing number of shares	1,500	1,500	5,704,574
Operating charges	0.18%	0.16%	0.15%
Direct transaction costs	0.07%	0.01%	0.01%

Prices

Highest share price (pence)	148.00	142.80	133.20
Lowest share price (pence)	108.10	132.40	123.10

	Class Z income		
	2021 (pence per share)	2020 (pence per share)	2019 (pence per share)
Change in net assets per share			
Opening net asset value per share	117.70	118.68	115.49
Return before operating charges*	0.80	7.94	7.45
Operating charges	-	(0.19)	(0.18)
Return after operating charges*	0.80	7.75	7.27
Distributions on income shares	-	(8.73)	(4.08)
Final cancellation	(118.50) ¹	-	-
Closing net asset value per share	-	117.70	118.68
* after direct transaction costs of:	0.08	0.01	0.02

Performance

Return after charges	0.68% ²	6.53%	6.29%
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Other information

Closing net asset value (£000s)	-	2	9,958
Closing number of shares	-	1,500	8,390,479
Operating charges	0.18%	0.16%	0.15%
Direct transaction costs	0.07%	0.01%	0.01%

Prices

Highest share price (pence)	118.50 ³	127.60	123.20
Lowest share price (pence)	118.00 ³	118.40	113.80

¹ Class Z income closed on 14 February 2020.

² Return after charges relates to the period 01/02/20 to the closure of the share class on 14/02/20. This performance will differ from the other share classes as it does not include returns generated over the same period.

³ to 14 February 2020.

Comparative tables (continued)

Direct transaction costs incurred on securities transactions (including derivatives) are stated after deducting the proportion of the amounts collected from dilution adjustments that relate to direct transaction costs.

Performance values are at close of business on a bid basis, which will differ from those in the Performance summary.

Operating charges

Operating charges are expenses associated with the maintenance and administration of the fund on a day-to-day basis that are actually borne by the share class.

Share class launches and closures

There were no share classes launched during the year.

The following share class closed during the year:

Share class	Closure date
Class Z income	14 February 2020

Ongoing charge figure

The annualised OCF of the fund is calculated as the ratio of the total ongoing charges to the average net asset value for twelve months. Ongoing charges are all expenses deducted from the assets of the fund during the year, except for expenses that are explicitly excluded by regulation.

	2021 %	2020 %	Estimated OCF from 5 May 2020 ¹ %
Class I accumulation	0.70 ²	0.69	0.71
Class Y accumulation	0.61 ²	0.59	0.61
Class Z accumulation	0.18 ³	0.16	0.18
Class Z income⁴	0.18 ³	0.16	0.18

The OCF includes a synthetic element of 0.10% (2020: 0.09%) to incorporate the OCF of underlying funds.

The OCF is calculated in accordance with guidelines issued by ESMA.

¹ The estimated ongoing charge is based on the new GAC rates to the year ended 31 January 2021.

² The GAC on Class I accumulation and Class Y accumulation increased from 0.075% to 0.09% on 5 May 2020 and therefore the rate applied is not consistent throughout the year.

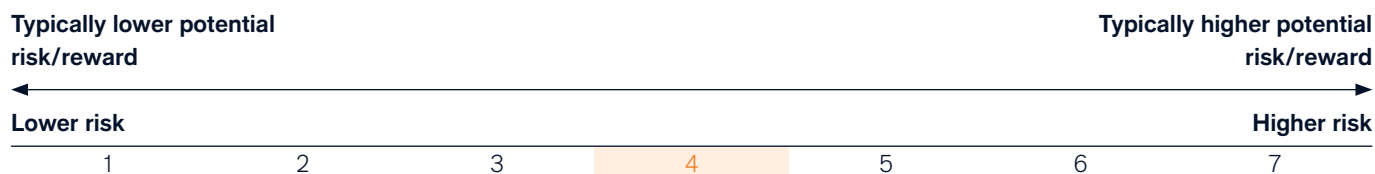
³ The GAC on Class Z accumulation and Class Z income increased from 0.045% to 0.05% on 5 May 2020 and therefore the rate applied is not consistent throughout the year.

⁴ Class Z income closed on 14 February 2020.

Risk and reward profile

The fund currently has 3 types of share class in issue: I accumulation, Y accumulation and Z accumulation.

Each share class has the same risk and reward profile which is as follows:



The share classes appear at 4 out of 7. Share classes in higher categories have shown greater and/or more frequent variations in net asset value in the past 5 years than those in lower categories. The lowest category does not mean risk free.

The SRRRI is calculated based on historical volatility over a rolling 5* year period, it is reviewed monthly and updated if volatility has changed materially to cause a movement in the SRRRI level. The SRRRI is an indicator and may not accurately reflect future volatility and market conditions.

The value of an investment and any income from it can go up or down. When you sell your shares they may be worth less than you paid for them.

The risk/reward rating above is based on medium-term volatility. In the future, the fund's actual volatility could be higher or lower and its rated risk/reward level could change.

The rating does not reflect the possible effects of unusual market conditions or large unpredictable events.

The full list of the fund's risks are contained in the 'Risk Warnings' section of the fund's prospectus.

The risk rating for all share classes increased to 4 from 3 during the year. The ratings may change over time as a fund takes on more or less risky investments or where market conditions become more or less volatile. At share class level the ratings may differ dependent on the class currency and may be influenced by currency movements and the impact of inflows and outflows.

The SRRRI conforms to the ESMA guidelines for the calculation of the SRRRI.

* Class I accumulation was launched on 23 November 2018 and as it does not have a 5 year history, a synthetic history has been created using the fund's relevant sector average.

Portfolio statement as at 31 January 2021

Holding	Investment	Market value £000	Percentage of total net assets %
	Alternatives 1.52% (2020: 2.88%)		
191,578	Burford Capital	1,187	1.52
	Direct Commodities ex Timber 6.62% (2020: 7.46%)		
74,048	iShares Physical Gold ETC	1,957	2.50
18,546	Merrill Lynch MLCX Commodity Alpha Fund	3,221	4.12
		5,178	6.62
	Fixed Interest 5.90% (2020: 8.36%)		
2,501,946	Biopharma Credit	1,811	2.31
2,535,318	UK Mortgages	1,711	2.19
1,263,350	VPC Specialty Lending Investments	1,092	1.40
		4,614	5.90
	Hedge Funds 19.04% (2020: 18.26%)		
97,167	BH Global	1,875	2.40
78,526	BH Macro	2,615	3.33
24,422	Brevan Howard Absolute Return Government Bond Fund A Income	2,491	3.19
21,761	Crabel Gemini UCITS Fund A Accumulation	2,444	3.12
923	Helium Selection Fund S Accumulation	1,154	1.48
1,403,417	Highbridge Tactical Credit Fund ¹	185	0.24
304,002	Janus Henderson Global Multi-Strategy Fund Z Accumulation ²	2,783	3.56
9,745	Montlake Dunn WMA UCITS Fund	1,343	1.72
		14,890	19.04
	Infrastructure 16.11% (2020: 16.32%)		
19,210	ATLAS Global Infrastructure Fund	2,245	2.87
1,820,819	HICL Infrastructure	3,176	4.06
1,298,317	International Public Partnerships	2,228	2.85
1,923,792	Sequoia Economic Infrastructure Income Fund	2,082	2.66
964,574	3i Infrastructure	2,874	3.67
		12,605	16.11
	Private Equity 18.63% (2020: 17.74%)		
100,992	HarbourVest Global Private Equity	1,889	2.42
467,573	HgCapital Trust	1,510	1.93
138,933	ICG Enterprise Trust	1,342	1.72
587,688	Melrose Industries	990	1.27
65,411	NB Private Equity Partners 'A'	775	0.99
836,814	Oakley Capital Investments	2,442	3.12
42,523	Pantheon	1,004	1.28
158,273	Princess Private Equity	1,540	1.97
190,930	Safeguard Scientifics	950	1.21
191,174	3i	2,125	2.72
		14,567	18.63

Portfolio statement (continued)

Holding	Investment	Market value £000	Percentage of total net assets %
Property 9.16% (2020: 7.83%)			
1,361,554	GCP Student Living	2,005	2.56
397,261	Grainger	1,060	1.36
1,616,870	PRS REIT	1,358	1.74
900,738	Tritax EuroBox	948	1.21
71,033	UNITE	682	0.87
753,125	Urban Logistics REIT	1,107	1.42
		<u>7,160</u>	<u>9.16</u>
Renewable Energy 14.37% (2020: 7.14%)			
1,800,502	Aquila European Renewables Income Fund	1,689	2.16
1,583,201	Greencoat Renewables	1,681	2.15
1,379,252	Greencoat UK Wind	1,887	2.41
929,451	NextEnergy Solar Fund	972	1.24
1,864,214	Renewables Infrastructure	2,367	3.03
1,394,301	SDCL Energy Efficiency Income Trust	1,492	1.91
1,492,062	US Solar Fund	1,152	1.47
		<u>11,240</u>	<u>14.37</u>
Transportation 0.59% (2020: 2.32%)			
1,476,842	Amedeo Air Four Plus	458	0.59
Collective Investment Schemes 3.50% (2020: 0.00%)			
33,625	Securis Catastrophe Bond Fund Class A	2,740	3.50
Derivatives 0.04% (2020: 0.24%)			
Forward Foreign Exchange Contracts 0.04% (2020: 0.24%)³			
	Buy GBP 3,045,881 : Sell USD 4,166,401 February 2021	12	0.02
	Buy GBP 6,661,812 : Sell EUR 7,506,172 February 2021	19	0.02
		<u>31</u>	<u>0.04</u>
Investment assets		74,670	95.48
Other net assets		3,537	4.52
Total net assets		78,207	100.00

¹ Put Redemption shares are held. Price calculated by Highbridge Multi-Strategy Ltd using the redemption portfolio.

² Related party to the fund

³ Not listed on an official stock exchange

The collective investment schemes held are approved regulated collective investment schemes within the meaning of the FCA rules. Exchange traded funds and all other investments are listed on recognised stock exchanges or are 'approved securities' within the meaning of FCA rules unless otherwise stated.

Portfolio statement (continued)

Composition of portfolio

2021	Market value £000	Percentage of total net assets %
Investments		
Total collective investment schemes	18,421	23.56
Total equities	56,218	71.88
Total derivatives	31	0.04
Investment assets	74,670	95.48
Other net assets	3,537	4.52
Total net assets	78,207	100.00
2020	Market value £000	Percentage of total net assets %
Investments		
Total collective investment schemes	9,645	13.87
Total equities	51,782	74.44
Total derivatives	168	0.24
Investment assets including investment liabilities	61,595	88.55
Other net assets	7,962	11.45
Total net assets	69,557	100.00

Statement of total return for the year ended 31 January 2021

	Note	2021		2020	
		£000	£000	£000	£000
Income					
Net capital gains	2		778		2,529
Revenue	3	1,909		2,403	
Expenses	4	(372)		(351)	
Interest payable and similar charges	5	-		(2)	
Net revenue before taxation		1,537		2,050	
Taxation	6	(1)		(33)	
Net revenue after taxation			<u>1,536</u>		<u>2,017</u>
Total return before distributions			2,314		4,546
Distributions	7		(1,536)		(1,616)
Change in net assets attributable to shareholders from investment activities			<u>778</u>		<u>2,930</u>

Statement of change in net assets attributable to shareholders

for the year ended 31 January 2021

	2021		2020	
	£000	£000	£000	£000
Opening net assets attributable to shareholders		69,557		83,730
Amounts receivable on issue of shares	10,117		3,459	
Amounts payable on cancellation of shares	<u>(3,810)</u>		<u>(22,239)</u>	
		6,307		(18,780)
Dilution adjustment		29		61
Change in net assets attributable to shareholders from investment activities		778		2,930
Retained distributions on accumulation shares		1,536		1,616
Closing net assets attributable to shareholders		<u>78,207</u>		<u>69,557</u>

Balance sheet as at 31 January 2021

	Note	2021 £000	2020 £000
Assets:			
Investments		74,670	61,620
Current assets:			
Debtors	8	581	100
Cash and bank balances	9	3,460	7,936
Total assets		78,711	69,656
Liabilities:			
Investment liabilities		-	25
Creditors:			
Other creditors	10	504	74
Total liabilities		504	99
Net assets attributable to shareholders		78,207	69,557

1 Accounting policies

The accounting policies, distribution policy and potential risks are set out in notes 1 to 3 of the funds' aggregated notes to the financial statements.

2 Net capital gains

Net capital gains on investments during the year comprise:

	2021	2020
	£000	£000
Forward currency contracts*	(217)	180
Non-derivative securities*	1018	2,356
Other currency losses	(21)	(1)
Transaction costs	(2)	(6)
Net capital gains	778	2,529
*The above includes:		
Realised gains	624	6,925
Unrealised losses	177	(4,389)
	801	2,536

* Where realised gains/(losses) include gains/(losses) arising in previous years, a corresponding gain/(loss) is included in unrealised gains/(losses).

3 Revenue

	2021	2020
	£000	£000
Bank interest	8	11
Distributions from UK regulated collective investment schemes:		
Interest distribution	-	295
Management fee rebates	2	1
Overseas dividends*	701	1,073
Stock lending revenue	60	25
UK dividends	1,011	790
UK REIT revenue - PID	57	97
UK REIT revenue - non PID	70	111
Total revenue	1,909	2,403

* includes distributions from overseas funds

Notes to the financial statements (continued)

4 Expenses

	2021 £000	2020 £000
Payable to the ACD, associates of the ACD and agents of either of them:		
Annual management charge	300	283
GAC*	63	58
	<u>363</u>	<u>341</u>
Payable to the Depositary, associates of the Depositary and agents of either of them:		
Depositary fees	7	7
Safe custody fees	2	3
	<u>9</u>	<u>10</u>
Total expenses	<u>372</u>	<u>351</u>

Irrecoverable VAT is included in the above expenses where relevant.

* The current audit fee, which is levied through the GAC, is £11,556 (2020: £10,317).

5 Interest payable and similar charges

The interest payable and similar charges comprise:

	2021 £000	2020 £000
Interest payable	-	2
Total interest payable and similar charges	<u>-</u>	<u>2</u>

6 Taxation

a) Analysis of charge in the year

The tax charge comprises:

	2021 £000	2020 £000
Current tax		
Corporation tax	7	22
Overseas withholding tax	(6)	11
Total tax (note 6b)	<u>1</u>	<u>33</u>

Notes to the financial statements (continued)

6 Taxation (continued)

b) Factors affecting tax charge for year

The tax assessed for each year is different to the standard rate of corporation tax in the UK for funds of authorised OEICS of 20% (2020: 20%). The differences are explained below:

	2021	2020
	£000	£000
Net revenue before taxation	1,537	2,050
Corporation tax at 20% (2020: 20%)	307	410
Effects of:		
Overseas withholding tax	(6)	11
Overseas dividends	(135)	(208)
UK dividends*	(165)	(180)
Tax charge for the year (note 6a)	1	33

* As an OEIC this item is not subject to corporation tax.

OEICs are exempt from tax on capital gains made in the UK. Therefore, any capital return is not included within the reconciliation above.

c) Deferred tax

There is no provision required for deferred taxation at the Balance sheet date (2020: nil).

d) Factors that may affect future tax charges

There were no factors that may affect future tax charges at the current or prior year end.

7 Distributions

	2021	2020
	£000	£000
Final accumulation	1,536	1,616
Total distributions	1,536	1,616
Net revenue after taxation	1,536	2,017
Equalisation adjustment on large disinvestment*	-	(401)*
Total distributions	1,536	1,616

* An equalisation adjustment was made during the year in respect to a large disinvestment on the Z accumulation and Z income share classes. While it is recognised that this adjustment is not in line with the fund's equalisation policy, it was considered appropriate to prevent the overall share class from falling into deficit.

Details of the distribution per share are set out in the Distribution table on page 115.

Notes to the financial statements (continued)

8 Debtors

	2021	2020
	£000	£000
Accrued revenue	91	49
Amounts receivable for issue of shares	20	6
Currency transactions awaiting settlement	234	-
Income tax receivable	-	5
Management fee rebates	2	-
Refund of annual management charge	-	40
Sales awaiting settlement	234	-
Total debtors	581	100

9 Cash and bank balances

	2021	2020
	£000	£000
Cash and bank balances	3,460	7,936
Total cash and bank balances	3,460	7,936

10 Other creditors

	2021	2020
	£000	£000
Accrued annual management charge	27	29
Accrued Depositary's fee	1	1
Accrued other expenses	7	6
Amounts payable for cancellation of shares	29	31
Corporation tax payable	2	7
Currency transactions awaiting settlement	234	-
Purchases awaiting settlement	204	-
Total other creditors	504	74

11 Contingent liabilities and commitments

There were no contingent liabilities or outstanding commitments at the current or prior year end.

12 Related party transactions

HIFL as ACD to the fund is deemed to be a related party in respect of their dealings with the fund. All transactions and balances associated with the ACD are disclosed within the 'Statement of total return', the 'Statement of change in net assets attributable to shareholders' and the 'Balance sheet' on pages 103 and 104 and notes 4, 7, 8 and 10 on pages 106 to 108 including all issues and cancellations where the ACD acted as principal.

Transactions with the ACD are as follows:

- All issues and cancellations
- Annual management charge
- GAC

The ultimate controlling party of HIFL is Janus Henderson Group plc. The transactions associated with Janus Henderson Group plc, its subsidiaries and other funds managed by HIFL are as follows:

- The value of purchase transactions was £2,772,551 (2020: nil) and sales transactions was nil (2020: nil) and the balance outstanding at the year end was purchases nil (2020: nil) and sales nil (2020: nil).
- Revenue receivable for the year was £3,715 (2020: nil) and the balance outstanding at the year end was nil (2020: nil).
- The aggregate value of investments held at the year end was £2,783,498 (2020: nil).

Legal and General Assurance (Pensions Mgmt) Ltd, as a material shareholder, is a related party holding shares comprising 51.91% of the total net assets of the fund as at the year end (2020: 56.29%).

Notes to the financial statements (continued)

13 Shareholders' funds

The fund currently has 3 share classes available; Class I (Institutional), Class Y (Institutional) and Class Z (Institutional). The annual management charge on each share class is as follows:

	2021	2020
	%	%
Class I	0.50	0.50
Class Y	0.40	0.40
Class Z ¹	0.00	0.00

¹ Charges for managing Z class shares are levied outside the fund and are agreed between the ACD and investors.

The net asset value of each share class, the net asset value per share and the number of shares in each share class are given in the Comparative tables on pages 95 to 97. The distribution per share class is given in the Distribution table on page 115. All share classes have the same rights on winding up.

Shares reconciliation as at 31 January 2021

	Class I accumulation	Class Y accumulation	Class Z accumulation	Class Z income
Opening number of shares	8,554,098	38,869,659	1,500	1,500
Issues during the year	825,949	5,965,726	-	-
Cancellations during the year	(2,173,820)	(1,044,752)	-	(1,500)
Shares converted during the year	-	-	-	-
Closing shares in issue	<u>7,206,227</u>	<u>43,790,633</u>	<u>1,500</u>	<u>-</u>

14 Financial derivatives

The fund may use financial derivatives for the purposes of efficient portfolio management.

Eligible collateral types are approved by the Investment Manager and are agreed with the relevant counterparty.

There was no collateral pledged or collateral held in respect of forward foreign exchange contracts at the year end (2020: nil). The fund had cash assets of nil (2020: nil) and cash liabilities of nil (2020: nil) held in margin accounts at derivative clearing houses and brokers at the year end.

2021

At 31 January 2021 the counterparty exposure calculated using the positive marked-to-market value for each category of derivatives held was as follows:

Counterparty	Forward foreign exchange contracts £000
BNP Paribas	31
	<u>31</u>

2020

At 31 January 2020 the counterparty exposure calculated using the positive marked-to-market value for each category of derivatives held was as follows:

Counterparty	Forward foreign exchange contracts £000
BNP Paribas	193
	<u>193</u>

Notes to the financial statements (continued)

14 Financial derivatives (continued)

2021

At 31 January 2021 the counterparty exposure calculated on a notional basis for each category of derivatives held was as follows:

Counterparty	Forward foreign exchange contracts £000
BNP Paribas	9,677
	<u>9,677</u>

2020

At 31 January 2020 the counterparty exposure calculated on a notional basis for each category of derivatives held was as follows:

Counterparty	Forward foreign exchange contracts £000
Barclays	2,597
BNP Paribas	21,695
UBS	4,578
	<u>28,870</u>

15 Stock lending

The fund and the Investment Manager have entered into a stock lending programme with BNP Paribas acting as the stock lending agent in order to generate additional income.

Stock lending revenue is disclosed under 'Revenue' in the Statement of total return.

Eligible collateral types for stock lending and borrowing transactions are approved by the Investment Manager and may consist of securities issued or guaranteed by a Member State of the OECD or by their local authorities or supranational institutions and organisations with regional, EU and world-wide scope, generally subject to a minimum long term credit rating of at least A- by one or more major credit rating agency or listed equities on eligible markets. Collateral should be highly liquid and traded on a regulated market. Collateral is subject to a haircut on a sliding scale based on the combination of the underlying instrument being lent versus the asset being received as collateral. The value of collateral required will range from 102.50% to 110.00% of the value of the stock on loan.

2021 Counterparty	Total market value of stock on loan £000	Amount of collateral received £000	Type of collateral category	
Bank of Nova Scotia	776	862	Equity	
Bank of Nova Scotia	172	181	Government Bond	
	<u>948</u>	<u>1,043</u>		
Recipient	Relationship	Total gross amount of stock lending revenue £000	Direct and indirect costs and fees deducted by securities lending agent £000	Net stock lending revenue retained by the fund £000
BNP Paribas	Stock lending agent	71	11	60

Notes to the financial statements (continued)

15 Stock lending (continued)

2020 Counterparty	Total market value of stock on loan £000	Amount of collateral received £000	Type of collateral category
Citigroup	152	169	Equity
JP Morgan	971	1,081	Equity
	1,123	1,250	

Recipient	Relationship	Total gross amount of stock lending revenue £000	Direct and indirect costs and fees deducted by securities lending agent £000	Net stock lending revenue retained by the fund £000
BNP Paribas	Stock lending agent	29	4	25

16 Risk

Currency risk

The exposure to currency risk is considered significant. The following table details the net exposure of the principal foreign currencies the fund is exposed to including any instruments used to hedge foreign currencies.

2021 Currency	Investment assets £000	Other net assets £000	Total net assets £000
Euro	3,152	-	3,152
UK sterling	65,943	3,519	69,462
US dollar	5,575	18	5,593
Total	74,670	3,537	78,207

2020

The fund's net exposure to currency risk (including any instruments used to hedge foreign currencies) is considered insignificant during the prior year.

Sensitivity analysis

The net foreign currency assets held by the fund at the year end were £8,744,805 (2020: £1,121,064). A 10% increase/(decrease) in the foreign exchange rates applied to the fund's net foreign currency assets would have the effect of increasing/(decreasing) the return for the year ended 31 January 2021 and the net assets as at 31 January 2021 by £874,480 (2020: £112,106).

Interest rate risk

The fund's exposure to interest rate risk is considered insignificant. This is consistent with the exposure during the prior year.

Other market price risk

An increase or decrease in market values will have a direct effect on the value of the investment assets in the portfolio and therefore a proportionate effect on the value of the fund.

Notes to the financial statements (continued)

16 Risk (continued)

Leverage

There have been no breaches of the maximum levels during the year, no changes to the maximum level of leverage employed by the fund or to its right of reuse of collateral or any guarantee granted under the leveraging arrangements.

	Gross method		Commitment method	
	Maximum level	Actual level	Maximum level	Actual level
	%	%	%	%
2021	200.00	108.27	150.00	100.30
2020	200.00	129.86	150.00	100.04

Liquidity risk

The following table provides a maturity analysis of the fund's financial liabilities showing the remaining contractual maturities on an undiscounted basis.

2021	On demand	Within one year	Over one year but not more than five years	Over five years
	£000	£000	£000	£000
Other creditors	-	504	-	-
Total	-	504	-	-

16 Risk (continued)

Liquidity risk (continued)

2020	On demand	Within one year	Over one year but not more than five years	Over five years
	£000	£000	£000	£000
Derivative financial liabilities	-	25	-	-
Other creditors	-	74	-	-
Total	-	99	-	-

17 Fair value disclosure

Fair value measurement

The intention of a fair value measurement is to estimate the price at which an asset or a liability could be exchanged in the market conditions prevailing at the measurement date. The measurement assumes the exchange is an orderly transaction (that is, it is not a forced transaction, involuntary liquidation or distress sale) between knowledgeable, willing participants on an independent basis.

The purpose of the fair value hierarchy is to prioritise the inputs that should be used to measure the fair value of assets and liabilities. The highest priority is given to quoted prices at which a transaction can be entered into and the lowest priority to unobservable inputs.

In accordance with FRS 102 the fund classifies fair value measurement under the following levels:

Level 1

The unadjusted quoted price in an active market for identical assets or liabilities that the entity can access at the measurement date.

Level 2

Inputs other than quoted prices included within level 1 that are either observable (i.e. developed using market data) for the asset or liability, either directly or indirectly.

Level 3

Inputs are unobservable (i.e. for which market data is unavailable) for the asset or liability.

Notes to the financial statements (continued)

17 Fair value disclosure (continued)

Fair value hierarchy

	2021		2020	
	Assets £000	Liabilities £000	Assets £000	Liabilities £000
Level 1	56,032	-	51,783	-
Level 2	18,453	-	9,837	25
Level 3	185	-	-	-
	74,670	-	61,620	25

Where a price is unavailable or the price provided is not thought to be a fair reflection of the current market value of the asset, the Investment Manager, at its discretion, may permit an alternative method of valuation to be used if they consider that it better reflects fair value and is in accordance with good accounting practice. The FVPC of the Investment Manager supports the ACD in determining or approving unquoted prices. Where deemed necessary, the FVPC will seek ratification of decisions from the Janus Henderson Investment Performance and Risk Committee. The FVPC meets on a monthly basis and consists of representatives from various parts of the Investment Manager who act as an independent party, segregated from the fund management function, to review and approve fair value pricing decisions and pricing models on a regular basis. The level 3 asset consists of an illiquid holding of Put Redemption shares in Highbridge Tactical Credit Fund (Highbridge). The Highbridge asset has been valued using a price calculated by Highbridge Multi-Strategy Ltd using the redemption portfolio. Highbridge is currently publishing unaudited NAVs for the Cash Exit Creditors on a periodic basis with the estimated value of the remaining portfolio yet to be realised. This is the best available information, sourced directly from Highbridge and gives an indicative current value of the portfolio.

18 Direct transaction costs

	Purchases		Sales	
	2021 £000	2020 £000	2021 £000	2020 £000
Trades in the year				
Collective investment schemes	12,157	4,219	4,357	2,336
Equities	31,555	32,692	25,241	54,863
Trades in the year before transaction costs	43,712	36,911	29,598	57,199
Transaction costs				
Commissions				
Collective investment schemes	-	-	-	-
Equities	12	13	13	26
Total commissions	12	13	13	26
Taxes				
Collective investment schemes	-	-	-	-
Equities	58	28	-	-
Total taxes	58	28	-	-
Other expenses				
Collective investment schemes	-	-	-	-
Equities	-	-	-	-
Total other expenses	-	-	-	-
Total transaction costs	70	41	13	26
Total net trades in the year after transaction costs	43,782	36,952	29,585	57,173

Notes to the financial statements (continued)

18 Direct transaction costs (continued)

	Purchases		Sales	
	2021	2020	2021	2020
	%	%	%	%
Total transaction costs expressed as a percentage of asset type cost				
Commissions				
Collective investment schemes	-	-	-	-
Equities	0.04	0.04	0.05	0.05
Taxes				
Collective investment schemes	-	-	-	-
Equities	0.18	0.09	-	-
Other expenses				
Collective investment schemes	-	-	-	-
Equities	-	-	-	-
	2021	2020		
	%	%		
Total transaction costs expressed as a percentage of net asset value				
Commissions	0.03	0.05		
Taxes	0.08	0.03		
Other expenses	-	-		
Total costs	0.11	0.08		

There were no in specie transfers during the year (2020: nil). There were corporate actions during the year of £2,027,960 (2020: £2,972,256).

There were no direct transaction costs associated with derivatives in the year (2020: nil).

Direct transaction costs are fees and commissions paid to agents, advisers, brokers and dealers, levies by regulatory agencies and securities exchanges, and transfer taxes and duties associated with investment transactions on the fund. These exclude any differences between quoted bid and offer prices or internal administrative or holding costs.

The costs of acquiring and disposing of units/shares in other collective investment schemes are included within the expense ratio which is an intrinsic part of the NAV price per unit/share of the underlying fund.

The portfolio dealing spread as at 29 January 2021 was 0.59% (2020: 0.71%). The portfolio dealing spread is calculated at a 12 noon valuation point.

19 Events after the Balance sheet date

There were no material post Balance sheet events which require disclosure within these financial statements.

Distribution table for the year ended 31 January 2021 (in pence per share)

Final dividend distribution (accounting date 31 January 2021, paid on 28 May 2021)

Group 1: shares purchased prior to 1 February 2020

Group 2: shares purchased on or after 1 February 2020

	Distribution per share	Total distribution per share 28/05/21	Total distribution per share 29/05/20
Class I accumulation			
Group 1	2.2066	2.2066	2.6874
Group 2	2.2066	2.2066	2.6874
Class Y accumulation			
Group 1	3.1439	3.1439	3.5654
Group 2	3.1439	3.1439	3.5654
Class Z accumulation			
Group 1	3.4233	3.4233	9.9746
Group 2	3.4233	3.4233	9.9746
Class Z income¹			
Group 1	n/a	n/a	8.7300
Group 2	n/a	n/a	8.7300

¹ Class Z income closed on 14 February 2020.

Janus Henderson Core 3 Income Fund

Authorised Corporate Director's report

Investment Fund Managers

Dean Cheeseman, Nick Watson and Paul O'Connor

Investment objective and policy

The fund aims to provide a sustainable level of income with the potential for capital growth, while maintaining a moderately low level of volatility, over the long term (5 years or more). Maintaining the volatility of the fund within defined limits, while not guaranteed, is prioritised over the generation of income.

The fund invests in Collective Investment Schemes (other funds including those managed by Janus Henderson and Exchange Traded Funds) to provide diversified global exposure to a range of assets including bonds issued by companies and governments, company shares (equities), and to a lesser extent, alternative assets such as property and commodities.

The Investment Manager may use derivatives (complex financial instruments) 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 with reference to Distribution Technology (an independent risk rating body) risk profile level '3' as referenced in the fund's name, as this relates to the target risk profile of the fund. The Investment Manager has a high degree of freedom to choose individual investments for the fund.

Performance summary

Cumulative performance

	One year	Three years	Five years	Since inception
	31 Jan 20 - 31 Jan 21	31 Jan 18 - 31 Jan 21	31 Jan 16 - 31 Jan 21	24 Sep 12 - 31 Jan 21
	%	%	%	%
Class I accumulation (Net)	1.8	9.2	24.9	39.1

Discrete performance

	31 Jan 20 - 31 Jan 21	31 Jan 19 - 31 Jan 20	31 Jan 18 - 31 Jan 19	31 Jan 17 - 31 Jan 18	31 Jan 16 - 31 Jan 17
	%	%	%	%	%
Class I accumulation (Net)	1.8	7.6	(0.4)	3.4	10.6

Source: Morningstar

Class I accumulation (Net), NAV to NAV, net of fees and net income reinvested as at 12 noon valuation point.

Benchmark usage: The fund has no target or constraint with reference to a benchmark. Performance assessment may best be made to funds that maintain the same risk rating from the same risk rating body as the fund.

Class I accumulation is disclosed as it is the representative share class.

Please remember that past performance is not a guide to future performance. The value of an investment and the revenue from it can fall as well as rise as a result of market and currency fluctuations and you may not get back the amount originally invested.

Authorised Corporate Director's report (continued)

Significant portfolio changes for the year ended 31 January 2021

Largest purchases	£000	Largest sales	£000
iShares USD Corporate Bond UCITS ETF	1,585	iShares USD Treasury Bond 7-10 Year UCITS ETF	1,500
iShares USD Treasury Bond 7-10 Year UCITS ETF	1,056	Muzinich Global Short Duration Investment Grade Fund Income	1,425
iShares Physical Gold ETC	840	iShares Core UK Gilts UCITS ETF	1,025
iShares USD High Yield Corp Bond UCITS ETF	718	iShares USD Corporate Bond UCITS ETF	930
Greencoat Renewables	446	iShares Physical Gold ETC	922
Renewables Infrastructure	405	iShares UK Dividend UCITS ETF	759
Schroder Oriental Income Fund	368	AXA US Short Duration High Yield Fund ZI Gross Income	710
UK Commercial Property Trust	357	BlackRock Energy and Resources Investment Trust	366
iShares UK Dividend UCITS ETF	245	iShares Euro Dividend UCITS ETF	352
NB Private Equity Partners 'A'	202	RWC Enhanced Income Fund	233
Total purchases	8,305	Total sales	11,974

Investment review

The fund returned 1.8% based on Class I accumulation (Net) over the year under review.

The reporting year saw significant volatility across all asset classes as a result of the COVID-19 global pandemic, although many still generated positive returns. The spread of COVID-19, the restrictions to subdue infection rates and development of vaccines were the main drivers of market moves, although the US presidential election briefly took centre stage.

The pandemic and related developments dominated the year, leading to the sharpest contraction in economic activity on record, as restrictions to prevent the spread of COVID-19 closed many businesses. However, an unprecedented policy response, a turn in the initial wave of infections and an inflection from extremely bearish sentiment led to a market rally from late March. The rally was, ultimately, sustained throughout the rest of the year, despite volatility ahead of the US election in November. A rotation towards more cyclical and value assets was further aided by news of a potential vaccine in early November. Despite the volatility, global equities ended the year significantly higher, while fixed income assets benefited from a significant fall in government bond yields as interest rates were cut.

Our medium-to-longer-term outlook for markets remains positive as the roll-out of COVID-19 vaccines begins to gather pace. It would take a serious change in the virus or significant concerns about the efficacy of the vaccines to alter this trend, in our view. Markets continue to show some signs of frothiness and over-exuberance, we believe, but this must be set against a clearly positive economic and corporate earnings narrative. Instead, it may be that the growth recovery itself represents a threat to financial markets. A stronger global economy should help lift government bond yields and raise questions about how long central banks can maintain their current policy settings, particularly if fiscal stimulus continues to add further support to growth and inflation. Rising yields are likely to be a headwind for further appreciation of already expensive assets, leading to a rotation in favour of cheaper, more cyclical assets. Understanding this dynamic is likely to be important to both making and preserving capital as it reshapes the market leadership.

There was huge performance divergence within equity markets during the reporting year. In general, income-focused strategies struggled with the backdrop of economic shutdown and implications for dividends as earnings collapsed. UK equities struggled the most, with large-cap income strategies such as the iShares UK Dividend UCITS ETF the weakest in absolute and relative terms, while more defensive strategies such as the RWC Enhanced Income Fund held up better. Europe fared better, with the Montanaro European Income Fund climbing 10.5%. US and Asian equities benefited from their more technology-focused markets, with Microsoft rising 32% and Taiwan Semiconductor Manufacturing more than doubling to end the year up 122%.

In a similar way to equities, alternatives had an interesting year. Property assets struggled with the recession and falling rents, although more esoteric investments such as the PRS REIT only fell 2.8%. Renewables and infrastructure assets were volatile in March, but generally provided resilient income streams and net asset value growth. Private equity also scraped positive returns, mainly driven by the recovery in UK assets into year end.

Fixed income assets were the most stable return drivers for the year, providing resilience in all but the most challenging of conditions in March, before corporate bonds participated strongly in the 'everything rally' from March onwards. The iShares Core UK Gilts UCITS ETF ended the year up 2.7%, while the Janus Henderson All Stocks Credit Fund increased 4.9%, amid falling yields and tightening spreads. Emerging market debt and flexible bond funds also benefited, with the Barings Emerging Markets Sovereign Debt Fund up 1.3% and the Janus Henderson Fixed Interest Monthly Income Fund gaining 6.8%.

The allocation to equities varied during the reporting year, in response to significant volatility as a result of the pandemic and the associated economic restrictions. Equities, in aggregate, were reduced in the first couple of months of 2020. This was done as the fund managers were, firstly, concerned about the ageing economic expansion, before the onset of the pandemic led to the sharpest economic contraction on record. A rotation towards more cyclical areas took place from the summer onwards, with a further shift in the lead-up to the US election and following the first news of a potential vaccine in early November.

Changes in fixed income allocations were influenced by the same fluctuations in risk sentiment that drove equity allocations. Holdings in nominal sovereign bonds were reduced as the spread of COVID-19 around the globe soured risk sentiment. The liquidation in the rush by investors to reduce risk led to significant dislocations in fixed income markets, before central banks stepped in with ample liquidity. The volatility in March presented opportunities to significantly increase exposure to US investment-grade bonds and top up other equity market holdings. These positions were subsequently reduced as markets recovered and the relative attractiveness declined.

Comparative tables for the year ended 31 January 2021

	Class A accumulation		
	2021	2020	2019
	(pence per share)	(pence per share)	(pence per share)
Change in net assets per share			
Opening net asset value per share	65.74	61.52	61.89
Return before operating charges*	1.84	5.09	0.46
Operating charges	(0.86)	(0.87)	(0.83)
Return after operating charges*	0.98	4.22	(0.37)
Distributions on accumulation shares	(2.14)	(2.45)	(2.20)
Retained distributions on accumulation shares	2.14	2.45	2.20
Closing net asset value per share	66.72	65.74	61.52
* after direct transaction costs of:	-	0.04	0.03

Performance

Return after charges	1.49%	6.86%	(0.60%)
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Other information

Closing net asset value (£000s)	462	585	357
Closing number of shares	691,696	889,876	579,754
Operating charges	1.34%	1.35%	1.35%
Direct transaction costs	0.00%	0.06%	0.05%

Prices

Highest share price (pence)	67.26	66.24	62.44
Lowest share price (pence)	55.54	61.60	60.30

	Class A income		
	2021	2020	2019
	(pence per share)	(pence per share)	(pence per share)
Change in net assets per share			
Opening net asset value per share	50.53	49.13	51.29
Return before operating charges*	1.33	4.00	0.35
Operating charges	(0.65)	(0.68)	(0.67)
Return after operating charges*	0.68	3.32	(0.32)
Distributions on income shares	(1.62)	(1.92)	(1.84)
Closing net asset value per share	49.59	50.53	49.13
* after direct transaction costs of:	-	0.03	0.03

Performance

Return after charges	1.35%	6.75%	(0.62%)
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Other information

Closing net asset value (£000s)	60	78	76
Closing number of shares	121,083	155,010	155,010
Operating charges	1.34%	1.35%	1.35%
Direct transaction costs	0.00%	0.06%	0.05%

Prices

Highest share price (pence)	51.00	51.15	51.30
Lowest share price (pence)	42.62	49.20	48.43

Comparative tables (continued)

	Class I accumulation		
	2021 (pence per share)	2020 (pence per share)	2019 (pence per share)
Change in net assets per share			
Opening net asset value per share	136.22	126.86	127.05
Return before operating charges*	3.68	10.35	0.76
Operating charges	(0.99)	(0.99)	(0.95)
Return after operating charges*	2.69	9.36	(0.19)
Distributions on accumulation shares	(4.28)	(4.90)	(4.02)
Retained distributions on accumulation shares	4.28	4.90	4.02
Closing net asset value per share	138.91	136.22	126.86
* after direct transaction costs of:	-	0.08	0.07

Performance

Return after charges	1.98%	7.38%	(0.15%)
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Other information

Closing net asset value (£000s)	10,523	13,461	12,138
Closing number of shares	7,575,598	9,882,168	9,567,589
Operating charges	0.74%	0.75%	0.75%
Direct transaction costs	0.00%	0.06%	0.05%

Prices

Highest share price (pence)	140.00	137.20	128.50
Lowest share price (pence)	115.20	127.00	124.00

	Class I income		
	2021 (pence per share)	2020 (pence per share)	2019 (pence per share)
Change in net assets per share			
Opening net asset value per share	105.61	102.06	105.88
Return before operating charges*	2.72	8.23	0.63
Operating charges	(0.76)	(0.79)	(0.78)
Return after operating charges*	1.96	7.44	(0.15)
Distributions on income shares	(3.27)	(3.89)	(3.67)
Closing net asset value per share	104.30	105.61	102.06
* after direct transaction costs of:	-	0.06	0.05

Performance

Return after charges	1.86%	7.29%	(0.14%)
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Other information

Closing net asset value (£000s)	9,131	8,727	7,792
Closing number of shares	8,755,125	8,263,093	7,634,932
Operating charges	0.74%	0.75%	0.75%
Direct transaction costs	0.00%	0.06%	0.05%

Prices

Highest share price (pence)	106.60	107.00	105.90
Lowest share price (pence)	89.14	102.20	100.60

Comparative tables (continued)

	Class A EUR Hedged accumulation		
	2021 (pence per share)	2020 (pence per share)	2019 (pence per share)
Change in net assets per share			
Opening net asset value per share	86.07	84.64	86.59
Return before operating charges*	6.57	2.63	(0.79)
Operating charges	(1.19)	(1.20)	(1.16)
Return after operating charges*	5.38	1.43	(1.95)
Distributions on accumulation shares	(2.97)	(3.32)	(3.06)
Retained distributions on accumulation shares	2.97	3.32	3.06
Closing net asset value per share	91.45	86.07	84.64
* after direct transaction costs of:	-	0.05	0.04
Performance			
Return after charges (Share class base currency)	6.25%	1.69%	(2.25%)
Return after charges (Share class currency hedged)	0.96%	5.51%	(1.83%)
Other information			
Closing net asset value (£000s)	87	97	1
Closing number of shares	95,407	113,149	1,545
Operating charges	1.34%	1.35%	1.35%
Direct transaction costs	0.00%	0.06%	0.05%
Prices			
Highest share price (Euro cents)	104.20	103.20	99.17
Lowest share price (Euro cents)	86.55	97.15	95.26
	Class I EUR Hedged accumulation		
	2021 (pence per share)	2020 (pence per share)	2019 (pence per share)
Change in net assets per share			
Opening net asset value per share	86.99	85.21	86.75
Return before operating charges*	6.58	2.44	(0.89)
Operating charges	(0.67)	(0.66)	(0.65)
Return after operating charges*	5.91	1.78	(1.54)
Distributions on accumulation shares	(2.90)	(3.23)	(2.99)
Retained distributions on accumulation shares	2.90	3.23	2.99
Closing net asset value per share	92.90	86.99	85.21
* after direct transaction costs of:	-	0.05	0.05
Performance			
Return after charges (Share class base currency)	6.79%	2.09%	(1.78%)
Return after charges (Share class currency hedged)	1.48%	5.93%	(1.36%)
Other information			
Closing net asset value (£000s)	50	23	1
Closing number of shares	54,281	25,911	1,535
Operating charges	0.73%	0.75%	0.75%
Direct transaction costs	0.00%	0.06%	0.05%
Prices			
Highest share price (Euro cents)	105.90	104.30	99.59
Lowest share price (Euro cents)	87.53	97.81	95.85

Comparative tables (continued)

Direct transaction costs incurred on securities transactions (including derivatives) are stated after deducting the proportion of the amounts collected from dilution adjustments that relate to direct transaction costs.

Performance values are at close of business on a bid basis, which will differ from those in the Performance summary.

Operating charges

Operating charges are expenses associated with the maintenance and administration of the fund on a day-to-day basis that are actually borne by the share class.

Share class launches and closures

There were no share classes launched or closed during the year.

Hedged share classes

Class A EUR Hedged accumulation and Class I EUR Hedged accumulation are hedged share classes. Hedged share classes allow the ACD to use currency hedging transactions to reduce the effect of fluctuations in the rate of exchange between the currency of shares in those classes and sterling which is the base currency of the fund.

Ongoing charge figure

The annualised OCF of the fund is calculated as the ratio of the total ongoing charges to the average net asset value for twelve months. Ongoing charges are all expenses deducted from the assets of the fund during the year, except for expenses that are explicitly excluded by regulation.

	2021 %	2020 %	Estimated OCF from 5 May 2020¹ %
Class A accumulation	1.34 ²	1.35	1.34
Class A income	1.34 ²	1.35	1.34
Class I accumulation	0.74 ²	0.75	0.74
Class I income	0.74 ²	0.75	0.74
Class A EUR Hedged accumulation	1.34 ²	1.35	1.34
Class I EUR Hedged accumulation	0.73 ²	0.75	0.73

The OCF includes a synthetic element of 0.15% (2020: 0.18%) to incorporate the OCF of underlying funds.

The ACD made a contribution to limit the fund's OCF ratio in the prior year. This is shown in note 2 of the financial statements.

The OCF is calculated in accordance with guidelines issued by ESMA.

Although this fund is a non-UCITS, we have used this disclosure to enable comparison across our fund range.

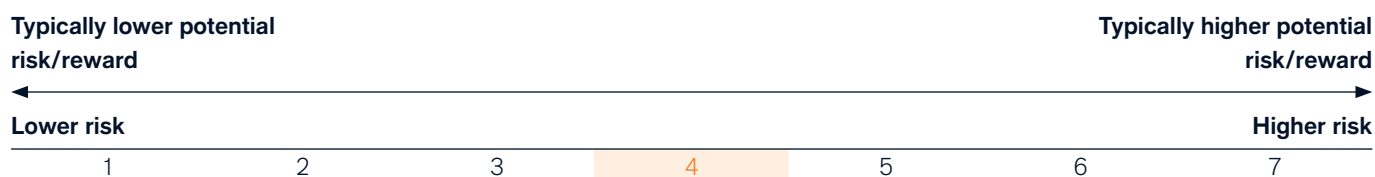
¹ The estimated ongoing charge is based on the new GAC rates to the year ended 31 January 2021.

² The GAC on all share classes increased from 0.02% to 0.024% on 5 May 2020 and therefore the rate applied is not consistent throughout the year.

Risk and reward profile

The fund currently has 6 types of share in issue: A accumulation, A income, I accumulation, I income, A EUR Hedged accumulation and I EUR Hedged accumulation. The risk and reward profile of each type of share class is as follows:

Each share class has the same risk and reward profile which is as follows:



The share classes appear at 4 out of 7. Share classes in higher categories have shown greater and/or more frequent variations in net asset value in the past 5 years than those in lower categories. The lowest category does not mean risk free.

The SRRRI is calculated based on historical volatility over a rolling 5* year period, it is reviewed monthly and updated if volatility has changed materially to cause a movement in the SRRRI level. The SRRRI is an indicator and may not accurately reflect future volatility and market conditions.

The value of an investment and any income from it can go up or down. When you sell your shares they may be worth less than you paid for them.

The risk/reward rating above is based on medium-term volatility. In the future, the fund's actual volatility could be higher or lower and its rated risk/reward level could change.

The fund targets a risk profile of 3 as calculated by Distribution Technology, which is an independent provider of risk profiling. Distribution Technology profiles funds on a scale of 1-10 and takes into consideration risk targets and other factors as well as past data. This is different to the 'Risk and Reward Profile' scale above, which is a regulated standard based only on past data.

For further information on the Distribution Technology risk profile please contact us or refer to the fund's prospectus.

The rating does not reflect the possible effects of unusual market conditions or large unpredictable events.

The full list of the fund's risks are contained in the 'Risk Warnings' section of the fund's prospectus.

There has been no change to the risk ratings in the year.

The SRRRI conforms to the ESMA guidelines for the calculation of the SRRRI.

* Class A EUR Hedged accumulation and Class I EUR Hedged accumulation were launched on 1 September 2017. As these share classes do not have a 5 year history, a synthetic history has been created using the fund's relevant sector average.

Portfolio statement as at 31 January 2021

Holding	Investment	Market value £000	Percentage of total net assets %
Alternatives 11.36% (2020: 9.46%)			
3,953	Barings Emerging Markets Sovereign Debt Fund A Income	360	1.77
369,083	HICL Infrastructure	644	3.17
243,468	International Public Partnerships	418	2.06
484,641	Renewables Infrastructure	615	3.03
24,295	3i	270	1.33
		<u>2,307</u>	<u>11.36</u>
Asia Ex Japan Equity 4.09% (2020: 2.11%)			
148,699	Janus Henderson Asian Dividend Income Unit Trust ¹	139	0.69
2,636	Samsung Electronics Preference Shares	125	0.62
156,077	Schroder Oriental Income Fund	416	2.04
1,711	Taiwan Semiconductor Manufacturing ADS	151	0.74
		<u>831</u>	<u>4.09</u>
Commodities 0.00% (2020: 2.05%)			
Diversified Bonds 7.09% (2020: 6.84%)			
6,260,752	Janus Henderson Fixed Interest Monthly Income Fund Income ¹	<u>1,439</u>	<u>7.09</u>
Emerging Market Bonds 1.90% (2020: 1.84%)			
41,670	Finisterre Unconstrained Emerging Markets Fixed Income Fund	<u>387</u>	<u>1.90</u>
Europe ex UK Equity 8.01% (2020: 9.14%)			
6,260	ABB	135	0.66
3,449	AXA	56	0.27
122,372	BlackRock Continental European Income Fund	195	0.96
88,956	Invesco European Equity Income Fund	116	0.57
7,479	iShares Euro Dividend UCITS ETF	117	0.57
1,070	Michelin	108	0.53
145,096	Montanaro European Income Fund Sterling Distribution	309	1.53
851	Nestlé	70	0.34
1,501	Novartis	99	0.49
4,890	RELX	89	0.44
260	Roche Non-Voting Shares	65	0.32
939	Sanofi	64	0.32
1,789	TOTAL	55	0.27
4,325	Volvo 'B'	78	0.39
242	Zurich Insurance	71	0.35
		<u>1,627</u>	<u>8.01</u>
Global Emerging Market Equity 2.39% (2020: 2.79%)			
331,915	JPMorgan Global Emerging Markets Income Trust	<u>486</u>	<u>2.39</u>
Global Equity 0.64% (2020: 0.49%)			
602	Lyxor SG Global Quality Income NTR UCITS ETF Distribution	58	0.28
4,200	SIG Combibloc	72	0.36
		<u>130</u>	<u>0.64</u>

Portfolio statement (continued)

Holding	Investment	Market value £000	Percentage of total net assets %
Government Bonds 15.52% (2020: 21.05%)			
94,262	iShares Core UK Gilts UCITS ETF	1,372	6.76
10,485	iShares USD Treasury Bond 7-10 Year UCITS ETF	1,658	8.16
1,911	SPDR Bloomberg Barclays UK Gilt UCITS ETF	122	0.60
		<u>3,152</u>	<u>15.52</u>
High Yield Bonds 2.55% (2020: 5.62%)			
399,340	Blackstone/GSO Loan Financing	230	1.13
2,593	Janus Henderson Horizon Global High Yield Bond Z3 Income ¹	289	1.42
		<u>519</u>	<u>2.55</u>
Investment Grade Bonds 11.48% (2020: 14.57%)			
17,784	iShares USD Corporate Bond UCITS ETF	1,685	8.29
364,922	Janus Henderson All Stocks Credit Fund I Income ¹	540	2.66
129,875	NB Global Floating Rate Income Fund	108	0.53
		<u>2,333</u>	<u>11.48</u>
Japan Equity 0.00% (2020: 0.43%)			
North America Equity 4.78% (2020: 3.00%)			
1,466	Bristol-Myers Squibb	66	0.32
215	Broadcom	70	0.35
2,356	Cisco Systems	76	0.38
577	CME 'A'	76	0.38
2,214	Coca-Cola	78	0.38
1,778	Corning	46	0.23
1,440	Medtronic	117	0.57
935	Microsoft	157	0.77
1,824	Mondelez International	74	0.36
4,561	Telus	69	0.34
569	Texas Instruments	69	0.34
1,817	Verizon Communications	72	0.36
		<u>970</u>	<u>4.78</u>
Private Equity 1.37% (2020: 0.33%)			
16,882	NB Private Equity Partners 'A'	200	0.98
8,128	Princess Private Equity	79	0.39
		<u>279</u>	<u>1.37</u>
Property 5.60% (2020: 4.46%)			
196,078	BMO Commercial Property Trust	153	0.75
651,956	PRS REIT	547	2.70
667,434	UK Commercial Property Trust	437	2.15
		<u>1,137</u>	<u>5.60</u>
Specialist Equity 5.51% (2020: 1.12%)			
7,140	Amcor	57	0.28
450,133	Greencoat Renewables	478	2.35
7,081	iShares USD High Yield Corp Bond UCITS ETF	533	2.63
5,099	Tele2 'B'	51	0.25
		<u>1,119</u>	<u>5.51</u>

Portfolio statement (continued)

Holding	Investment	Market value £000	Percentage of total net assets %
UK Equity 4.70% (2020: 11.09%)			
2,802	Burberry	48	0.24
8,563	Chenavari Capital Solutions ²	4	0.02
95,861	CVC Credit Partners European Opportunities	94	0.46
147,199	LF Gresham House UK Multi Cap Income Fund F Income	170	0.84
2,105	RWC Enhanced Income Fund	144	0.71
125,625	Trojan Income Fund	118	0.58
557,957	UK Mortgages	377	1.85
		<u>955</u>	<u>4.70</u>
Derivatives (0.05%) (2020: 0.42%)			
Contracts for Difference (0.11%) (2020: (0.05%))³			
Equity Long Contracts for Difference (0.11%) (2020: (0.05%))³			
1,055	Nikkei 225 Index	(6)	(0.03)
135	S&P 500 Index	(18)	(0.08)
		<u>(24)</u>	<u>(0.11)</u>
Futures (0.02%) (2020: 0.25%)			
(7)	CME E-mini S&P 500 Index March 2021	(13)	(0.07)
(37)	EUX Euro Stoxx 50 March 2021	10	0.05
		<u>(3)</u>	<u>(0.02)</u>
Forward Foreign Exchange Contracts 0.08% (2020: 0.23%)³			
	Buy GBP 1 : Sell EUR 1 February 2021 ⁴	-	-
	Buy GBP 1 : Sell EUR 1 February 2021 ⁴	-	-
	Buy GBP 1 : Sell EUR 1 February 2021 ⁴	-	-
	Buy GBP 3 : Sell EUR 3 February 2021 ⁴	-	-
	Buy GBP 319,938 : Sell EUR 360,489 February 2021	1	-
	Buy GBP 4 : Sell EUR 4 February 2021 ⁴	-	-
	Buy GBP 4 : Sell EUR 4 February 2021 ⁴	-	-
	Buy GBP 4,828,746 : Sell USD 6,605,147 February 2021	20	0.09
	Buy JPY 28,359,745 : Sell GBP 199,862 February 2021	(3)	(0.01)
		<u>18</u>	<u>0.08</u>
Forward Foreign Exchange Contracts (Hedged share classes) 0.00% (2020: (0.01%))³			
	Buy EUR 1 : Sell GBP 1 February 2021 ⁴	-	-
	Buy EUR 1 : Sell GBP 1 February 2021 ⁴	-	-
	Buy EUR 1 : Sell GBP 1 February 2021 ⁴	-	-
	Buy EUR 1 : Sell GBP 1 February 2021 ⁴	-	-
	Buy EUR 1 : Sell GBP 1 February 2021 ⁴	-	-
	Buy EUR 1 : Sell GBP 1 February 2021 ⁴	-	-
	Buy EUR 101,521 : Sell GBP 90,365 February 2021	(1)	-
	Buy EUR 3 : Sell GBP 3 February 2021 ⁴	-	-
	Buy EUR 4 : Sell GBP 4 February 2021 ⁴	-	-
	Buy EUR 4 : Sell GBP 4 February 2021 ⁴	-	-
	Buy EUR 58,662 : Sell GBP 52,216 February 2021 ⁴	-	-
	Buy GBP 1 : Sell EUR 1 February 2021 ⁴	-	-
	Buy GBP 1 : Sell EUR 1 February 2021 ⁴	-	-
	Buy GBP 1 : Sell EUR 1 February 2021 ⁴	-	-

Portfolio statement (continued)

Holding	Investment	Market value £000	Percentage of total net assets %
	Forward Foreign Exchange Contracts <small>(continued)</small>		
	Buy GBP 1 : Sell EUR 1 February 2021 ⁴	-	-
	Buy GBP 1,271 : Sell EUR 1,428 February 2021 ⁴	-	-
	Buy GBP 2,198 : Sell EUR 2,470 February 2021 ⁴	-	-
	Buy GBP 3 : Sell EUR 3 February 2021 ⁴	-	-
	Buy GBP 3 : Sell EUR 3 February 2021 ⁴	-	-
	Buy GBP 3 : Sell EUR 3 February 2021 ⁴	-	-
		(1)	-
	Investment assets including investment liabilities	17,661	86.94
	Other net assets	2,652	13.06
	Total net assets	20,313	100.00

¹ Related party to the fund

² Suspended or delisted securities

³ Not listed on an official stock exchange

⁴ Due to rounding to nearest £1,000

The collective investment schemes held are approved regulated collective investment schemes within the meaning of the FCA rules. Exchange traded funds and all other investments are listed on recognised stock exchanges or are 'approved securities' within the meaning of FCA rules unless otherwise stated.

Prior year comparative percentages have changed for some sectors due to reclassification within these sectors.

Portfolio statement (continued)

Composition of portfolio

2021	Market value £000	Percentage of total net assets %
Investments		
Total collective investment schemes	4,208	20.72
Total equities	13,463	66.27
Total derivatives	(10)	(0.05)
Investment assets including investment liabilities	17,661	86.94
Other net assets	2,652	13.06
Total net assets	20,313	100.00
2020	Market value £000	Percentage of total net assets %
Investments		
Total collective investment schemes	7,285	31.72
Total equities	14,856	64.67
Total derivatives	97	0.42
Investment assets including investment liabilities	22,238	96.81
Other net assets	733	3.19
Total net assets	22,971	100.00

Statement of total return for the year ended 31 January 2021

	Note	2021		2020	
		£000	£000	£000	£000
Income					
Net capital (losses)/gains	2		(469)		840
Revenue	3	701		886	
Expenses	4	(111)		(122)	
Interest payable and similar charges	5	(6)		(5)	
Net revenue before taxation		584		759	
Taxation	6	(57)		(62)	
Net revenue after taxation			527		697
Total return before distributions			58		1,537
Distributions	7		(638)		(819)
Change in net assets attributable to shareholders from investment activities			(580)		718

Statement of change in net assets attributable to shareholders

for the year ended 31 January 2021

	2021		2020	
	£000	£000	£000	£000
Opening net assets attributable to shareholders		22,971		20,365
Amounts receivable on issue of shares	4,147		4,813	
Amounts payable on cancellation of shares	(6,594)		(3,433)	
		(2,446)		1,380
Dilution adjustment		11		-
Change in net assets attributable to shareholders from investment activities		(580)		718
Retained distributions on accumulation shares		358		508
Closing net assets attributable to shareholders		20,313		22,971

Balance sheet as at 31 January 2021

	Note	2021 £000	2020 £000
Assets:			
Investments		17,702	22,263
Current assets:			
Debtors	8	98	1,220
Cash and bank balances	9	430	423
Cash equivalents	10	2,269	432
Total assets		20,499	24,338
Liabilities:			
Investment liabilities		41	25
Provisions for liabilities	11	-	1
Creditors:			
Amounts held at derivative clearing houses and brokers		10	68
Bank overdrafts		2	74
Distributions payable		15	46
Other creditors	12	118	1,153
Total liabilities		186	1,367
Net assets attributable to shareholders		20,313	22,971

1 Accounting policies

The accounting policies, distribution policy and potential risks are set out in notes 1 to 3 of the funds' aggregated notes to the financial statements.

2 Net capital (losses)/gains

Net capital (losses)/gains on investments during the year comprise:

	2021	2020
	£000	£000
ACD contribution to limit OCF	-	6
Capital management fee rebates	25	26
Derivative securities*	(21)	(262)
Forward currency contracts*	46	120
Forward currency contracts on hedged share classes*	5	(7)
Non-derivative securities*	(561)	972
Other currency gains/(losses)	47	(1)
Transaction costs	(10)	(14)
Net capital (losses)/gains	(469)	840
*The above includes:		
Realised (losses)/gains	(301)	195
Unrealised (losses)/gains	(230)	628
	(531)	823

* Where realised gains/(losses) include gains/(losses) arising in previous years, a corresponding gain/(loss) is included in unrealised gains/(losses).

3 Revenue

	2021	2020
	£000	£000
Derivative revenue	6	4
Distributions from UK regulated collective investment schemes:		
Franked investment revenue	27	45
Interest distribution	71	110
Unfranked investment revenue	-	1
Management fee rebates	3	4
Overseas dividends*	439	514
UK dividends	114	136
UK REIT revenue - PID	11	45
UK REIT revenue - non PID	29	25
US REIT revenue	1	2
Total revenue	701	886

* includes distributions from overseas funds

Notes to the financial statements (continued)

4 Expenses

	2021 £000	2020 £000
Payable to the ACD, associates of the ACD and agents of either of them:		
Annual management charge	104	115
GAC*	4	4
	<u>108</u>	<u>119</u>
Payable to the Depositary, associates of the Depositary and agents of either of them:		
Depositary fees	2	2
Safe custody fees	1	1
	<u>3</u>	<u>3</u>
Total expenses	<u>111</u>	<u>122</u>

Irrecoverable VAT is included in the above expenses where relevant.

* The current audit fee, which is levied through the GAC, is £14,335 (2020: £12,799), however, as the GAC charge is lower than the audit fee, the GAC does not fully recompense the ACD for this and certain other expenses charged to the fund.

5 Interest payable and similar charges

The interest payable and similar charges comprise:

	2021 £000	2020 £000
Interest payable*	5	5
Interest on margin	1	-
Total interest payable and similar charges	<u>6</u>	<u>5</u>

* Includes negative interest on credit balances held with the broker.

6 Taxation

(a) Analysis of charge in the year

The tax charge comprises:

	2021 £000	2020 £000
Current tax		
Deferred tax	(1)	1
Overseas withholding tax	14	8
Corporation tax	44	53
Total tax (note 6b)	<u>57</u>	<u>62</u>

Notes to the financial statements (continued)

6 Taxation (continued)

b) Factors affecting tax charge for year

The tax assessed for each year is different to the standard rate of corporation tax in the UK for funds of authorised OEICS of 20% (2020: 20%). The differences are explained below:

	2021	2020
	£000	£000
Net revenue before taxation	584	759
Corporation tax at 20% (2020: 20%)	117	152
Effects of:		
Overseas withholding tax	14	8
Overseas dividends	(45)	(63)
Tax effect of management fee rebates in capital	5	6
UK dividends*	(34)	(41)
Tax charge for the year (note 6a)	57	62

* As an OEIC this item is not subject to corporation tax.

OEICs are exempt from tax on capital gains made in the UK. Therefore, any capital return is not included within the reconciliation above.

(c) Deferred tax

	2021	2020
	£000	£000
Provision at start of year	1	-
Deferred tax charge for year (note 6a)	(1)	1
Provision at end of year	-	1

d) Factors that may affect future tax charges

There were no factors that may affect future tax charges at the current or prior year end.

7 Distributions

The distributions take account of revenue received on the issue of shares and revenue deducted on the cancellation of shares, and comprise:

	2021	2020
	£000	£000
Interim income	255	269
Interim accumulation	287	358
Final income	15	46
Final accumulation	71	150
	628	823
Amounts deducted on cancellation of shares	23	18
Amounts received on issue of shares	(13)	(22)
Total distributions	638	819
Net revenue after taxation	527	697
Expenses paid from capital	111	122
Total distributions	638	819

Details of the distribution per share are set out in the Distribution tables on pages 142 to 153.

Notes to the financial statements (continued)

8 Debtors

	2021	2020
	£000	£000
Accrued revenue	20	53
ACD contribution to limit OCF	-	14
Amounts receivable for issue of shares	24	113
Currency transactions awaiting settlement	-	528
Income tax recoverable	-	1
Management fee rebates	8	37
Sales awaiting settlement	46	474
Total debtors	98	1,220

9 Cash and bank balances

	2021	2020
	£000	£000
Amounts held at derivative clearing houses and brokers	430	356
Cash and bank balances	-	67
Total cash and bank balances	430	423

10 Cash equivalents

	2021	2020
	£000	£000
Short term investments	2,269	432
Total cash equivalents	2,269	432

The short term investments relate to holdings in the Deutsche Liquidity Managed Platinum Sterling Fund. Cash equivalents are held on the fund to ensure that there is sufficient cash backing to settle any futures contracts, in addition to other investment purposes, without increasing the economic exposure on the fund.

11 Provisions for liabilities

	2021	2020
	£000	£000
Deferred tax	-	1
Total provisions for liabilities	-	1

12 Other creditors

	2021	2020
	£000	£000
Accrued annual management charge	9	10
Accrued other expenses	2	3
Amounts payable for cancellation of shares	10	29
Corporation tax payable	44	52
Currency transactions awaiting settlement	-	531
Purchases awaiting settlement	53	528
Total other creditors	118	1,153

Notes to the financial statements (continued)

13 Contingent liabilities and commitments

There were no contingent liabilities or outstanding commitments at the current or prior year end.

14 Related party transactions

HIFL as ACD to the fund is deemed to be a related party in respect of their dealings with the fund. All transactions and balances associated with the ACD are disclosed within the 'Statement of total return', the 'Statement of change in net assets attributable to shareholders' and the 'Balance sheet' on pages 130 and 131 and notes 4, 7, 8 and 12 on pages 133 to 135 including all issues and cancellations where the ACD acted as principal.

Transactions with the ACD are as follows:

- ACD contribution to limit OCF
- All issues and cancellations
- Annual management charge
- GAC and any related charges where the GAC fee was unable to fully recompense the ACD, including the audit fee as outlined in note 4.

The ultimate controlling party of HIFL is Janus Henderson Group plc. The transactions associated with Janus Henderson Group plc, its subsidiaries and other funds managed by HIFL are as follows:

- a) The value of purchase transactions was £56,246 (2020: £1,728,734) and sales transactions was nil (2020: £2,037,200) and the balance outstanding at the year end was purchases nil (2020: nil) and sales nil (2020: nil).
- b) Revenue receivable for the year was £104,997 (2020: £126,104) and the balance outstanding at the year end was £2,581 (2020: £9,602).
- c) Management fee rebates receivable for the year was £23,148 (2020: £24,228) and the balance outstanding at the year end was £6,835 (2020: £35,891).
- d) The aggregate value of investments held at the year end was £2,407,489 (2020: £2,473,330).
- e) The ACD contribution to limit OCF was nil (2020: £6,142).

There were no material shareholders at the year end (2020: nil).

15 Shareholders' funds

The fund currently has 4 share classes available; Class A (Retail), Class I (Institutional), Class A EUR Hedged (Retail) and Class I EUR Hedged (Institutional). The annual management charge on each share class is as follows:

	2021	2020
	%	%
Class A	1.10	1.10
Class I	0.50	0.50
Class A EUR Hedged	1.10	1.10
Class I EUR Hedged	0.50	0.50

The net asset value of each share class, the net asset value per share and the number of shares in each share class are given in the Comparative tables on pages 119 to 122. The distribution per share class is given in the Distribution tables on pages 142 to 153. All share classes have the same rights on winding up

Shares reconciliation as at 31 January 2021

	Class A accumulation	Class A income	Class I accumulation	Class I income
Opening number of shares	889,876	155,010	9,882,168	8,263,093
Issues during the year	-	-	1,189,542	2,432,756
Cancellations during the year	(198,180)	(33,927)	(3,496,112)	(1,940,724)
Closing shares in issue	691,696	121,083	7,575,598	8,755,125
			Class A EUR Hedged accumulation	Class I EUR Hedged accumulation
Opening number of shares			113,149	25,911
Issues during the year			14,471	28,917
Cancellations during the year			(32,213)	(547)
Closing shares in issue			95,407	54,281

Notes to the financial statements (continued)

16 Financial derivatives

The fund may use financial derivatives for the purposes of efficient portfolio management.

Eligible collateral types are approved by the Investment Manager and are agreed with the relevant counterparty.

There was no collateral pledged or collateral held in respect of forward foreign exchange contracts at the year end (2020: nil). The fund had cash assets of £429,713 (2020: £356,241) and cash liabilities of £9,825 (2020: £68,248) held in margin accounts at derivative clearing houses and brokers at the year end. These balances are held as collateral on the fund's contracts for difference and futures contracts.

2021

At 31 January 2021 the counterparty exposure calculated using the positive marked-to-market value for each category of derivatives held was as follows:

Counterparty	Forward foreign exchange contracts £000	Futures £000	Total by counterparty £000
BNP Paribas	21	-	21
UBS	-	10	10
	<u>21</u>	<u>10</u>	<u>31</u>

2020

At 31 January 2020 the counterparty exposure calculated using the positive marked-to-market value for each category of derivatives held was as follows:

Counterparty	Forward foreign exchange contracts £000	Futures £000	Total by counterparty £000
BNP Paribas	47	-	47
UBS	6	69	75
	<u>53</u>	<u>69</u>	<u>122</u>

Cash equivalent investments held on the fund ensure the ability to be able to exercise derivative positions without increasing the economic exposure on the fund. This is further explained within the market risk note on page 15. The underlying exposure of these derivative positions is provided in the table below to enhance understanding of the fund's derivatives exposure and the effect of this exposure on the cash equivalents balance held by the fund. The total amount held in cash equivalent investments, which includes balances held for other investment purposes, is disclosed as short term investments in note 10.

2021

At 31 January 2021 the counterparty exposure calculated on a notional basis for each category of derivatives held was as follows:

Counterparty	Contracts for difference £000	Forward foreign exchange contracts £000	Futures £000	Total by counterparty £000
BNP Paribas	-	5,326	-	5,326
JP Morgan	-	145	-	145
UBS	568	-	(2,083)	(1,515)
	<u>568</u>	<u>5,471</u>	<u>(2,083)</u>	<u>3,956</u>

Notes to the financial statements (continued)

16 Financial derivatives (continued)

2020

At 31 January 2020 the counterparty exposure calculated on a notional basis for each category of derivatives held was as follows:

Counterparty	Contracts for difference £000	Forward foreign exchange contracts £000	Futures £000	Total by counterparty £000
BNP Paribas	-	5,309	-	5,309
JP Morgan	-	121	-	121
UBS	294	1,193	(3,018)	(1,531)
	294	6,623	(3,018)	3,899

17 Risk

Currency risk

The exposure to currency risk is considered significant. The following table details the net exposure of the principal foreign currencies the fund is exposed to including any instruments used to hedge foreign currencies.

	Investment assets including (investment liabilities) £000	Other net assets £000	Total net assets £000
2021			
Currency			
Canadian Dollar	69	-	69
Euro	991	141	1,132
Japanese Yen	191	38	229
Korean Won	125	3	128
Swedish Krona	130	-	130
Swiss Franc	513	-	513
UK Sterling	15,137	2,286	17,423
US Dollar	505	184	689
Total	17,661	2,653	20,313

2020

The fund's net exposure to currency risk (including any instruments used to hedge foreign currencies) is considered insignificant during the prior year.

Sensitivity analysis

The net foreign currency assets held by the fund at the year end were £2,889,508 (2020: nil). A 10% increase/(decrease) in the foreign exchange rates applied to the fund's net foreign currency assets would have the effect of increasing/(decreasing) the return for the year ended 31 January 2021 and the net assets as at 31 January 2021 by £288,951 (2020: nil).

Interest rate risk

The fund's exposure to interest rate risk is considered insignificant. This is consistent with the exposure during the prior year.

Other market price risk

An increase or decrease in market values will have a direct effect on the value of the investment assets in the portfolio and therefore a proportionate effect on the value of the fund.

Leverage

	Gross method		Commitment method	
	Maximum level %	Actual level %	Maximum level %	Actual level %
2021	225.00	139.00	175.00	111.00
2020	225.00	144.78	175.00	115.96

Notes to the financial statements (continued)

17 Risk (continued)

Liquidity risk

The following table provides a maturity analysis of the fund's financial liabilities showing the remaining contractual maturities on an undiscounted basis.

2021	On demand £000	Within one year £000	Over one year but not more than five years £000	Over five years £000
Amounts held at derivatives clearing houses and brokers	10	-	-	-
Bank overdrafts	2	-	-	-
Derivative financial liabilities	-	17	24	-
Distribution payable	-	15	-	-
Other creditors	-	118	-	-
Total	12	150	24	-
2020	On demand £000	Within one year £000	Over one year but not more than five years £000	Over five years £000
Amounts held at derivatives clearing houses and brokers	68	-	-	-
Bank overdrafts	74	-	-	-
Derivative financial liabilities	-	13	12	-
Distribution payable	-	46	-	-
Other creditors	-	1,153	-	-
Provisions for liabilities	-	1	-	-
Total	142	1,213	12	-

18 Fair value disclosure

Fair value measurement

The intention of a fair value measurement is to estimate the price at which an asset or a liability could be exchanged in the market conditions prevailing at the measurement date. The measurement assumes the exchange is an orderly transaction (that is, it is not a forced transaction, involuntary liquidation or distress sale) between knowledgeable, willing participants on an independent basis.

The purpose of the fair value hierarchy is to prioritise the inputs that should be used to measure the fair value of assets and liabilities. The highest priority is given to quoted prices at which a transaction can be entered into and the lowest priority to unobservable inputs.

In accordance with FRS 102 the fund classifies fair value measurement under the following levels:

Level 1

The unadjusted quoted price in an active market for identical assets or liabilities that the entity can access at the measurement date.

Level 2

Inputs other than quoted prices included within level 1 that are either observable (i.e. developed using market data) for the asset or liability, either directly or indirectly.

Level 3

Inputs are unobservable (i.e. for which market data is unavailable) for the asset or liability.

Notes to the financial statements (continued)

18 Fair value disclosure (continued)

Fair value hierarchy

	2021		2020	
	Assets £000	Liabilities £000	Assets £000	Liabilities £000
Level 1	13,470	13	14,924	11
Level 2	4,228	28	7,339	14
Level 3	4	-	-	-
	<u>17,702</u>	<u>41</u>	<u>22,263</u>	<u>25</u>

Where a price is unavailable or the price provided is not thought to be a fair reflection of the current market value of the asset, the Investment Manager, at its discretion, may permit an alternative method of valuation to be used if they consider that it better reflects fair value and is in accordance with good accounting practice. The FVPC of the Investment Manager supports the ACD in determining or approving unquoted prices. Where deemed necessary, the FVPC will seek ratification of decisions from the Janus Henderson Investment Performance and Risk Committee. The FVPC meets on a monthly basis and consists of representatives from various parts of the Investment Manager who act as an independent party, segregated from the fund management function, to review and approve fair value pricing decisions and pricing models on a regular basis. The Level 3 assets consist of an equity position held in a UK unlisted entity, Chenavari Capital Solutions (Chenavari). Chenavari's shares were delisted from the Specialist Fund Market of the London Stock Exchange on 1 October 2020 and is currently in its run-off period and returning capital to investors. The Fund uses a valuation technique based on published financial information, as such, the last known listed share price on 30 September 2020 has been used to determine the current valuation which was corroborated when the company published its first Net Asset Value (NAV) on 29 January 2021 since delisting. The published NAV shall be used going forward to adjust the fair value. The Fund shall also include other factors such as liquidity and market risk factors, and adjust the valuation model as deemed necessary.

19 Direct transaction costs

	Purchases		Sales	
	2021 £000	2020 £000	2021 £000	2020 £000
Trades in the year				
Collective investment schemes	174	4,949	3,108	3,011
Equities	<u>8,127</u>	<u>11,550</u>	<u>8,869</u>	<u>9,554</u>
Trades in the year before transaction costs	<u>8,301</u>	<u>16,499</u>	<u>11,977</u>	<u>12,565</u>
Transaction costs				
Commissions				
Collective investment schemes	-	-	-	-
Equities	<u>3</u>	<u>4</u>	<u>3</u>	<u>3</u>
Total commissions	<u>3</u>	<u>4</u>	<u>3</u>	<u>3</u>
Taxes				
Collective investment schemes	-	-	-	-
Equities	<u>1</u>	<u>4</u>	-	-
Total taxes	<u>1</u>	<u>4</u>	-	-
Other expenses				
Collective investment schemes	-	1	-	-
Equities	-	<u>1</u>	-	-
Total other expenses	-	<u>2</u>	-	-
Total transaction costs	<u>4</u>	<u>10</u>	<u>3</u>	<u>3</u>
Total net trades in the year after transaction costs	<u>8,305</u>	<u>16,509</u>	<u>11,974</u>	<u>12,562</u>

Notes to the financial statements (continued)

19 Direct transaction costs (continued)

	Purchases		Sales	
	2021 %	2020 %	2021 %	2020 %
Total transaction costs expressed as a percentage of asset type cost				
Commissions				
Collective investment schemes	-	-	-	-
Equities	0.04	0.03	0.03	0.03
Taxes				
Collective investment schemes	-	-	-	-
Equities	0.01	0.03	-	-
Other expenses				
Collective investment schemes	-	0.02	-	-
Equities	-	0.01	-	-
	2021 %	2020 %		
Total transaction costs expressed as a percentage of net asset value				
Commissions	0.03	0.03		
Taxes	0.01	0.02		
Other expenses	-	0.01		
Total costs	0.04	0.06		

There were no in specie transfers during the year (2020: nil). There were corporate actions during the year of £270,701 (2020: £13,210).

There were direct transaction costs associated with derivatives in the year of £429 (2020: £414) which is 0.00% of the average net asset value of the fund (2020: 0.00%).

Direct transaction costs are fees and commissions paid to agents, advisers, brokers and dealers, levies by regulatory agencies and securities exchanges, and transfer taxes and duties associated with investment transactions on the fund. These exclude any differences between quoted bid and offer prices or internal administrative or holding costs.

The costs of acquiring and disposing of units/shares in other collective investment schemes are included within the expense ratio which is an intrinsic part of the NAV price per unit/share of the underlying fund.

The portfolio dealing spread as at 29 January 2021 was 0.31% (2020: 0.33%). The portfolio dealing spread is calculated at a 12 noon valuation point.

20 Events after the Balance sheet date

There were no material post Balance sheet events which require disclosure within these financial statements.

Distribution tables for the year ended 31 January 2021 (in pence per share)

Interim dividend distribution (accounting date 29 February 2020, paid on 31 March 2020)

Group 1: shares purchased prior to 1 February 2020

Group 2: shares purchased on or after 1 February 2020

	Distribution per share	Equalisation	Total distribution per share 31/03/20	Total distribution per share 29/03/19
Class A accumulation				
Group 1	0.1041	-	0.1041	0.1369
Group 2	0.0597	0.0444	0.1041	0.1369
Class A income				
Group 1	0.0802	-	0.0802	0.1137
Group 2	0.0584	0.0218	0.0802	0.1137
Class I accumulation				
Group 1	0.2028	-	0.2028	0.2684
Group 2	0.0373	0.1655	0.2028	0.2684
Class I income				
Group 1	0.1574	-	0.1574	0.2289
Group 2	0.0223	0.1351	0.1574	0.2289
Class A EUR Hedged accumulation¹				
Group 1	0.1665	-	0.1665	0.2136
Group 2	0.1665	-	0.1665	0.2136
Class I EUR Hedged accumulation¹				
Group 1	0.1546	-	0.1546	0.2140
Group 2	0.1546	-	0.1546	0.2140

¹ in Euro cents per share

Distribution tables (continued)

Interim dividend distribution (accounting date 31 March 2020, paid on 30 April 2020)

Group 1: shares purchased prior to 1 March 2020

Group 2: shares purchased on or after 1 March 2020

	Distribution per share	Equalisation	Total distribution per share 30/04/20	Total distribution per share 30/04/19
Class A accumulation				
Group 1	0.1399	-	0.1399	0.1399
Group 2	0.0937	0.0462	0.1399	0.1399
Class A income				
Group 1	0.1358	-	0.1358	0.1358
Group 2	0.0923	0.0435	0.1358	0.1358
Class I accumulation				
Group 1	0.2756	-	0.2756	0.2756
Group 2	0.0697	0.2059	0.2756	0.2756
Class I income				
Group 1	0.2680	-	0.2680	0.2680
Group 2	0.0973	0.1707	0.2680	0.2680
Class A EUR Hedged accumulation¹				
Group 1	0.2187	-	0.2187	0.2187
Group 2	0.2187	-	0.2187	0.2187
Class I EUR Hedged accumulation¹				
Group 1	0.2192	-	0.2192	0.2192
Group 2	0.2192	-	0.2192	0.2192

¹ in Euro cents per share

Distribution tables (continued)

Interim dividend distribution (accounting date 30 April 2020, paid on 29 May 2020)

Group 1: shares purchased prior to 1 April 2020

Group 2: shares purchased on or after 1 April 2020

	Distribution per share	Equalisation	Total distribution per share 29/05/20	Total distribution per share 31/05/19
Class A accumulation				
Group 1	0.1646	-	0.1646	0.1646
Group 2	-	0.1646	0.1646	0.1646
Class A income				
Group 1	0.1598	-	0.1598	0.1598
Group 2	0.0543	0.1055	0.1598	0.1598
Class I accumulation				
Group 1	0.3243	-	0.3243	0.3243
Group 2	-	0.3243	0.3243	0.3243
Class I income				
Group 1	0.3153	-	0.3153	0.3153
Group 2	0.0664	0.2489	0.3153	0.3153
Class A EUR Hedged accumulation¹				
Group 1	0.2569	-	0.2569	0.2569
Group 2	0.2569	-	0.2569	0.2569
Class I EUR Hedged accumulation¹				
Group 1	0.2576	-	0.2576	0.2576
Group 2	0.2576	-	0.2576	0.2576

¹ in Euro cents per share

Distribution tables (continued)

Interim dividend distribution (accounting date 31 May 2020, paid on 30 June 2020)

Group 1: shares purchased prior to 1 May 2020

Group 2: shares purchased on or after 1 May 2020

	Distribution per share	Equalisation	Total distribution per share 30/06/20	Total distribution per share 28/06/19
Class A accumulation				
Group 1	0.1646	-	0.1646	0.1646
Group 2	-	0.1646	0.1646	0.1646
Class A income				
Group 1	0.1598	-	0.1598	0.1598
Group 2	0.0894	0.0704	0.1598	0.1598
Class I accumulation				
Group 1	0.3243	-	0.3243	0.3243
Group 2	-	0.3243	0.3243	0.3243
Class I income				
Group 1	0.3153	-	0.3153	0.3153
Group 2	-	0.3153	0.3153	0.3153
Class A EUR Hedged accumulation¹				
Group 1	0.2566	-	0.2566	0.2566
Group 2	0.2566	-	0.2566	0.2566
Class I EUR Hedged accumulation¹				
Group 1	0.2574	-	0.2574	0.2574
Group 2	0.2574	-	0.2574	0.2574

¹ in Euro cents per share

Distribution tables (continued)

Interim dividend distribution (accounting date 30 June 2020, paid on 31 July 2020)

Group 1: shares purchased prior to 1 June 2020

Group 2: shares purchased on or after 1 June 2020

	Distribution per share	Equalisation	Total distribution per share 31/07/20	Total distribution per share 31/07/19
Class A accumulation				
Group 1	0.1646	-	0.1646	0.1646
Group 2	-	0.1646	0.1646	0.1646
Class A income				
Group 1	0.1598	-	0.1598	0.1598
Group 2	0.0959	0.0639	0.1598	0.1598
Class I accumulation				
Group 1	0.3243	-	0.3243	0.3243
Group 2	-	0.3243	0.3243	0.3243
Class I income				
Group 1	0.3153	-	0.3153	0.3153
Group 2	-	0.3153	0.3153	0.3153
Class A EUR Hedged accumulation¹				
Group 1	0.2566	-	0.2566	0.2566
Group 2	0.2566	-	0.2566	0.2566
Class I EUR Hedged accumulation¹				
Group 1	0.2574	-	0.2574	0.2574
Group 2	0.2574	-	0.2574	0.2574

¹ in Euro cents per share

Distribution tables (continued)

Interim dividend distribution (accounting date 31 July 2020, paid on 28 August 2020)

Group 1: shares purchased prior to 1 July 2020

Group 2: shares purchased on or after 1 July 2020

	Distribution per share	Equalisation	Total distribution per share 28/08/20	Total distribution per share 30/08/19
Class A accumulation				
Group 1	0.1646	-	0.1646	0.1646
Group 2	-	0.1646	0.1646	0.1646
Class A income				
Group 1	0.1598	-	0.1598	0.1598
Group 2	0.0457	0.1141	0.1598	0.1598
Class I accumulation				
Group 1	0.3243	-	0.3243	0.3243
Group 2	-	0.3243	0.3243	0.3243
Class I income				
Group 1	0.3153	-	0.3153	0.3153
Group 2	0.0228	0.2925	0.3153	0.3153
Class A EUR Hedged accumulation¹				
Group 1	0.2566	-	0.2566	0.2566
Group 2	0.2566	-	0.2566	0.2566
Class I EUR Hedged accumulation¹				
Group 1	0.2574	-	0.2574	0.2574
Group 2	-	0.2574	0.2574	0.2574

¹ in Euro cents per share

Distribution tables (continued)

Interim dividend distribution (accounting date 31 August 2020, paid on 30 September 2020)

Group 1: shares purchased prior to 1 August 2020

Group 2: shares purchased on or after 1 August 2020

	Distribution per share	Equalisation	Total distribution per share 30/09/20	Total distribution per share 30/09/19
Class A accumulation				
Group 1	0.1646	-	0.1646	0.1646
Group 2	-	0.1646	0.1646	0.1646
Class A income				
Group 1	0.1536	-	0.1536	0.1598
Group 2	0.0884	0.0652	0.1536	0.1598
Class I accumulation				
Group 1	0.3243	-	0.3243	0.3243
Group 2	-	0.3243	0.3243	0.3243
Class I income				
Group 1	0.3153	-	0.3153	0.3153
Group 2	0.0342	0.2811	0.3153	0.3153
Class A EUR Hedged accumulation¹				
Group 1	0.2566	-	0.2566	0.2566
Group 2	-	0.2566	0.2566	0.2566
Class I EUR Hedged accumulation¹				
Group 1	0.2574	-	0.2574	0.2574
Group 2	0.2574	-	0.2574	0.2574

¹ in Euro cents per share

Distribution tables (continued)

Interim dividend distribution (accounting date 30 September 2020, paid on 30 October 2020)

Group 1: shares purchased prior to 1 September 2020

Group 2: shares purchased on or after 1 September 2020

	Distribution per share	Equalisation	Total distribution per share 30/10/20	Total distribution per share 31/10/19
Class A accumulation				
Group 1	0.1646	-	0.1646	0.1646
Group 2	-	0.1646	0.1646	0.1646
Class A income				
Group 1	0.1250	-	0.1250	0.1598
Group 2	0.1039	0.0211	0.1250	0.1598
Class I accumulation				
Group 1	0.3243	-	0.3243	0.3243
Group 2	-	0.3243	0.3243	0.3423
Class I income				
Group 1	0.2917	-	0.2917	0.3153
Group 2	0.1611	0.1306	0.2917	0.3153
Class A EUR Hedged accumulation¹				
Group 1	0.2566	-	0.2566	0.2566
Group 2	0.2566	-	0.2566	0.2566
Class I EUR Hedged accumulation¹				
Group 1	0.2574	-	0.2574	0.2574
Group 2	0.2574	-	0.2574	0.2574

¹ in Euro cents per share

Distribution tables (continued)

Interim dividend distribution (accounting date 31 October 2020, paid on 30 November 2020)

Group 1: shares purchased prior to 1 October 2020

Group 2: shares purchased on or after 1 October 2020

	Distribution per share	Equalisation	Total distribution per share 30/11/20	Total distribution per share 29/11/19
Class A accumulation				
Group 1	0.1646	-	0.1646	0.1646
Group 2	-	0.1646	0.1646	0.1646
Class A income				
Group 1	0.1122	-	0.1122	0.1598
Group 2	0.0582	0.0540	0.1122	0.1598
Class I accumulation				
Group 1	0.3243	-	0.3243	0.3243
Group 2	-	0.3243	0.3243	0.3243
Class I income				
Group 1	0.2250	-	0.2250	0.3153
Group 2	0.1094	0.1156	0.2250	0.3153
Class A EUR Hedged accumulation¹				
Group 1	0.2566	-	0.2566	0.2566
Group 2	0.2566	-	0.2566	0.2566
Class I EUR Hedged accumulation¹				
Group 1	0.2574	-	0.2574	0.2574
Group 2	0.2574	-	0.2574	0.2574

¹ in Euro cents per share

Distribution tables (continued)

Interim dividend distribution (accounting date 30 November 2020, paid on 31 December 2020)

Group 1: shares purchased prior to 1 November 2020

Group 2: shares purchased on or after 1 November 2020

	Distribution per share	Equalisation	Total distribution per share 31/12/20	Total distribution per share 31/12/19
Class A accumulation				
Group 1	0.1646	-	0.1646	0.1646
Group 2	-	0.1646	0.1646	0.1646
Class A income				
Group 1	0.1598	-	0.1598	0.1598
Group 2	0.1246	0.0352	0.1598	0.1598
Class I accumulation				
Group 1	0.3243	-	0.3243	0.3243
Group 2	-	0.3243	0.3243	0.3243
Class I income				
Group 1	0.3153	-	0.3153	0.3153
Group 2	0.1636	0.1517	0.3153	0.3153
Class A EUR Hedged accumulation¹				
Group 1	0.2566	-	0.2566	0.2566
Group 2	0.2566	-	0.2566	0.2566
Class I EUR Hedged accumulation¹				
Group 1	0.2574	-	0.2574	0.2574
Group 2	0.2574	-	0.2574	0.2574

¹ in Euro cents per share

Distribution tables (continued)

Interim dividend distribution (accounting date 31 December 2020, paid on 29 January 2021)

Group 1: shares purchased prior to 1 December 2020

Group 2: shares purchased on or after 1 December 2020

	Distribution per share	Equalisation	Total distribution per share 29/01/21	Total distribution per share 31/01/20
Class A accumulation				
Group 1	0.1646	-	0.1646	0.1646
Group 2	-	0.1646	0.1646	0.1646
Class A income				
Group 1	0.1289	-	0.1289	0.1598
Group 2	0.0602	0.0687	0.1289	0.1598
Class I accumulation				
Group 1	0.3243	-	0.3243	0.3243
Group 2	-	0.3243	0.3243	0.3243
Class I income				
Group 1	0.2703	-	0.2703	0.3153
Group 2	0.0932	0.1771	0.2703	0.3153
Class A EUR Hedged accumulation¹				
Group 1	0.2566	-	0.2566	0.2566
Group 2	0.2566	-	0.2566	0.2566
Class I EUR Hedged accumulation¹				
Group 1	0.2574	-	0.2574	0.2574
Group 2	0.2574	-	0.2574	0.2574

¹ in Euro cents per share

Distribution tables (continued)

Final dividend distribution (accounting date 31 January 2021, paid on 26 February 2021)

Group 1: shares purchased prior to 1 January 2021

Group 2: shares purchased on or after 1 January 2021

	Distribution per share	Equalisation	Total distribution per share 26/02/21	Total distribution per share 28/02/20
Class A accumulation				
Group 1	0.4140	-	0.4140	0.6909
Group 2	0.0428	0.3712	0.4140	0.6909
Class A income				
Group 1	0.0862	-	0.0862	0.2363
Group 2	0.0417	0.0445	0.0862	0.2363
Class I accumulation				
Group 1	0.8841	-	0.8841	1.4388
Group 2	0.0866	0.7975	0.8841	1.4388
Class I income				
Group 1	0.1702	-	0.1702	0.5508
Group 2	0.0456	0.1246	0.1702	0.5508
Class A EUR Hedged accumulation¹				
Group 1	0.6353	-	0.6353	1.0997
Group 2	0.6353	-	0.6353	1.0997
Class I EUR Hedged accumulation¹				
Group 1	0.5594	-	0.5594	0.9807
Group 2	0.5594	-	0.5594	0.9807

¹ in Euro cents per share

Janus Henderson Core 4 Income Fund

Authorised Corporate Director's report

Investment Fund Managers

Dean Cheeseman, Nick Watson and Paul O'Connor

Investment objective and policy

The fund aims to provide a sustainable level of income with the potential for capital growth, while maintaining a moderate to moderately low level of volatility, over the long term (5 years or more). Maintaining the volatility of the fund within defined limits, while not guaranteed, is prioritised over the generation of income.

The fund invests in Collective Investment Schemes (other funds including those managed by Janus Henderson and Exchange Traded Funds) to provide diversified global exposure to a range of assets including bonds issued by companies and governments, company shares (equities), and to a lesser extent, alternative assets such as property and commodities.

The Investment Manager may use derivatives (complex financial instruments) 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 with reference to Distribution Technology (an independent risk rating body) risk profile level '4' as referenced in the fund's name, as this relates to the target risk profile of the fund. The Investment Manager has a high degree of freedom to choose individual investments for the fund.

Performance summary

Cumulative performance

	One year	Three years	Five years	Since inception
	31 Jan 20 - 31 Jan 21	31 Jan 18 - 31 Jan 21	31 Jan 16 - 31 Jan 21	10 May 13 - 31 Jan 21
	%	%	%	%
Class I accumulation (Net)	1.2	8.8	29.5	30.9

Discrete performance

	31 Jan 20 - 31 Jan 21	31 Jan 19 - 31 Jan 20	31 Jan 18 - 31 Jan 19	31 Jan 17 - 31 Jan 18	31 Jan 16 - 31 Jan 17
	%	%	%	%	%
Class I accumulation (Net)	1.2	8.7	(1.1)	4.7	13.6

Source: Morningstar

Class I accumulation (Net), NAV to NAV, net of fees and net income reinvested as at 12 noon valuation point.

Benchmark usage: The fund has no target or constraint with reference to a benchmark. Performance assessment may best be made to funds that maintain the same risk rating from the same risk rating body as the fund.

Class I accumulation is disclosed as it is the representative share class.

Please remember that past performance is not a guide to future performance. The value of an investment and the revenue from it can fall as well as rise as a result of market and currency fluctuations and you may not get back the amount originally invested.

Authorised Corporate Director's report (continued)

Significant portfolio changes for the year ended 31 January 2021

Largest purchases	£000	Largest sales	£000
iShares USD Corporate Bond UCITS ETF	2,856	iShares USD Treasury Bond 7-10 Year UCITS ETF	3,007
iShares Physical Gold ETC	2,089	iShares Physical Gold ETC	2,272
iShares USD Treasury Bond 7-10 Year UCITS ETF	1,656	iShares UK Dividend UCITS ETF	1,347
iShares USD High Yield Corp Bond UCITS ETF	1,386	iShares USD Corporate Bond UCITS ETF	1,181
Greencoat Renewables	1,075	Muzinich Global Short Duration Investment Grade Fund Income	1,168
Schroder Oriental Income Fund	916	AXA US Short Duration High Yield Fund ZI Gross Income	1,150
UK Commercial Property Trust	755	iShares Core UK Gilts UCITS ETF	1,106
iShares UK Dividend UCITS ETF	720	iShares Euro Dividend UCITS ETF	868
Renewables Infrastructure	614	BlackRock Energy and Resources Investment Trust	697
NB Private Equity Partners 'A'	479	Ninety One UK Equity Income Fund	423
Total purchases	18,364	Total sales	19,844

Investment review

The fund returned 1.2% based on Class I accumulation (Net) over the year under review.

The reporting year saw significant volatility across all asset classes as a result of the COVID-19 global pandemic, although many still generated positive returns. The spread of COVID-19, the restrictions to subdue infection rates and development of vaccines were the main drivers of market moves, although the US presidential election briefly took centre stage.

The pandemic and related developments dominated the year, leading to the sharpest contraction in economic activity on record, as restrictions to prevent the spread of COVID-19 closed many businesses. However, an unprecedented policy response, a turn in the initial wave of infections and an inflection from extremely bearish sentiment led to a market rally from late March. The rally was, ultimately, sustained throughout the rest of the year, despite volatility ahead of the US election in November. A rotation towards more cyclical and value assets was further aided by news of a potential vaccine in early November. Despite the volatility, global equities ended the year significantly higher, while fixed income assets benefited from a significant fall in government bond yields as interest rates were cut.

Our medium-to-longer-term outlook for markets remains positive as the roll-out of COVID-19 vaccines begins to gather pace. It would take a serious change in the virus or significant concerns about the efficacy of the vaccines to change this trend, in our view. Markets continue to show some signs of frothiness and over-exuberance, we believe, but this must be set against a clearly positive economic and corporate earnings narrative. Instead, it may be that the growth recovery itself represents a threat to financial markets. A stronger global economy should help lift government bond yields and raise questions about how long central banks can maintain their current policy settings, particularly if fiscal stimulus continues to add further support to growth and inflation. Rising yields are likely to be a headwind for further appreciation of already expensive assets, leading to a rotation in favour of cheaper, more cyclical assets. Understanding this dynamic is likely to be important to both making and preserving capital as it reshapes the market leadership.

There was huge performance divergence within equity markets during the reporting year. In general, income-focused strategies struggled with the backdrop of economic shutdown and implications for dividends as earnings collapsed. UK equities struggled the most, with large-cap income strategies such as the iShares UK Dividend UCITS ETF the weakest in absolute and relative terms, while more defensive strategies such as the RWC Enhanced Income Fund held up better. Europe fared better, with the BlackRock Continental European Income Fund climbing 8.2%. US and Asian equities benefited from their more technology-focused markets, with Microsoft rising 32% and Samsung Electronics gaining 65%.

In a similar way to equities, alternatives had an interesting year. Property assets struggled with the recession and falling rents, although more esoteric investments such as the PRS REIT only fell 2.8%. Renewables and infrastructure assets were volatile in March, but generally provided resilient income streams and net asset value growth. Private equity also scraped positive returns, mainly driven by the recovery in UK assets into year end.

Fixed income assets were the most stable return drivers for the year, providing resilience in all but the most challenging of conditions in March, before corporate bonds participated strongly in the 'everything rally' from March onwards. The SPDR Bloomberg Barclays UK Gilt UCITS ETF ended the year up 2.7%, while the Janus Henderson All Stocks Credit Fund increased 4.9%, amid falling yields and tightening spreads. Emerging market debt and flexible bond funds also benefited, with the Finissterre Unconstrained Emerging Markets Fixed Income Fund up 3.9% and the Janus Henderson Fixed Interest Monthly Income Fund gaining 6.8%.

The allocation to equities varied during the reporting year, in response to significant volatility as a result of the pandemic and the associated economic restrictions. Equities, in aggregate, were reduced in the first couple of months of 2020. This was done as the fund managers were, firstly, concerned about the ageing economic expansion, before the onset of the global pandemic led to the sharpest economic contraction on record. A rotation towards more cyclical areas took place from the summer onwards, with a further shift in the lead-up to the US election and following the first news of a potential vaccine in early November.

Changes in fixed income allocations were influenced by the same fluctuations in risk sentiment that drove equity allocations. Holdings in nominal sovereign bonds were reduced as the spread of COVID-19 around the globe soured risk sentiment. The liquidation in the rush by investors to reduce risk led to significant dislocations in fixed income markets, before central banks stepped in with ample liquidity. The volatility in March presented opportunities to significantly increase exposure to US investment-grade bonds and top up other equity market holdings. These positions were subsequently reduced as markets recovered and the relative attractiveness declined.

Comparative tables for the year ended 31 January 2021

	Class A accumulation		
	2021	2020	2019
	(pence per share)	(pence per share)	(pence per share)
Change in net assets per share			
Opening net asset value per share	52.90	49.06	49.72
Return before operating charges*	1.12	4.54	-
Operating charges	(0.68)	(0.70)	(0.66)
Return after operating charges*	0.44	3.84	(0.66)
Distributions on accumulation shares	(1.86)	(2.17)	(2.03)
Retained distributions on accumulation shares	1.86	2.17	2.03
Closing net asset value per share	53.34	52.90	49.06
* after direct transaction costs of:	0.01	0.03	0.04

Performance

Return after charges	0.84%	7.82%	(1.33%)
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Other information

Closing net asset value (£000s)	433	519	141
Closing number of shares	811,491	980,086	287,268
Operating charges	1.34%	1.35%	1.35%
Direct transaction costs	0.03%	0.06%	0.09%

Prices

Highest share price (pence)	54.17	53.79	50.26
Lowest share price (pence)	42.89	49.15	47.81

Class G accumulation

	2021	29/11/19 - 31/01/20
	(pence per share)	(pence per share)
Change in net assets per share		
Opening net asset value per share	101.03	100.00 ¹
Return before operating charges*	2.05	1.13
Operating charges	(0.63)	(0.10)
Return after operating charges*	1.42	1.03
Distributions on accumulation shares	(3.42)	(0.64)
Retained distributions on accumulation shares	3.42	0.64
Closing net asset value per share	102.45	101.03
* after direct transaction costs of:	0.03	0.06

Performance

Return after charges	1.41%	1.03%
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Other information

Closing net asset value (£000s)	1	1
Closing number of shares	500	500
Operating charges	0.65%	0.58%
Direct transaction costs	0.03%	0.06%

Prices

Highest share price (pence)	104.00	102.70
Lowest share price (pence)	81.97	98.98

¹ Class G accumulation launched on 29 November 2019 and this is the first published price.

Comparative tables (continued)

	Class I accumulation		
	2021 (pence per share)	2020 (pence per share)	2019 (pence per share)
Change in net assets per share			
Opening net asset value per share	128.79	118.88	119.90
Return before operating charges*	2.62	10.85	(0.13)
Operating charges	(0.92)	(0.94)	(0.89)
Return after operating charges*	1.70	9.91	(1.02)
Distributions on accumulation shares	(4.39)	(5.11)	(4.69)
Retained distributions on accumulation shares	4.39	5.11	4.69
Closing net asset value per share	130.49	128.79	118.88
* after direct transaction costs of:	0.04	0.07	0.11

Performance

Return after charges	1.32%	8.34%	(0.85%)
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Other information

Closing net asset value (£000s)	27,375	28,929	25,199
Closing number of shares	20,979,633	22,461,866	21,196,354
Operating charges	0.74%	0.75%	0.75%
Direct transaction costs	0.03%	0.06%	0.09%

Prices

Highest share price (pence)	132.50	130.90	121.50
Lowest share price (pence)	104.50	119.10	115.80

	Class I income		
	2021 (pence per share)	2020 (pence per share)	2019 (pence per share)
Change in net assets per share			
Opening net asset value per share	98.45	94.67	99.44
Return before operating charges*	1.80	8.51	(0.10)
Operating charges	(0.69)	(0.73)	(0.72)
Return after operating charges*	1.11	7.78	(0.82)
Distributions on income shares	(3.31)	(4.00)	(3.95)
Closing net asset value per share	96.25	98.45	94.67
* after direct transaction costs of:	0.03	0.06	0.09

Performance

Return after charges	1.12%	8.22%	(0.82%)
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Other information

Closing net asset value (£000s)	18,305	18,807	15,923
Closing number of shares	19,017,203	19,102,590	16,819,569
Operating charges	0.74%	0.75%	0.75%
Direct transaction costs	0.03%	0.06%	0.09%

Prices

Highest share price (pence)	100.10	100.70	99.53
Lowest share price (pence)	79.75	94.85	92.92

Comparative tables (continued)

	Class A EUR Hedged accumulation		
	2021 (pence per share)	2020 (pence per share)	2019 (pence per share)
Change in net assets per share			
Opening net asset value per share	86.44	84.31	86.76
Return before operating charges*	6.04	3.32	(1.29)
Operating charges	(1.18)	(1.19)	(1.16)
Return after operating charges*	4.86	2.13	(2.45)
Distributions on accumulation shares	(3.23)	(3.68)	(3.55)
Retained distributions on accumulation shares	3.23	3.68	3.55
Closing net asset value per share	91.30	86.44	84.31
* after direct transaction costs of:	0.03	0.05	0.08
Performance			
Return after charges (Share class base currency)	5.62%	2.53%	(2.82%)
Return after charges (Share class currency hedged)	0.37%	6.39%	(2.42%)
Other information			
Closing net asset value (£000s)	454	379	462
Closing number of shares	496,989	438,809	548,315
Operating charges	1.34%	1.35%	1.35%
Direct transaction costs	0.03%	0.06%	0.09%
Prices			
Highest share price (Euro cents)	104.80	104.60	99.62
Lowest share price (Euro cents)	83.45	96.82	94.32
	Class I EUR Hedged accumulation		
	2021 (pence per share)	2020 (pence per share)	2019 (pence per share)
Change in net assets per share			
Opening net asset value per share	87.42	84.84	86.93
Return before operating charges*	6.00	3.25	(1.44)
Operating charges	(0.66)	(0.67)	(0.65)
Return after operating charges*	5.34	2.58	(2.09)
Distributions on accumulation shares	(3.16)	(3.61)	(3.46)
Retained distributions on accumulation shares	3.16	3.61	3.46
Closing net asset value per share	92.76	87.42	84.84
* after direct transaction costs of:	0.03	0.05	0.08
Performance			
Return after charges (Share class base currency)	6.11%	3.04%	(2.40%)
Return after charges (Share class currency hedged)	0.83%	6.91%	(1.99%)
Other information			
Closing net asset value (£000s)	55	36	36
Closing number of shares	59,636	41,620	41,725
Operating charges	0.74%	0.75%	0.75%
Direct transaction costs	0.03%	0.06%	0.09%
Prices			
Highest share price (Euro cents)	106.50	105.80	100.00
Lowest share price (Euro cents)	84.44	97.44	94.87

Comparative tables (continued)

Direct transaction costs incurred on securities transactions (including derivatives) are stated after deducting the proportion of the amounts collected from dilution adjustments that relate to direct transaction costs.

Performance values are at close of business on a bid basis, which will differ from those in the Performance summary.

Operating charges

Operating charges are expenses associated with the maintenance and administration of the fund on a day-to-day basis that are actually borne by the share class.

Share class launches and closures

There were no share classes launched or closed during the year.

Hedged share classes

Class A EUR Hedged accumulation and Class I EUR Hedged accumulation are hedged share classes. Hedged share classes allow the ACD to use currency hedging transactions to reduce the effect of fluctuations in the rate of exchange between the currency of shares in those classes and sterling which is the base currency of the fund.

Ongoing charge figure

The annualised OCF of the fund is calculated as the ratio of the total ongoing charges to the average net asset value for twelve months. Ongoing charges are all expenses deducted from the assets of the fund during the year, except for expenses that are explicitly excluded by regulation.

	2021 %	2020 %	Estimated OCF from 5 May 2020 ¹ %
Class A accumulation	1.34 ²	1.35	1.34
Class G accumulation³	0.65 ²	0.58	0.65
Class I accumulation	0.74 ²	0.75	0.74
Class I income	0.74 ²	0.75	0.74
Class A EUR Hedged accumulation	1.34 ²	1.35	1.34
Class I EUR Hedged accumulation	0.74 ²	0.75	0.74

The OCF includes a synthetic element of 0.18% (2020: 0.19%) to incorporate the OCF of underlying funds.

The ACD made a contribution to limit the fund's OCF ratio in the prior year. This is shown in note 2 of the financial statements.

The OCF is calculated in accordance with guidelines issued by ESMA.

Although this fund is a non-UCITS, we have used this disclosure to enable comparison across our fund range.

¹ The estimated ongoing charge is based on the new GAC rates to the year ended 31 January 2021.

² The GAC on all share classes increased from 0.02% to 0.024% on 5 May 2020 and therefore the rate applied is not consistent through the year.

³ Class G accumulation launched on 29 November 2019. An annualised OCF rate has been disclosed in the prior year comparative.

Risk and reward profile

The fund currently has 6 types of share class in issue: A accumulation, G accumulation, I accumulation, I income, A EUR Hedged accumulation and I EUR Hedged accumulation.

Each share class has the same risk and reward profile which is as follows:



The share classes appear at 5 out of 7. Share classes in higher categories have shown greater and/or more frequent variations in net asset value in the past 5 years than those in lower categories. The lowest category does not mean risk free.

The SRRRI is calculated based on historical volatility over a rolling 5* year period, it is reviewed monthly and updated if volatility has changed materially to cause a movement in the SRRRI level. The SRRRI is an indicator and may not accurately reflect future volatility and market conditions.

The value of an investment and any income from it can go up or down. When you sell your shares they may be worth less than you paid for them.

The risk/reward rating above is based on medium-term volatility. In the future, the fund's actual volatility could be higher or lower and its rated risk/reward level could change.

The fund targets a risk profile of 4 as calculated by Distribution Technology, which is an independent provider of risk profiling. Distribution Technology profiles funds on a scale of 1-10 and takes into consideration risk targets and other factors as well as past data. This is different to the 'Risk and Reward Profile' scale above, which is a regulated standard based only on past data.

For further information on the Distribution Technology risk profile please contact us or refer to the fund's prospectus.

The rating does not reflect the possible effects of unusual market conditions or large unpredictable events.

The full list of the fund's risks are contained in the 'Risk Warnings' section of the fund's prospectus.

There has been no change to the risk ratings in the year.

The SRRRI conforms to the ESMA guidelines for the calculation of the SRRRI.

* Class A accumulation, Class A EUR Hedged accumulation and Class I EUR Hedged accumulation were launched on 1 September 2017, Class G accumulation was launched on 29 November 2019. As these share classes do not have a 5 year history, a synthetic history has been created using the fund's relevant sector average.

Portfolio statement as at 31 January 2021

Holding	Investment	Market value £000	Percentage of total net assets %
Alternatives 12.12% (2020: 9.99%)			
12,212	Barings Emerging Markets Sovereign Debt Fund A Income	1,113	2.39
887,957	HICL Infrastructure	1,548	3.31
505,088	International Public Partnerships	867	1.86
1,144,074	Renewables Infrastructure	1,453	3.12
60,346	3i	671	1.44
		<u>5,652</u>	<u>12.12</u>
Asia Ex Japan Equity 6.52% (2020: 3.87%)			
1,036,415	Janus Henderson Asian Dividend Income Unit Trust ¹	972	2.08
7,714	Samsung Electronics Preference Shares	367	0.79
473,348	Schroder Oriental Income Fund	1,259	2.70
5,008	Taiwan Semiconductor Manufacturing ADS	443	0.95
		<u>3,041</u>	<u>6.52</u>
Commodities 0.00% (2020: 1.84%)			
Diversified Bonds 7.06% (2020: 6.65%)			
14,318,600	Janus Henderson Fixed Interest Monthly Income Fund Income ¹	3,292	7.06
90	Janus Henderson Strategic Bond Fund I Income ^{1,2}	-	-
		<u>3,292</u>	<u>7.06</u>
Emerging Market Bonds 2.68% (2020: 2.48%)			
134,855	Finisterre Unconstrained Emerging Markets Fixed Income Fund	1,251	2.68
Europe ex UK Equity 9.22% (2020: 10.90%)			
18,321	ABB	395	0.85
10,095	AXA	163	0.35
213,702	BlackRock Continental European Income Fund	341	0.73
161,169	Invesco European Equity Income Fund	210	0.45
17,821	iShares Euro Dividend UCITS ETF	278	0.60
3,130	Michelin	315	0.68
405,481	Montanaro European Income Fund Sterling Distribution	866	1.85
2,492	Nestlé	204	0.44
4,395	Novartis	290	0.62
14,313	RELX	260	0.56
760	Roche Non-Voting Shares	191	0.41
2,747	Sanofi	187	0.40
5,235	TOTAL	162	0.35
12,659	Volvo 'B'	229	0.49
708	Zurich Insurance	206	0.44
		<u>4,297</u>	<u>9.22</u>
Global Emerging Market Equity 3.75% (2020: 3.13%)			
1,193,916	JPMorgan Global Emerging Markets Income Trust	1,749	3.75
Global Equity 2.60% (2020: 3.32%)			
10,457	Lyxor SG Global Quality Income NTR UCITS ETF Distribution	999	2.14
12,293	SIG Combibloc	214	0.46
		<u>1,213</u>	<u>2.60</u>

Portfolio statement (continued)

Holding	Investment	Market value £000	Percentage of total net assets %
Government Bonds 8.25% (2020: 12.64%)			
94,945	iShares Core UK Gilts UCITS ETF	1,382	2.96
14,041	iShares USD Treasury Bond 7-10 Year UCITS ETF	2,219	4.77
3,822	SPDR Bloomberg Barclays UK Gilt UCITS ETF	244	0.52
		<u>3,845</u>	<u>8.25</u>
High Yield Bonds 2.45% (2020: 5.02%)			
1,128,498	Blackstone/GSO Loan Financing	649	1.39
4,423	Janus Henderson Horizon Global High Yield Bond Z3 Income ¹	493	1.06
		<u>1,142</u>	<u>2.45</u>
Investment Grade Bonds 12.05% (2020: 11.39%)			
38,533	iShares USD Corporate Bond UCITS ETF	3,649	7.83
728,029	Janus Henderson All Stocks Credit Fund I Income ¹	1,077	2.31
6,708	Muzinich Global Short Duration Investment Grade Fund Income	667	1.43
269,489	NB Global Floating Rate Income Fund	224	0.48
		<u>5,617</u>	<u>12.05</u>
Japan Equity 0.00% (2020: 0.95%)			
North America Equity 6.09% (2020: 4.25%)			
4,292	Bristol-Myers Squibb	192	0.41
628	Broadcom	206	0.44
6,895	Cisco Systems	224	0.48
1,690	CME 'A'	223	0.48
6,480	Coca-Cola	227	0.49
5,204	Corning	136	0.29
4,216	Medtronic	342	0.73
2,737	Microsoft	461	1.00
5,337	Mondelez International	215	0.46
13,348	Telus	201	0.43
1,664	Texas Instruments	201	0.43
5,317	Verizon Communications	212	0.45
		<u>2,840</u>	<u>6.09</u>
Private Equity 1.34% (2020: 0.30%)			
40,083	NB Private Equity Partners 'A'	475	1.01
15,613	Princess Private Equity	152	0.33
		<u>627</u>	<u>1.34</u>
Property 4.87% (2020: 4.10%)			
409,982	BMO Commercial Property Trust	320	0.69
1,334,002	PRS REIT	1,120	2.40
1,265,823	UK Commercial Property Trust	828	1.78
		<u>2,268</u>	<u>4.87</u>

Portfolio statement (continued)

Holding	Investment	Market value £000	Percentage of total net assets %
Specialist Equity 6.10% (2020: 1.20%)			
20,898	Amcors	166	0.36
1,076,973	Greencoat Renewables	1,143	2.45
18,373	iShares USD High Yield Corp Bond UCITS ETF	1,382	2.97
14,923	Tele2 'B'	151	0.32
		<u>2,842</u>	<u>6.10</u>
UK Equity 7.56% (2020: 12.33%)			
8,200	Burberry	141	0.30
17,125	Chenavari Capital Solutions ³	8	0.02
191,721	CVC Credit Partners European Opportunities	188	0.40
106,949	iShares UK Dividend UCITS ETF	692	1.48
347,192	LF Gresham House UK Multi Cap Income Fund F Income	401	0.86
16,622	RWC Enhanced Income Fund	1,139	2.45
287,448	Trojan Income Fund	269	0.58
1,017,105	UK Mortgages	687	1.47
		<u>3,525</u>	<u>7.56</u>
Derivatives (0.16%) (2020: 0.21%)			
Contracts for Difference (0.19%) (2020: (0.10%))⁴			
Equity Long Contracts for Difference (0.19%) (2020: (0.10%))⁴			
4,807	Nikkei 225 Index	(29)	(0.06)
471	S&P 500 Index	(58)	(0.13)
		<u>(87)</u>	<u>(0.19)</u>
Futures (0.02%) (2020: 0.11%)			
(14)	CME S&P 500 E-mini Index March 2021	(26)	(0.05)
(57)	EUX Euro Stoxx 50 March 2021	15	0.03
(2)	ICE FTSE 100 Index March 2021	2	-
		<u>(9)</u>	<u>(0.02)</u>
Forward Foreign Exchange Contracts 0.06% (2020: 0.22%)⁴			
	Buy EUR 1 : Sell GBP 1 February 2021 ²	-	-
	Buy EUR 3 : Sell GBP 3 February 2021 ²	-	-
	Buy GBP 1 : Sell EUR 1 February 2021 ²	-	-
	Buy GBP 3 : Sell EUR 3 February 2021 ²	-	-
	Buy GBP 3 : Sell EUR 3 February 2021 ²	-	-
	Buy GBP 4 : Sell EUR 4 February 2021 ²	-	-
	Buy GBP 6 : Sell EUR 7 February 2021 ²	-	-
	Buy GBP 8 : Sell EUR 9 February 2021 ²	-	-
	Buy GBP 836,926 : Sell EUR 943,003 February 2021	2	0.01
	Buy GBP 8,994,173 : Sell USD 12,302,953 February 2021	36	0.08
	Buy JPY 131,563,827 : Sell GBP 927,180 February 2021	(12)	(0.03)
		<u>26</u>	<u>0.06</u>

Portfolio statement (continued)

Holding	Investment	Market value £000	Percentage of total net assets %
Forward Foreign Exchange Contracts (Hedged share classes) (0.01%) (2020: (0.02%))⁴			
	Buy EUR 1 : Sell GBP 1 February 2021 ²	-	-
	Buy EUR 3 : Sell GBP 3 February 2021 ²	-	-
	Buy EUR 3 : Sell GBP 3 February 2021 ²	-	-
	Buy EUR 3 : Sell GBP 3 February 2021 ²	-	-
	Buy EUR 3 : Sell GBP 3 February 2021 ²	-	-
	Buy EUR 3 : Sell GBP 3 February 2021 ²	-	-
	Buy EUR 4 : Sell GBP 4 February 2021 ²	-	-
	Buy EUR 4 : Sell GBP 4 February 2021 ²	-	-
	Buy EUR 531,225 : Sell GBP 472,848 February 2021	(3)	(0.01)
	Buy EUR 64,745 : Sell GBP 57,630 February 2021 ²	-	-
	Buy EUR 7 : Sell GBP 6 February 2021 ²	-	-
	Buy EUR 9 : Sell GBP 8 February 2021 ²	-	-
	Buy GBP 1 : Sell EUR 1 February 2021 ²	-	-
	Buy GBP 1 : Sell EUR 1 February 2021 ²	-	-
	Buy GBP 1 : Sell EUR 1 February 2021 ²	-	-
	Buy GBP 1 : Sell EUR 1 February 2021 ²	-	-
	Buy GBP 11,413 : Sell EUR 12,822 February 2021 ²	-	-
	Buy GBP 1,396 : Sell EUR 1,569 February 2021 ²	-	-
	Buy GBP 3 : Sell EUR 3 February 2021 ²	-	-
	Buy GBP 3 : Sell EUR 3 February 2021 ²	-	-
	Buy GBP 3 : Sell EUR 3 February 2021 ²	-	-
	Buy GBP 4 : Sell EUR 4 February 2021 ²	-	-
		(3)	(0.01)
	Investment assets including investment liabilities	43,128	92.50
	Other net assets	3,495	7.50
	Total net assets	46,623	100.00

¹ Related party to the fund

² Due to rounding to nearest £1,000

³ Suspended or delisted securities

⁴ Not listed on an official stock exchange

The collective investment schemes held are approved regulated collective investment schemes within the meaning of the FCA rules. Exchange traded funds and all other investments are listed on recognised stock exchanges or are 'approved securities' within the meaning of FCA rules unless otherwise stated.

Prior year comparative percentages have changed for some sectors due to reclassification within these sectors.

Portfolio statement (continued)

Composition of portfolio

2021	Market value £000	Percentage of total net assets %
Investments		
Total collective investment schemes	12,091	25.93
Total equities	31,110	66.73
Total derivatives	(73)	(0.16)
Investment assets including investment liabilities	43,128	92.50
Other net assets	3,495	7.50
Total net assets	46,623	100.00
2020	Market value £000	Percentage of total net assets %
Investments		
Total collective investment schemes	15,236	31.30
Total equities	30,691	63.06
Total derivatives	101	0.21
Investment assets including investment liabilities	46,028	94.57
Other net assets	2,643	5.43
Total net assets	48,671	100.00

Statement of total return for the year ended 31 January 2021

	Note	2021		2020	
		£000	£000	£000	£000
Income					
Net capital (losses)/gains	2		(771)		1,940
Revenue	3	1,813		2,011	
Expenses	4	(256)		(250)	
Interest payable and similar charges	5	(15)		(23)	
Net revenue before taxation		1,542		1,738	
Taxation	6	(137)		(112)	
Net revenue after taxation			1,405		1,626
Total return before distributions			634		3,566
Distributions	7		(1,661)		(1,876)
Change in net assets attributable to shareholders from investment activities			(1,027)		1,690

Statement of change in net assets attributable to shareholders

for the year ended 31 January 2021

	2021		2020	
	£000	£000	£000	£000
Opening net assets attributable to shareholders		48,671		41,761
Amounts receivable on issue of shares	5,468		9,670	
Amounts payable on cancellation of shares	(7,491)		(5,618)	
		(2,023)		4,052
Dilution adjustment		1		-
Change in net assets attributable to shareholders from investment activities		(1,027)		1,690
Retained distributions on accumulation shares		1,001		1,168
Closing net assets attributable to shareholders		46,623		48,671

Balance sheet as at 31 January 2021

	Note	2021 £000	2020 £000
Assets:			
Investments		43,256	46,104
Current assets:			
Debtors	8	1,352	2,433
Cash and bank balances	9	836	829
Cash equivalents	10	2,447	2,215
Total assets		47,891	51,581
Liabilities:			
Investment liabilities		128	76
Provisions for liabilities	11	-	3
Creditors:			
Amounts held at derivative clearing houses and brokers		375	72
Bank overdrafts		6	284
Distributions payable		27	105
Other creditors	12	732	2,370
Total liabilities		1,268	2,910
Net assets attributable to shareholders		46,623	48,671

1 Accounting policies

The accounting policies, distribution policy and potential risks are set out in notes 1 to 3 of the funds' aggregated notes to the financial statements.

2 Net capital (losses)/gains

Net capital (losses)/gains on investments during the year comprise:

	2021	2020
	£000	£000
ACD contribution to limit OCF	-	6
Capital management fee rebates	65	57
Derivative securities*	(236)	(423)
Forward currency contracts*	80	257
Forward currency contracts on hedged share classes*	19	(26)
Non-derivative securities*	(767)	2,088
Other currency gains/(losses)	80	(1)
Transaction costs	(12)	(18)
Net capital (losses)/gains	(771)	1,940
*The above includes:		
Realised (losses)/gains	(522)	540
Unrealised (losses)/gains	(382)	1,356
	(904)	1,896

* Where realised gains/(losses) include gains/(losses) arising in previous years, a corresponding gain/(loss) is included in unrealised gains/(losses).

3 Revenue

	2021	2020
	£000	£000
Derivative revenue	22	17
Distributions from UK regulated collective investment schemes:		
Franked investment revenue	106	121
Interest distribution	155	190
Unfranked investment revenue	3	7
Management fee rebates	6	6
Overseas dividends*	1,169	1,224
UK dividends	257	297
UK REIT revenue - PID	35	93
UK REIT revenue - non PID	58	50
US REIT revenue	2	6
Total revenue	1,813	2,011

* includes distributions from overseas funds

Notes to the financial statements (continued)

4 Expenses

	2021	2020
	£000	£000
Payable to the ACD, associates of the ACD and agents of either of them:		
Annual management charge	239	235
GAC*	11	9
	<u>250</u>	<u>244</u>
Payable to the Depositary, associates of the Depositary and agents of either of them:		
Depositary fees	4	4
Safe custody fees	2	2
	<u>6</u>	<u>6</u>
Total expenses	<u>256</u>	<u>250</u>

Irrecoverable VAT is included in the above expenses where relevant.

* The current audit fee, which is levied through the GAC, is £14,335 (2020: £12,799) however, as the GAC charge is lower than the audit fee, the GAC does not fully recompense the ACD for this and certain other expenses charged to the fund.

5 Interest payable and similar charges

The interest payable and similar charges comprise:

	2021	2020
	£000	£000
Interest payable	15	23
Total interest payable and similar charges	<u>15</u>	<u>23</u>

6 Taxation

(a) Analysis of charge in the year

The tax charge comprises:

	2021	2020
	£000	£000
Current tax		
Deferred tax	(3)	3
Double tax relief	(1)	(2)
Irrecoverable income tax	1	1
Overseas withholding tax	40	24
Corporation tax	100	86
Total tax (note 6b)	<u>137</u>	<u>112</u>

Notes to the financial statements (continued)

6 Taxation (continued)

b) Factors affecting tax charge for year

The tax assessed for each year is different to the standard rate of corporation tax in the UK for funds of authorised OEICS of 20% (2020: 20%). The differences are explained below:

	2021	2020
	£000	£000
Net revenue before taxation	1,542	1,738
Corporation tax at 20% (2020: 20%)	308	348
Effects of:		
Double tax relief	(1)	(2)
Irrecoverable income tax	1	1
Overseas withholding tax	40	24
Overseas dividends	(140)	(177)
Tax effect of management fee rebates in capital	13	12
UK dividends*	(84)	(94)
Tax charge for the year (note 6a)	137	112

* As an OEIC this item is not subject to corporation tax.

OEICs are exempt from tax on capital gains made in the UK. Therefore, any capital return is not included within the reconciliation above.

(c) Deferred tax

	2021	2020
	£000	£000
Provision at start of year	3	-
Deferred tax charge for year (note 6a)	(3)	3
Provision at end of year	-	3

d) Factors that may affect future tax charges

There were no factors that may affect future tax charges at the current or prior year end.

7 Distributions

The distributions take account of revenue received on the issue of shares and revenue deducted on the cancellation of shares, and comprise:

	2021	2020
	£000	£000
Interim income	620	621
Interim accumulation	828	829
Final income	27	105
Final accumulation	173	339
	1,648	1,894
Amounts deducted on cancellation of shares	29	35
Amounts received on issue of shares	(16)	(53)
Total distributions	1,661	1,876
Net revenue after taxation	1,405	1,626
Expenses paid from capital	256	250
Total distributions	1,661	1,876

Details of the distribution per share are set out in the Distribution tables on pages 181 to 192.

Notes to the financial statements (continued)

8 Debtors

	2021	2020
	£000	£000
Accrued revenue	47	113
ACD contribution to limit OCF	-	9
Amounts receivable for issue of shares	69	133
Currency transactions awaiting settlement	-	1,094
Income tax recoverable	1	4
Management fee rebates	21	76
Overseas withholding tax reclaimable	8	2
Sales awaiting settlement	1,206	1,002
Total debtors	1,352	2,433

9 Cash and bank balances

	2021	2020
	£000	£000
Amounts held at derivative clearing houses and brokers	836	561
Cash and bank balances	-	268
Total cash and bank balances	836	829

10 Cash equivalents

	2021	2020
	£000	£000
Short term investments	2,447	2,215
Total cash equivalents	2,447	2,215

The short term investments relate to holdings in the Deutsche Liquidity Managed Platinum Sterling Fund. Cash equivalents are held on the fund to ensure that there is sufficient cash backing to settle any futures contracts, in addition to other investment purposes, without increasing the economic exposure on the fund.

11 Provisions for liabilities

	2021	2020
	£000	£000
Deferred tax	-	3
Total provisions for liabilities	-	3

Notes to the financial statements (continued)

12 Other creditors

	2021	2020
	£000	£000
Accrued annual management charge	21	21
Accrued other expenses	3	4
Amounts payable for cancellation of shares	530	177
Corporation tax payable	52	84
Derivative revenue payable	1	-
Currency transactions awaiting settlement	-	1,101
Purchases awaiting settlement	125	983
Total other creditors	732	2,370

13 Contingent liabilities and commitments

There were no contingent liabilities or outstanding commitments at the current or prior year end.

14 Related party transactions

HIFL as ACD to the fund is deemed to be a related party in respect of their dealings with the fund. All transactions and balances associated with the ACD are disclosed within the 'Statement of total return', the 'Statement of change in net assets attributable to shareholders' and the 'Balance sheet' on pages 168 and 169 and notes 4, 7, 8 and 12 on pages 171 to 174 including all issues and cancellations where the ACD acted as principal.

Transactions with the ACD are as follows:

- All issues and cancellations
- Annual management charge
- GAC and any related charges where the GAC fee was unable to fully recompense the ACD, including the audit fee as outlined in note 4.

The ultimate controlling party of HIFL is Janus Henderson Group plc. The transactions associated with Janus Henderson Group plc, its subsidiaries and other funds managed by HIFL are as follows:

- The value of purchase transactions was £119,522 (2020: £3,661,497) and sales transactions was nil (2020: £2,847,864) and the balance outstanding at the year end was purchases nil (2020: nil) and sales nil (2020: nil).
- Revenue receivable for the year was £267,557 (2020: £265,044) and the balance outstanding at the year end was £5,151 (2020: £18,722).
- Management fee rebates receivable for the year was £58,143 (2020: £51,707) and the balance outstanding at the year end was £17,867 (2020: £72,863).
- The aggregate value of investments held at the year end was £5,833,992 (2020: £5,678,207).
- The ACD contribution to limit OCF was nil (2020: £5,605).

There were no material shareholders at the year end (2020: nil).

15 Shareholders' funds

The fund currently has 5 share classes available; Class A (Retail), Class G (Institutional), Class I (Institutional), Class A EUR Hedged (Retail) and Class I EUR Hedged (Institutional). The annual management charge on each share class is as follows:

	2021	2020
	%	%
Class A	1.10	1.10
Class G	0.40	0.40
Class I	0.50	0.50
Class A EUR Hedged	1.10	1.10
Class I EUR Hedged	0.50	0.50

The net asset value of each share class, the net asset value per share and the number of shares in each share class are given in the Comparative tables on pages 157 to 160. The distribution per share class is given in the Distribution tables on pages 181 to 192. All share classes have the same rights on winding up.

Notes to the financial statements (continued)

15 Shareholders' funds (continued)

Shares reconciliation as at 31 January 2021

	Class A accumulation	Class G accumulation	Class I accumulation	Class I income
Opening number of shares	980,086	500	22,461,866	19,102,590
Issues during the year	-	-	1,920,949	3,207,255
Cancellations during the year	(168,595)	-	(3,403,182)	(3,292,642)
Shares converted during the year	-	-	-	-
Closing shares in issue	811,491	500	20,979,633	19,017,203

	Class A EUR Hedged accumulation	Class I EUR Hedged accumulation
Opening number of shares	438,809	41,620
Issues during the year	118,247	18,776
Cancellations during the year	(60,067)	(760)
Shares converted during the year	-	-
Closing shares in issue	496,989	59,636

16 Financial derivatives

The fund may use financial derivatives for the purposes of efficient portfolio management.

Eligible collateral types are approved by the Investment Manager and are agreed with the relevant counterparty.

There was no collateral pledged or collateral held in respect of forward foreign exchange contracts at the year end (2020: nil). The fund had cash assets of £835,652 (2020: £561,203) and cash liabilities of £375,423 (2020: £71,599) held in margin accounts at derivative clearing houses and brokers at the year end. These balances are held as collateral on the fund's contracts for difference and futures contracts.

2021

At 31 January 2021 the counterparty exposure calculated using the positive marked-to-market value for each category of derivatives held was as follows:

Counterparty	Forward foreign exchange contracts £000	Futures £000	Total by counterparty £000
BNP Paribas	38	-	38
UBS	-	17	17
	38	17	55

2020

At 31 January 2020 the counterparty exposure calculated using the positive marked-to-market value for each category of derivatives held was as follows:

Counterparty	Forward foreign exchange contracts £000	Futures £000	Total by counterparty £000
BNP Paribas	94	-	94
UBS	11	72	83
	105	72	177

Notes to the financial statements (continued)

16 Financial derivatives (continued)

Cash equivalent investments held on the fund ensure the ability to be able to exercise derivative positions without increasing the economic exposure on the fund. This is further explained within the market risk note on page 15. The underlying exposure of these derivative positions is provided in the table below to enhance understanding of the fund's derivatives exposure and the effect of this exposure on the cash equivalents balance held by the fund. The total amount held in cash equivalent investments, which includes balances held for other investment purposes, is disclosed as short term investments in note 10.

2021

At 31 January 2021 the counterparty exposure calculated on a notional basis for each category of derivatives held was as follows:

Counterparty	Contracts for difference £000	Forward foreign exchange contracts £000	Futures £000	Total by counterparty £000
BNP Paribas	-	10,708	-	10,708
JP Morgan	-	540	-	540
UBS	2,199	-	(3,770)	(1,571)
	<u>2,199</u>	<u>11,248</u>	<u>(3,770)</u>	<u>9,677</u>

2020

At 31 January 2020 the counterparty exposure calculated on a notional basis for each category of derivatives held was as follows:

Counterparty	Contracts for difference £000	Forward foreign exchange contracts £000	Futures £000	Total by counterparty £000
BNP Paribas	-	10,398	-	10,398
JP Morgan	-	671	-	671
UBS	1,209	2,109	(3,859)	(541)
	<u>1,209</u>	<u>13,178</u>	<u>(3,859)</u>	<u>10,528</u>

17 Risk

Currency risk

The exposure to currency risk is considered significant. The following table details the net exposure of the principal foreign currencies the fund is exposed to including any instruments used to hedge foreign currencies.

2021	Investment assets including (investment liabilities) £000	Other net assets £000	Total net assets £000
Currency			
Canadian dollar	201	-	201
Euro	2,735	228	2,963
Japanese yen	886	174	1,060
Korean won	367	8	375
Swedish krona	380	-	380
Swiss franc	1,500	-	1,500
UK sterling	34,491	2,677	37,168
US dollar	2,568	408	2,976
Total	<u>43,128</u>	<u>3,495</u>	<u>46,623</u>

2020

The fund's net exposure to currency risk (including any instruments used to hedge foreign currencies) is considered insignificant during the prior year.

Notes to the financial statements (continued)

17 Risk (continued)

Sensitivity analysis

The net foreign currency assets held by the fund at the year end were £9,454,631 (2020: nil). A 10% increase/(decrease) in the foreign exchange rates applied to the fund's net foreign currency assets would have the effect of increasing/(decreasing) the return for the year ended 31 January 2021 and the net assets as at 31 January 2021 by £945,463 (2020: nil).

Interest rate risk

The fund's exposure to interest rate risk is considered insignificant. This is consistent with the exposure during the prior year.

Other market price risk

An increase or decrease in market values will have a direct effect on the value of the investment assets in the portfolio and therefore a proportionate effect on the value of the fund.

Leverage

There have been no breaches of the maximum levels during the year, no changes to the maximum level of leverage employed by the fund or to its right of reuse of collateral or any guarantee granted under the leveraging arrangements.

	Gross method		Commitment method	
	Maximum level	Actual level	Maximum level	Actual level
	%	%	%	%
2021	225.00	137.17	175.00	109.62
2020	225.00	139.26	175.00	110.44

Liquidity risk

The following table provides a maturity analysis of the fund's financial liabilities showing the remaining contractual maturities on an undiscounted basis.

	On demand	Within one year	Over one year	Over five years
			but not more than five years	
	£000	£000	£000	£000
2021				
Amounts held at derivatives clearing houses and brokers	375	-	-	-
Bank overdrafts	6	-	-	-
Derivative financial liabilities	-	41	87	-
Distribution payable	-	27	-	-
Other creditors	-	732	-	-
Total	381	800	87	-
2020			Over one year but not more than five years	Over five years
	£000	£000	£000	£000
Amounts held at derivatives clearing houses and brokers	72	-	-	-
Bank overdrafts	284	-	-	-
Derivative financial liabilities	-	28	48	-
Distribution payable	-	105	-	-
Other creditors	-	2,370	-	-
Provisions for liabilities	-	3	-	-
Total	356	2,506	48	-

Notes to the financial statements (continued)

18 Fair value disclosure

Fair value measurement

The intention of a fair value measurement is to estimate the price at which an asset or a liability could be exchanged in the market conditions prevailing at the measurement date. The measurement assumes the exchange is an orderly transaction (that is, it is not a forced transaction, involuntary liquidation or distress sale) between knowledgeable, willing participants on an independent basis.

The purpose of the fair value hierarchy is to prioritise the inputs that should be used to measure the fair value of assets and liabilities. The highest priority is given to quoted prices at which a transaction can be entered into and the lowest priority to unobservable inputs.

In accordance with FRS 102 the fund classifies fair value measurement under the following levels:

Level 1

The unadjusted quoted price in an active market for identical assets or liabilities that the entity can access at the measurement date.

Level 2

Inputs other than quoted prices included within level 1 that are either observable (i.e. developed using market data) for the asset or liability, either directly or indirectly.

Level 3

Inputs are unobservable (i.e. for which market data is unavailable) for the asset or liability.

Fair value hierarchy

	2021		2020	
	Assets £000	Liabilities £000	Assets £000	Liabilities £000
Level 1	31,119	26	30,761	18
Level 2	12,129	102	15,343	58
Level 3	8	-	-	-
	43,256	128	46,104	76

Where a price is unavailable or the price provided is not thought to be a fair reflection of the current market value of the asset, the Investment Manager, at its discretion, may permit an alternative method of valuation to be used if they consider that it better reflects fair value and is in accordance with good accounting practice. The FVPC of the Investment Manager supports the ACD in determining or approving unquoted prices. Where deemed necessary, the FVPC will seek ratification of decisions from the Janus Henderson Investment Performance and Risk Committee. The FVPC meets on a monthly basis and consists of representatives from various parts of the Investment Manager who act as an independent party, segregated from the fund management function, to review and approve fair value pricing decisions and pricing models on a regular basis. The Level 3 assets consist of an equity position held in a UK unlisted entity, Chenavari Capital Solutions (Chenavari). Chenavari's shares were delisted from the Specialist Fund Market of the London Stock Exchange on 1 October 2020 and is currently in its run-off period and returning capital to investors. The Fund uses a valuation technique based on published financial information, as such, the last known listed share price on 30 September 2020 has been used to determine the current valuation which was corroborated when the company published its first Net Asset Value (NAV) on 29 January 2021 since delisting. The published NAV shall be used going forward to adjust the fair value. The Fund shall also include other factors such as liquidity and market risk factors, and adjust the valuation model as deemed necessary.

Notes to the financial statements (continued)

19 Direct transaction costs

	Purchases		Sales	
	2021 £000	2020 £000	2021 £000	2020 £000
Trades in the year				
Collective investment schemes	390	9,903	3,344	4,509
Equities	17,965	20,546	16,505	18,725
Trades in the year before transaction costs	18,355	30,449	19,849	23,234
Transaction costs				
Commissions				
Collective investment schemes	-	-	-	-
Equities	6	6	5	6
Total commissions	6	6	5	6
Taxes				
Collective investment schemes	-	-	-	-
Equities	2	8	-	-
Total taxes	2	8	-	-
Other expenses				
Collective investment schemes	-	4	-	-
Equities	1	2	-	-
Total other expenses	1	6	-	-
Total transaction costs	9	20	5	6
Total net trades in the year after transaction costs	18,364	30,469	19,844	23,228

	Purchases		Sales	
	2021 %	2020 %	2021 %	2020 %
Total transaction costs expressed as a percentage of asset type cost				
Commissions				
Collective investment schemes	-	-	-	-
Equities	0.03	0.03	0.03	0.03
Taxes				
Collective investment schemes	-	-	-	-
Equities	0.01	0.04	-	-
Other expenses				
Collective investment schemes	-	0.04	-	-
Equities	0.01	0.01	-	-
	2021 %	2020 %		
Total transaction costs expressed as a percentage of net asset value				
Commissions	0.02	0.03		
Taxes	-	0.02		
Other expenses	-	0.01		
Total costs	0.02	0.06		

Notes to the financial statements (continued)

19 Direct transaction costs (continued)

There were no in specie transfers during the year (2020: nil). There were corporate actions during the year of £560,986 (2020: £29,451).

There were direct transaction costs associated with derivatives in the year of £1,172 (2020: £736) which is 0.00% of the average net asset value of the fund (2020: 0.00%).

Direct transaction costs are fees and commissions paid to agents, advisers, brokers and dealers, levies by regulatory agencies and securities exchanges, and transfer taxes and duties associated with investment transactions on the fund. These exclude any differences between quoted bid and offer prices or internal administrative or holding costs.

The costs of acquiring and disposing of units/shares in other collective investment schemes are included within the expense ratio which is an intrinsic part of the NAV price per unit/share of the underlying fund.

The portfolio dealing spread as at 29 January 2021 was 0.32% (2020: 0.34%). The portfolio dealing spread is calculated at a 12 noon valuation point.

20 Events after the Balance sheet date

There were no material post Balance sheet events which require disclosure within these financial statements.

Distribution tables for the year ended 31 January 2021 (in pence per share)

Interim dividend distribution (accounting date 29 February 2020, paid on 31 March 2020)

Group 1: shares purchased prior to 1 February 2020

Group 2: shares purchased on or after 1 February 2020

	Distribution per share	Equalisation	Total distribution per share 31/03/20	Total distribution per share 29/03/19
Class A accumulation				
Group 1	0.0884	-	0.0884	0.1122
Group 2	0.0884	-	0.0884	0.1122
Class G accumulation¹				
Group 1	0.1520	-	0.1520	n/a
Group 2	0.1520	-	0.1520	n/a
Class I accumulation				
Group 1	0.2042	-	0.2042	0.2612
Group 2	0.0330	0.1712	0.2042	0.2612
Class I income				
Group 1	0.1563	-	0.1563	0.2096
Group 2	0.0425	0.1138	0.1563	0.2096
Class A EUR Hedged accumulation²				
Group 1	0.1809	-	0.1809	0.2267
Group 2	0.1809	-	0.1809	0.2267
Class I EUR Hedged accumulation²				
Group 1	0.1702	-	0.1702	0.2199
Group 2	0.1702	-	0.1702	0.2199

¹ Class G accumulation launched on 29 November 2019

² in Euro cents per share

Distribution tables (continued)

Interim dividend distribution (accounting date 31 March 2020, paid on 30 April 2020)

Group 1: shares purchased prior to 1 March 2020

Group 2: shares purchased on or after 1 March 2020

	Distribution per share	Equalisation	Total distribution per share 30/04/20	Total distribution per share 30/04/19
Class A accumulation				
Group 1	0.1213	-	0.1213	0.1213
Group 2	0.1213	-	0.1213	0.1213
Class G accumulation¹				
Group 1	0.2437	-	0.2437	n/a
Group 2	0.2437	-	0.2437	n/a
Class I accumulation				
Group 1	0.2927	-	0.2927	0.2927
Group 2	0.0489	0.2438	0.2927	0.2927
Class I income				
Group 1	0.2796	-	0.2796	0.2853
Group 2	0.1660	0.1136	0.2796	0.2853
Class A EUR Hedged accumulation²				
Group 1	0.2415	-	0.2415	0.2415
Group 2	0.1972	0.0443	0.2415	0.2415
Class I EUR Hedged accumulation²				
Group 1	0.2421	-	0.2421	0.2421
Group 2	0.2421	-	0.2421	0.2421

¹ Class G accumulation launched on 29 November 2019

² in Euro cents per share

Distribution tables (continued)

Interim dividend distribution (accounting date 30 April 2020, paid on 29 May 2020)

Group 1: shares purchased prior to 1 April 2020

Group 2: shares purchased on or after 1 April 2020

	Distribution per share	Equalisation	Total distribution per share 29/05/20	Total distribution per share 31/05/19
Class A accumulation				
Group 1	0.1426	-	0.1426	0.1426
Group 2	0.1426	-	0.1426	0.1426
Class G accumulation¹				
Group 1	0.2559	-	0.2559	n/a
Group 2	0.2559	-	0.2559	n/a
Class I accumulation				
Group 1	0.3443	-	0.3443	0.3443
Group 2	0.0463	0.2980	0.3443	0.3443
Class I income				
Group 1	0.2741	-	0.2741	0.2741
Group 2	0.0143	0.2598	0.2741	0.2741
Class A EUR Hedged accumulation²				
Group 1	0.2836	-	0.2836	0.2836
Group 2	0.2836	-	0.2836	0.2836
Class I EUR Hedged accumulation²				
Group 1	0.2844	-	0.2844	0.2844
Group 2	0.2844	-	0.2844	0.2844

¹ Class G accumulation launched on 29 November 2019

² in Euro cents per share

Distribution tables (continued)

Interim dividend distribution (accounting date 31 May 2020, paid on 30 June 2020)

Group 1: shares purchased prior to 1 May 2020

Group 2: shares purchased on or after 1 May 2020

	Distribution per share	Equalisation	Total distribution per share 30/06/20	Total distribution per share 28/06/19
Class A accumulation				
Group 1	0.1426	-	0.1426	0.1426
Group 2	0.1426	-	0.1426	0.1426
Class G accumulation¹				
Group 1	0.2559	-	0.2559	n/a
Group 2	0.2559	-	0.2559	n/a
Class I accumulation				
Group 1	0.3443	-	0.3443	0.3443
Group 2	-	0.3443	0.3443	0.3443
Class I income				
Group 1	0.3357	-	0.3357	0.3357
Group 2	0.0879	0.2478	0.3357	0.3357
Class A EUR Hedged accumulation²				
Group 1	0.2832	-	0.2832	0.2832
Group 2	0.2832	-	0.2832	0.2832
Class I EUR Hedged accumulation²				
Group 1	0.2841	-	0.2841	0.2841
Group 2	0.2841	-	0.2841	0.2841

¹ Class G accumulation launched on 29 November 2019

² in Euro cents per share

Distribution tables (continued)

Interim dividend distribution (accounting date 30 June 2020, paid on 31 July 2020)

Group 1: shares purchased prior to 1 June 2020

Group 2: shares purchased on or after 1 June 2020

	Distribution per share	Equalisation	Total distribution per share 31/07/20	Total distribution per share 31/07/19
Class A accumulation				
Group 1	0.1426	-	0.1426	0.1426
Group 2	0.1426	-	0.1426	0.1426
Class G accumulation¹				
Group 1	0.2559	-	0.2559	n/a
Group 2	0.2559	-	0.2559	n/a
Class I accumulation				
Group 1	0.3443	-	0.3443	0.3443
Group 2	-	0.3443	0.3443	0.3443
Class I income				
Group 1	0.3357	-	0.3357	0.3357
Group 2	0.1057	0.2300	0.3357	0.3357
Class A EUR Hedged accumulation²				
Group 1	0.2832	-	0.2832	0.2832
Group 2	0.2832	-	0.2832	0.2832
Class I EUR Hedged accumulation²				
Group 1	0.2841	-	0.2841	0.2841
Group 2	0.2841	-	0.2841	0.2841

¹ Class G accumulation launched on 29 November 2019

² in Euro cents per share

Distribution tables (continued)

Interim dividend distribution (accounting date 31 July 2020, paid on 28 August 2020)

Group 1: shares purchased prior to 1 July 2020

Group 2: shares purchased on or after 1 July 2020

	Distribution per share	Equalisation	Total distribution per share 28/08/20	Total distribution per share 30/08/19
Class A accumulation				
Group 1	0.1425	-	0.1425	0.1425
Group 2	0.1425	-	0.1425	0.1425
Class G accumulation¹				
Group 1	0.2559	-	0.2559	n/a
Group 2	0.2559	-	0.2559	n/a
Class I accumulation				
Group 1	0.3443	-	0.3443	0.3443
Group 2	-	0.3443	0.3443	0.3443
Class I income				
Group 1	0.3357	-	0.3357	0.3357
Group 2	0.0516	0.2841	0.3357	0.3357
Class A EUR Hedged accumulation²				
Group 1	0.2832	-	0.2832	0.2832
Group 2	0.2832	-	0.2832	0.2832
Class I EUR Hedged accumulation²				
Group 1	0.2841	-	0.2841	0.2841
Group 2	0.2841	-	0.2841	0.2841

¹ Class G accumulation launched on 29 November 2019

² in Euro cents per share

Distribution tables (continued)

Interim dividend distribution (accounting date 31 August 2020, paid on 30 September 2020)

Group 1: shares purchased prior to 1 August 2020

Group 2: shares purchased on or after 1 August 2020

	Distribution per share	Equalisation	Total distribution per share 30/09/20	Total distribution per share 30/09/19
Class A accumulation				
Group 1	0.1425	-	0.1425	0.1425
Group 2	0.1425	-	0.1425	0.1425
Class G accumulation¹				
Group 1	0.2559	-	0.2559	n/a
Group 2	0.2559	-	0.2559	n/a
Class I accumulation				
Group 1	0.3443	-	0.3443	0.3443
Group 2	-	0.3443	0.3443	0.3443
Class I income				
Group 1	0.3281	-	0.3281	0.3357
Group 2	0.0307	0.2974	0.3281	0.3357
Class A EUR Hedged accumulation²				
Group 1	0.2832	-	0.2832	0.2832
Group 2	0.2832	-	0.2832	0.2832
Class I EUR Hedged accumulation²				
Group 1	0.2841	-	0.2841	0.2841
Group 2	0.2841	-	0.2841	0.2841

¹ Class G accumulation launched on 29 November 2019

² in Euro cents per share

Distribution tables (continued)

Interim dividend distribution (accounting date 30 September 2020, paid on 30 October 2020)

Group 1: shares purchased prior to 1 September 2020

Group 2: shares purchased on or after 1 September 2020

	Distribution per share	Equalisation	Total distribution per share 30/10/20	Total distribution per share 31/10/19
Class A accumulation				
Group 1	0.1425	-	0.1425	0.1425
Group 2	0.1425	-	0.1425	0.1425
Class G accumulation¹				
Group 1	0.2559	-	0.2559	n/a
Group 2	0.2559	-	0.2559	n/a
Class I accumulation				
Group 1	0.3443	-	0.3443	0.3443
Group 2	-	0.3443	0.3443	0.3443
Class I income				
Group 1	0.3245	-	0.3245	0.3357
Group 2	0.1342	0.1903	0.3245	0.3357
Class A EUR Hedged accumulation²				
Group 1	0.2832	-	0.2832	0.2832
Group 2	0.2832	-	0.2832	0.2832
Class I EUR Hedged accumulation²				
Group 1	0.2841	-	0.2841	0.2841
Group 2	0.2841	-	0.2841	0.2841

¹ Class G accumulation launched on 29 November 2019

² in Euro cents per share

Distribution tables (continued)

Interim dividend distribution (accounting date 31 October 2020, paid on 30 November 2020)

Group 1: shares purchased prior to 1 October 2020

Group 2: shares purchased on or after 1 October 2020

	Distribution per share	Equalisation	Total distribution per share 30/11/20	Total distribution per share 29/11/19
Class A accumulation				
Group 1	0.1425	-	0.1425	0.1425
Group 2	0.1425	-	0.1425	0.1425
Class G accumulation¹				
Group 1	0.2559	-	0.2559	n/a
Group 2	0.2559	-	0.2559	n/a
Class I accumulation				
Group 1	0.3443	-	0.3443	0.3443
Group 2	-	0.3443	0.3443	0.3443
Class I income				
Group 1	0.1751	-	0.1751	0.3357
Group 2	0.0542	0.1209	0.1751	0.3357
Class A EUR Hedged accumulation²				
Group 1	0.2832	-	0.2832	0.2832
Group 2	0.2832	-	0.2832	0.2832
Class I EUR Hedged accumulation²				
Group 1	0.2841	-	0.2841	0.2841
Group 2	0.2841	-	0.2841	0.2841

¹ Class G accumulation launched on 29 November 2019

² in Euro cents per share

Distribution tables (continued)

Interim dividend distribution (accounting date 30 November 2020, paid on 31 December 2020)

Group 1: shares purchased prior to 1 November 2020

Group 2: shares purchased on or after 1 November 2020

	Distribution per share	Equalisation	Total distribution per share 31/12/20	Total distribution per share 31/12/19
Class A accumulation				
Group 1	0.1425	-	0.1425	0.1425
Group 2	0.1425	-	0.1425	0.1425
Class G accumulation				
Group 1	0.2559	-	0.2559	-
Group 2	0.2559	-	0.2559	-
Class I accumulation				
Group 1	0.3443	-	0.3443	0.3443
Group 2	-	0.3443	0.3443	0.3443
Class I income				
Group 1	0.3357	-	0.3357	0.3357
Group 2	0.1189	0.2168	0.3357	0.3357
Class A EUR Hedged accumulation¹				
Group 1	0.2832	-	0.2832	0.2832
Group 2	0.2832	-	0.2832	0.2832
Class I EUR Hedged accumulation¹				
Group 1	0.2841	-	0.2841	0.2841
Group 2	-	0.2841	0.2841	0.2841

¹ in Euro cents per share

Distribution tables (continued)

Interim dividend distribution (accounting date 31 December 2020, paid on 29 January 2021)

Group 1: shares purchased prior to 1 December 2020

Group 2: shares purchased on or after 1 December 2020

	Distribution per share	Equalisation	Total distribution per share 29/01/21	Total distribution per share 31/01/20
Class A accumulation				
Group 1	0.1425	-	0.1425	0.1425
Group 2	0.1425	-	0.1425	0.1425
Class G accumulation				
Group 1	0.2559	-	0.2559	0.3740
Group 2	0.2559	-	0.2559	0.3740
Class I accumulation				
Group 1	0.3443	-	0.3443	0.3443
Group 2	-	0.3443	0.3443	0.3443
Class I income				
Group 1	0.2834	-	0.2834	0.3357
Group 2	0.1095	0.1739	0.2834	0.3357
Class A EUR Hedged accumulation¹				
Group 1	0.2832	-	0.2832	0.2832
Group 2	-	0.2832	0.2832	0.2832
Class I EUR Hedged accumulation¹				
Group 1	0.2841	-	0.2841	0.2841
Group 2	0.2841	-	0.2841	0.2841

¹ in Euro cents per share

Distribution tables (continued)

Final dividend distribution (accounting date 31 January 2021, paid on 26 February 2021)

Group 1: shares purchased prior to 1 January 2021

Group 2: shares purchased on or after 1 January 2021

	Distribution per share	Equalisation	Total distribution per share 26/02/21	Total distribution per share 28/02/20
Class A accumulation				
Group 1	0.3681	-	0.3681	0.6501
Group 2	0.3681	-	0.3681	0.6501
Class G accumulation				
Group 1	0.7260	-	0.7260	0.2700
Group 2	0.7260	-	0.7260	0.2700
Class I accumulation				
Group 1	0.7960	-	0.7960	1.4581
Group 2	0.0475	0.7485	0.7960	1.4581
Class I income				
Group 1	0.1412	-	0.1412	0.5496
Group 2	0.0410	0.1002	0.1412	0.5496
Class A EUR Hedged accumulation¹				
Group 1	0.6479	-	0.6479	1.2296
Group 2	0.6479	-	0.6479	1.2296
Class I EUR Hedged accumulation¹				
Group 1	0.5751	-	0.5751	1.1393
Group 2	0.5751	-	0.5751	1.1393

¹ in Euro cents per share

Janus Henderson Core 5 Income Fund

Authorised Corporate Director's report

Investment Fund Managers

Dean Cheeseman, Nick Watson and Paul O'Connor

Investment objective and policy

The fund aims to provide a sustainable level of income with the potential for capital growth, while maintaining a moderate level of volatility, over the long term (5 years or more). Maintaining the volatility of the fund within defined limits, while not guaranteed, is prioritised over the generation of income.

The fund invests in Collective Investment Schemes (other funds including those managed by Janus Henderson and Exchange Traded Funds) to provide diversified global exposure to a range of assets including bonds issued by companies and governments, company shares (equities), and to a lesser extent, alternative assets such as property and commodities.

The Investment Manager may use derivatives (complex financial instruments) 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 with reference to Distribution Technology (an independent risk rating body) risk profile level '5' as referenced in the fund's name, as this relates to the target risk profile of the fund. The Investment Manager has a high degree of freedom to choose individual investments for the fund.

Performance summary

Cumulative performance

	One year	Three years	Five years	Since inception
	31 Jan 20 - 31 Jan 21	31 Jan 18 - 31 Jan 21	31 Jan 16 - 31 Jan 21	24 Sep 12 - 31 Jan 21
	%	%	%	%
Class I accumulation (Net)	1.1	9.2	35.2	58.2

Discrete performance

	31 Jan 20 - 31 Jan 21	31 Jan 19 - 31 Jan 20	31 Jan 18 - 31 Jan 19	31 Jan 17 - 31 Jan 18	31 Jan 16 - 31 Jan 17
	%	%	%	%	%
Class I accumulation (Net)	1.1	9.4	(1.3)	5.8	17.0

Source: Morningstar

Class I accumulation (Net), NAV to NAV, net of fees and net income reinvested as at 12 noon valuation point.

Benchmark usage: The fund has no target or constraint with reference to a benchmark. Performance assessment may best be made to funds that maintain the same risk rating from the same risk rating body as the fund.

Class I accumulation is disclosed as it is the representative share class.

Please remember that past performance is not a guide to future performance. The value of an investment and the revenue from it can fall as well as rise as a result of market and currency fluctuations and you may not get back the amount originally invested.

Authorised Corporate Director's report (continued)

Significant portfolio changes for the year ended 31 January 2021

Largest purchases	£000	Largest sales	£000
iShares USD Corporate Bond UCITS ETF	3,352	iShares Physical Gold ETC	2,676
iShares Physical Gold ETC	2,512	iShares USD Treasury Bond 7-10 Year UCITS ETF	2,209
iShares USD High Yield Corp Bond UCITS ETF	1,640	Muzinich Global Short Duration Investment Grade Fund Income	1,665
Greencoat Renewables	1,242	BlackRock Energy and Resources Investment Trust	1,194
Renewables Infrastructure	1,073	AXA US Short Duration High Yield Fund ZI Gross Income	1,150
Schroder Oriental Income Fund	1,050	iShares USD Corporate Bond UCITS ETF	1,122
iShares USD Treasury Bond 7-10 Year UCITS ETF	921	Janus Henderson Fixed Interest Monthly Income Fund Income ¹	889
iShares UK Dividend UCITS ETF	902	iShares Core MSCI EM IMI UCITS ETF	720
UK Commercial Property Trust	863	iShares UK Dividend UCITS ETF	571
NB Private Equity Partners 'A'	583	iShares Core UK Gilts UCITS ETF	529
Total purchases	22,085	Total sales	21,871

¹ Related party to the fund

Investment review

The fund returned 1.1% based on Class I accumulation (Net) over the year under review.

The reporting year saw significant volatility across all asset classes as a result of the COVID-19 global pandemic, although many still generated positive returns. The spread of COVID-19, the restrictions to subdue infection rates and development of vaccines were the main drivers of market moves, although the US presidential election briefly took centre stage.

The pandemic and related developments dominated the year, leading to the sharpest contraction in economic activity on record, as restrictions to prevent the spread of COVID-19 closed many businesses. However, an unprecedented policy response, a turn in the initial wave of infections and an inflection from extremely bearish sentiment led to a market rally from late March. The rally was, ultimately, sustained throughout the rest of the year, despite volatility ahead of the US election in November. A rotation towards more cyclical and value assets was further aided by news of a potential vaccine in early November. Despite the volatility, global equities ended the year significantly higher, while fixed income assets benefited from a significant fall in government bond yields as interest rates were cut.

Our medium-to-longer-term outlook for markets remains positive as the roll-out of COVID-19 vaccines begins to gather pace. It would take a serious change in the virus or significant concerns about the efficacy of the vaccines to change this trend, in our view. Markets continue to show some signs of frothiness and over-exuberance, we believe, but this must be set against a clearly positive economic and corporate earnings narrative. Instead, it may be that the growth recovery itself represents a threat to financial markets. A stronger global economy should help lift government bond yields and raise questions about how long central banks can maintain their current policy settings, particularly if fiscal stimulus continues to add further support to growth and inflation. Rising yields are likely to be a headwind for further appreciation of already expensive assets, leading to a rotation in favour of cheaper, more cyclical assets. Understanding this dynamic is likely to be important to both making and preserving capital as it reshapes the market leadership.

There was huge performance divergence within equity markets during the reporting year. In general, income-focused strategies struggled with the backdrop of economic shutdown and implications for dividends as earnings collapsed. UK equities struggled the most, with large-cap income strategies such as the iShares UK Dividend UCITS ETF the weakest in absolute and relative terms, while more defensive strategies such as the RWC Enhanced Income Fund held up better. Europe fared better, with the Montanaro European Income Fund climbing 10.5%. US and Asian equities benefited from their more technology-focused markets, with Microsoft rising 32% and Taiwan Semiconductor Manufacturing more than doubling to end the year up 122%.

In a similar way to equities, alternatives had an interesting year. Property assets struggled with the recession and falling rents, although more esoteric investments such as the PRS REIT only fell 2.8%. Renewables and infrastructure assets were volatile in March, but generally provided resilient income streams and net asset value growth. Private equity also scraped positive returns, mainly driven by the recovery in UK assets into year end.

Fixed income assets were the most stable return drivers for the year, providing resilience in all but the most challenging of conditions in March, before corporate bonds participated strongly in the 'everything rally' from March onwards. The iShares Core UK Gilts UCITS ETF ended the year up 2.7%, while the Janus Henderson All Stocks Credit Fund increased 4.9%, amid falling yields and tightening spreads. Emerging market debt and flexible bond funds also benefited, with the Barings Emerging Markets Sovereign Debt Fund up 1.3% and the Janus Henderson Fixed Interest Monthly Income Fund gaining 6.8%.

The allocation to equities varied during the reporting year, in response to significant volatility as a result of the pandemic and the associated economic restrictions. Equities, in aggregate, were reduced in the first couple of months of 2020. This was done as the fund managers were, firstly, concerned about the ageing economic expansion, before the onset of the pandemic led to the sharpest economic contraction on record. A rotation towards more cyclical areas took place from the summer onwards, with a further shift in the lead-up to the US election and following the first news of a potential vaccine in early November.

Changes in fixed income allocations were influenced by the same fluctuations in risk sentiment that drove equity allocations. Holdings in nominal sovereign bonds were reduced as the spread of COVID-19 around the globe soured risk sentiment. The liquidation in the rush by investors to reduce risk led to significant dislocations in fixed income markets, before central banks stepped in with ample liquidity. The volatility in March presented opportunities to significantly increase exposure to US investment-grade bonds and top up other equity market holdings. These positions were subsequently reduced as markets recovered and the relative attractiveness declined.

Comparative tables for the year ended 31 January 2021

	Class A accumulation		
	2021	2020	2019
	(pence per share)	(pence per share)	(pence per share)
Change in net assets per share			
Opening net asset value per share	75.08	69.25	70.42
Return before operating charges*	1.52	6.82	(0.24)
Operating charges	(0.95)	(0.99)	(0.93)
Return after operating charges*	0.57	5.83	(1.17)
Distributions on accumulation shares	(2.70)	(3.21)	(3.07)
Retained distributions on accumulation shares	2.70	3.21	3.07
Closing net asset value per share	75.65	75.08	69.25
* after direct transaction costs of:	0.02	0.05	0.06

Performance

Return after charges	0.76%	8.42%	(1.66%)
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Other information

Closing net asset value (£000s)	1,370	2,117	1,626
Closing number of shares	1,811,596	2,819,562	2,348,149
Operating charges	1.34%	1.35%	1.35%
Direct transaction costs	0.03%	0.07%	0.09%

Prices

Highest share price (pence)	77.19	76.92	71.31
Lowest share price (pence)	58.95	69.40	67.23

	Class A income		
	2021	2020	2019
	(pence per share)	(pence per share)	(pence per share)
Change in net assets per share			
Opening net asset value per share	54.94	52.95	56.36
Return before operating charges*	0.96	5.14	(0.19)
Operating charges	(0.69)	(0.74)	(0.74)
Return after operating charges*	0.27	4.40	(0.93)
Distributions on income shares	(1.94)	(2.41)	(2.48)
Closing net asset value per share	53.27	54.94	52.95
* after direct transaction costs of:	0.02	0.04	0.05

Performance

Return after charges	0.49%	8.31%	(1.65%)
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Other information

Closing net asset value (£000s)	207	262	264
Closing number of shares	387,520	478,103	499,064
Operating charges	1.34%	1.35%	1.35%
Direct transaction costs	0.03%	0.07%	0.09%

Prices

Highest share price (pence)	56.11	56.64	56.40
Lowest share price (pence)	43.06	53.07	51.98

Comparative tables (continued)

Class G accumulation 29/11/19 - 31/01/20

	2021 (pence per share)	2020 (pence per share)
Change in net assets per share		
Opening net asset value per share	100.83	100.00 ¹
Return before operating charges*	1.95	0.93
Operating charges	(0.62)	(0.10)
Return after operating charges*	1.33	0.83
Distributions on accumulation shares	(3.49)	(0.64)
Retained distributions on accumulation shares	3.49	0.64
Closing net asset value per share	102.16	100.83
* after direct transaction costs of:	0.03	0.07

Performance

Return after charges	1.32%	0.83%
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Other information

Closing net asset value (£000s)	1	1
Closing number of shares	500	500
Operating charges	0.65%	0.60%
Direct transaction costs	0.03%	0.07%

Prices

Highest share price (pence)	104.20	103.30
Lowest share price (pence)	79.25	98.95

¹ Class G accumulation launched on 29 November 2019 and this is the first published price.

Class I accumulation

	2021 (pence per share)	2020 (pence per share)	2019 (pence per share)
Change in net assets per share			
Opening net asset value per share	155.52	142.76	144.50
Return before operating charges*	3.04	13.89	(0.67)
Operating charges	(1.10)	(1.13)	(1.07)
Return after operating charges*	1.94	12.76	(1.74)
Distributions on accumulation shares	(5.43)	(6.45)	(6.11)
Retained distributions on accumulation shares	5.43	6.45	6.11
Closing net asset value per share	157.46	155.52	142.76
* after direct transaction costs of:	0.05	0.11	0.13

Performance

Return after charges	1.25%	8.94%	(1.20%)
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Other information

Closing net asset value (£000s)	30,696	29,948	23,514
Closing number of shares	19,495,146	19,257,014	16,471,518
Operating charges	0.74%	0.75%	0.75%
Direct transaction costs	0.03%	0.07%	0.09%

Prices

Highest share price (pence)	160.60	159.30	146.70
Lowest share price (pence)	122.20	143.10	138.50

Comparative tables (continued)

	Class I income		
	2021	2020	2019
	(pence per share)	(pence per share)	(pence per share)
Change in net assets per share			
Opening net asset value per share	114.39	109.58	115.92
Return before operating charges*	1.93	10.53	(0.54)
Operating charges	(0.79)	(0.85)	(0.84)
Return after operating charges*	1.14	9.68	(1.38)
Distributions on income shares	(3.93)	(4.87)	(4.96)
Closing net asset value per share	111.60	114.39	109.58
* after direct transaction costs of:	0.03	0.08	0.10

Performance

Return after charges	1.00%	8.83%	(1.19%)
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Other information

Closing net asset value (£000s)	25,173	24,553	17,617
Closing number of shares	22,556,102	21,463,163	16,075,819
Operating charges	0.74%	0.75%	0.75%
Direct transaction costs	0.03%	0.07%	0.09%

Prices

Highest share price (pence)	116.90	117.90	116.00
Lowest share price (pence)	89.73	109.80	107.40

	Class A EUR Hedged accumulation		
	2021	2020	2019
	(pence per share)	(pence per share)	(pence per share)
Change in net assets per share			
Opening net asset value per share	86.81	84.19	86.96
Return before operating charges*	5.99	3.82	(1.61)
Operating charges	(1.17)	(1.20)	(1.16)
Return after operating charges*	4.82	2.62	(2.77)
Distributions on accumulation shares	(3.32)	(3.85)	(3.84)
Retained distributions on accumulation shares	3.32	3.85	3.84
Closing net asset value per share	91.63	86.81	84.19
* after direct transaction costs of:	0.03	0.06	0.08

Performance

Return after charges (Share class base currency)	5.55%	3.11%	(3.19%)
Return after charges (Share class currency hedged)	0.30%	6.99%	(2.78%)

Other information

Closing net asset value (£000s)	290	358	255
Closing number of shares	315,963	412,355	303,000
Operating charges	1.34%	1.35%	1.35%
Direct transaction costs	0.03%	0.07%	0.09%

Prices

Highest share price (Euro cents)	105.70	105.80	100.00
Lowest share price (Euro cents)	81.17	96.72	93.83

Comparative tables (continued)

	Class I EUR Hedged accumulation		
	2021 (pence per share)	2020 (pence per share)	2019 (pence per share)
Change in net assets per share			
Opening net asset value per share	87.77	84.70	87.12
Return before operating charges*	5.94	3.74	(1.77)
Operating charges	(0.65)	(0.67)	(0.65)
Return after operating charges*	5.29	3.07	(2.42)
Distributions on accumulation shares	(3.26)	(3.75)	(3.74)
Retained distributions on accumulation shares	3.26	3.75	3.74
Closing net asset value per share	93.06	87.77	84.70
* after direct transaction costs of:	0.03	0.06	0.08
Performance			
Return after charges (Share class base currency)	6.03%	3.62%	(2.78%)
Return after charges (Share class currency hedged)	0.76%	7.51%	(2.36%)
Other information			
Closing net asset value (£000s)	1	1	1
Closing number of shares	1,419	1,429	1,542
Operating charges	0.74%	0.75%	0.75%
Direct transaction costs	0.03%	0.07%	0.09%
Prices			
Highest share price (Euro cents)	107.30	107.00	100.40
Lowest share price (Euro cents)	82.13	97.31	94.36

Direct transaction costs incurred on securities transactions (including derivatives) are stated after deducting the proportion of the amounts collected from dilution adjustments that relate to direct transaction costs.

Performance values are at close of business on a bid basis, which will differ from those in the Performance summary.

Operating charges

Operating charges are expenses associated with the maintenance and administration of the fund on a day-to-day basis that are actually borne by the share class.

Share class launches and closures

There were no share classes launched or closed during the year.

Hedged share classes

Class A EUR Hedged accumulation and Class I EUR Hedged accumulation are hedged share classes. Hedged share classes allow the ACD to use currency hedging transactions to reduce the effect of fluctuations in the rate of exchange between the currency of shares in those classes and sterling which is the base currency of the fund.

Ongoing charge figure

The annualised OCF of the fund is calculated as the ratio of the total ongoing charges to the average net asset value for twelve months. Ongoing charges are all expenses deducted from the assets of the fund during the year, except for expenses that are explicitly excluded by regulation.

	2021 %	2020 %	Estimated OCF from 5 May 2020¹ %
Class A accumulation	1.34 ²	1.35	1.34
Class A income	1.34 ²	1.35	1.34
Class G accumulation³	0.65 ²	0.60	0.65
Class I accumulation	0.74 ²	0.75	0.74
Class I income	0.74 ²	0.75	0.74
Class A EUR Hedged accumulation	1.34 ²	1.35	1.34
Class I EUR Hedged accumulation	0.74 ²	0.75	0.74

The OCF includes a synthetic element of 0.18% (2020: 0.20%) to incorporate the OCF of underlying funds.

The ACD made a contribution to limit the fund's OCF ratio in the prior year. This is shown in note 2 of the financial statements.

The OCF is calculated in accordance with guidelines issued by ESMA.

Although this fund is a non-UCITS, we have used this disclosure to enable comparison across our fund range.

¹ The estimated ongoing charge is based on the new GAC rates to the year ended 31 January 2021.

² The GAC on all share classes increased from 0.02% to 0.024% on 5 May 2020 and therefore the rate applied is not consistent through the year.

³ Class G accumulation launched on 29 November 2019. An annualised OCF rate has been disclosed in the prior year comparative.

Risk and reward profile

The fund currently has 7 types of share class in issue: A accumulation, A income, G accumulation, I accumulation, I income, A EUR Hedged accumulation and I EUR Hedged accumulation.

Each share class has the same risk and reward profile which is as follows:



The share classes appear at 5 out of 7. Share classes in higher categories have shown greater and/or more frequent variations in net asset value in the past 5 years than those in lower categories. The lowest category does not mean risk free.

The SRRRI is calculated based on historical volatility over a rolling 5* year period, it is reviewed monthly and updated if volatility has changed materially to cause a movement in the SRRRI level. The SRRRI is an indicator and may not accurately reflect future volatility and market conditions.

The value of an investment and any income from it can go up or down. When you sell your shares they may be worth less than you paid for them.

The risk/reward rating above is based on medium-term volatility. In the future, the fund's actual volatility could be higher or lower and its rated risk/reward level could change.

The fund targets a risk profile of 5 as calculated by Distribution Technology, which is an independent provider of risk profiling. Distribution Technology profiles funds on a scale of 1-10 and takes into consideration risk targets and other factors as well as past data. This is different to the 'Risk and Reward Profile' scale above, which is a regulated standard based only on past data.

For further information on the Distribution Technology risk profile please contact us or refer to the fund's prospectus.

The rating does not reflect the possible effects of unusual market conditions or large unpredictable events.

The full list of the fund's risks are contained in the 'Risk Warnings' section of the fund's prospectus.

There has been no change to the risk ratings in the year.

The SRRRI conforms to the ESMA guidelines for the calculation of the SRRRI.

* Class A EUR Hedged accumulation and Class I EUR Hedged accumulation were launched on 1 September 2017, Class G accumulation was launched on 29 November 2019. As these share classes do not have a 5 year history, a synthetic history has been created using the fund's relevant sector average.

Portfolio statement as at 31 January 2021

Holding	Investment	Market value £000	Percentage of total net assets %
Alternatives 11.95% (2020: 9.58%)			
16,056	Barings Emerging Markets Sovereign Debt Fund A Income	1,464	2.53
1,046,135	HICL Infrastructure	1,824	3.16
609,631	International Public Partnerships	1,046	1.81
1,399,417	Renewables Infrastructure	1,777	3.09
70,749	3i	786	1.36
		<u>6,897</u>	<u>11.95</u>
Asia Ex Japan Equity 7.62% (2020: 4.51%)			
1,535,948	Janus Henderson Asian Dividend Income Unit Trust ¹	1,440	2.49
10,060	Samsung Electronics Preference Shares	479	0.83
716,418	Schroder Oriental Income Fund	1,905	3.30
6,531	Taiwan Semiconductor Manufacturing ADS	578	1.00
		<u>4,402</u>	<u>7.62</u>
Commodities 0.00% (2020: 2.71%)			
Diversified Bonds 6.03% (2020: 7.83%)			
15,151,515	Janus Henderson Fixed Interest Monthly Income Fund Income ¹	<u>3,483</u>	<u>6.03</u>
Emerging Market Bonds 3.00% (2020: 2.90%)			
186,452	Finisterre Unconstrained Emerging Markets Fixed Income Fund	<u>1,730</u>	<u>3.00</u>
Europe ex UK Equity 11.32% (2020: 12.52%)			
23,893	ABB	515	0.89
13,166	AXA	213	0.37
317,410	BlackRock Continental European Income Fund	506	0.88
266,424	Invesco European Equity Income Fund	347	0.60
71,055	iShares Euro Dividend UCITS ETF	1,109	1.92
4,082	Michelin	411	0.71
553,691	Montanaro European Income Fund Sterling Distribution	1,182	2.05
3,250	Nestlé	266	0.46
5,731	Novartis	378	0.65
18,667	RELX	339	0.59
991	Roche Non-Voting Shares	249	0.43
3,578	Sanofi	244	0.42
6,827	TOTAL	211	0.36
16,509	Volvo 'B'	299	0.52
924	Zurich Insurance	269	0.47
		<u>6,538</u>	<u>11.32</u>
Global Emerging Market Equity 4.77% (2020: 4.57%)			
1,879,848	JPMorgan Global Emerging Markets Income Trust	<u>2,754</u>	<u>4.77</u>
Global Equity 2.64% (2020: 3.38%)			
13,071	Lyxor SG Global Quality Income NTR UCITS ETF Distribution	1,249	2.16
16,008	SIG Combibloc	278	0.48
		<u>1,527</u>	<u>2.64</u>

Portfolio statement (continued)

Holding	Investment	Market value £000	Percentage of total net assets %
Government Bonds 5.31% (2020: 8.24%)			
52,885	iShares Core UK Gilts UCITS ETF	770	1.33
12,762	iShares USD Treasury Bond 7-10 Year UCITS ETF	2,017	3.50
4,343	SPDR Bloomberg Barclays UK Gilt UCITS ETF	277	0.48
		<u>3,064</u>	<u>5.31</u>
High Yield Bonds 2.80% (2020: 5.09%)			
1,084,604	Blackstone/GSO Loan Financing	624	1.08
8,901	Janus Henderson Horizon Global High Yield Bond Z3 Income ¹	992	1.72
		<u>1,616</u>	<u>2.80</u>
Investment Grade Bonds 7.73% (2020: 7.54%)			
35,193	iShares USD Corporate Bond UCITS ETF	3,332	5.77
635,166	Janus Henderson All Stocks Credit Fund I Income ¹	940	1.63
228,660	NB Global Floating Rate Income Fund	190	0.33
		<u>4,462</u>	<u>7.73</u>
Japan Equity 0.00% (2020: 0.96%)			
North America Equity 6.42% (2020: 4.68%)			
5,598	Bristol-Myers Squibb	250	0.43
819	Broadcom	268	0.46
8,992	Cisco Systems	292	0.51
2,204	CME 'A'	291	0.50
8,451	Coca-Cola	296	0.51
6,787	Corning	177	0.31
5,498	Medtronic	446	0.78
3,570	Microsoft	603	1.05
6,961	Mondelez International	281	0.49
17,408	Telus	262	0.45
2,170	Texas Instruments	262	0.45
6,934	Verizon Communications	276	0.48
		<u>3,704</u>	<u>6.42</u>
Private Equity 1.34% (2020: 0.33%)			
48,815	NB Private Equity Partners 'A'	578	1.00
20,319	Princess Private Equity	198	0.34
		<u>776</u>	<u>1.34</u>
Property 4.52% (2020: 4.03%)			
472,371	BMO Commercial Property Trust	368	0.64
1,504,514	PRS REIT	1,265	2.19
1,495,972	UK Commercial Property Trust	978	1.69
		<u>2,611</u>	<u>4.52</u>
Specialist Equity 5.79% (2020: 1.45%)			
27,255	Amcor	217	0.38
1,238,451	Greencoat Renewables	1,315	2.28
21,435	iShares USD High Yield Corp Bond UCITS ETF	1,613	2.79
19,462	Tele2 'B'	196	0.34
		<u>3,341</u>	<u>5.79</u>

Portfolio statement (continued)

Holding	Investment	Market value £000	Percentage of total net assets %
UK Equity 8.85% (2020: 12.96%)			
10,694	Burberry	184	0.32
17,125	Chenavari Capital Solutions ²	8	0.01
191,721	CVC Credit Partners European Opportunities	188	0.33
357,143	iShares UK Dividend UCITS ETF	2,311	4.01
351,587	LF Gresham House UK Multi Cap Income Fund F Income	406	0.70
11,064	RWC Enhanced Income Fund	758	1.31
574,896	Trojan Income Fund	539	0.93
1,060,986	UK Mortgages	716	1.24
		<u>5,110</u>	<u>8.85</u>
Derivatives (0.19%) (2020: 0.04%)			
Contracts for Difference (0.17%) (2020: (0.18%))³			
Equity long contracts for difference (0.17%) (2020: (0.18%))³			
8,816	Nikkei 225 Index	(52)	(0.09)
914	S&P 500 Index	(46)	(0.08)
		<u>(98)</u>	<u>(0.17)</u>
Futures (0.04%) (2020: 0.05%)			
(16)	CME S&P 500 E-mini Index March 2021	(30)	(0.05)
(52)	EUX Euro Stoxx 50 March 2021	14	0.02
9	ICE FTSE 100 Index March 2021	(8)	(0.01)
		<u>(24)</u>	<u>(0.04)</u>
Forward Foreign Exchange Contracts 0.02% (2020: 0.18%)³			
	Buy EUR 8,666 : Sell GBP 7,662 February 2021 ⁴	-	-
	Buy GBP 1 : Sell EUR 1 February 2021 ⁴	-	-
	Buy GBP 1 : Sell EUR 1 February 2021 ⁴	-	-
	Buy GBP 10 : Sell EUR 11 February 2021 ⁴	-	-
	Buy GBP 4 : Sell EUR 4 February 2021 ⁴	-	-
	Buy GBP 5 : Sell EUR 6 February 2021 ⁴	-	-
	Buy GBP 8,104,411 : Sell USD 11,085,866 February 2021	33	0.06
	Buy GBP 812,378 : Sell EUR 915,344 February 2021	2	-
	Buy GBP 9 : Sell EUR 10 February 2021 ⁴	-	-
	Buy JPY 241,276,649 : Sell GBP 1,700,367 February 2021	(22)	(0.04)
		<u>13</u>	<u>0.02</u>
Forward Foreign Exchange Contracts (Hedged share classes) 0.00% (2020: (0.01%))³			
	Buy EUR 1 : Sell GBP 1 February 2021 ⁴	-	-
	Buy EUR 1 : Sell GBP 1 February 2021 ⁴	-	-
	Buy EUR 1 : Sell GBP 1 February 2021 ⁴	-	-
	Buy EUR 1 : Sell GBP 1 February 2021 ⁴	-	-
	Buy EUR 10 : Sell GBP 9 February 2021 ⁴	-	-
	Buy EUR 11 : Sell GBP 10 February 2021 ⁴	-	-
	Buy EUR 1,537 : Sell GBP 1,368 February 2021 ⁴	-	-
	Buy EUR 3 : Sell GBP 2 February 2021 ⁴	-	-
	Buy EUR 349,197 : Sell GBP 310,823 February 2021	(2)	-
	Buy EUR 4 : Sell GBP 4 February 2021 ⁴	-	-
	Buy EUR 4 : Sell GBP 4 February 2021 ⁴	-	-
	Buy EUR 6 : Sell GBP 5 February 2021 ⁴	-	-

Portfolio statement (continued)

Holding	Investment	Market value £000	Percentage of total net assets %
Forward Foreign Exchange Contracts (continued)			
	Buy GBP 1 : Sell EUR 1 February 2021 ⁴	-	-
	Buy GBP 1 : Sell EUR 1 February 2021 ⁴	-	-
	Buy GBP 1 : Sell EUR 1 February 2021 ⁴	-	-
	Buy GBP 3 : Sell EUR 3 February 2021 ⁴	-	-
	Buy GBP 3 : Sell EUR 3 February 2021 ⁴	-	-
	Buy GBP 3,000 : Sell EUR 3,392 February 2021 ⁴	-	-
	Buy GBP 33 : Sell EUR 38 February 2021 ⁴	-	-
	Buy GBP 4 : Sell EUR 4 February 2021 ⁴	-	-
	Buy GBP 4 : Sell EUR 4 February 2021 ⁴	-	-
	Buy GBP 7,558 : Sell EUR 8,491 February 2021 ⁴	-	-
	Buy GBP 7,662 : Sell EUR 8,664 February 2021 ⁴	-	-
		(2)	-
	Investment assets including investment liabilities	51,904	89.90
	Other net assets	5,834	10.10
	Total net assets	57,738	100.00

¹ Related party to the fund

² Suspended or delisted securities

³ Not listed on an official stock exchange

⁴ Due to rounding to nearest £1,000

The collective investment schemes held are approved regulated collective investment schemes within the meaning of the FCA rules. Exchange traded funds and all other investments are listed on recognised stock exchanges or are 'approved securities' within the meaning of FCA rules unless otherwise stated.

Prior year comparative percentages have changed for some sectors due to reclassification within these sectors.

Portfolio statement (continued)

Composition of portfolio

2021	Market value £000	Percentage of total net assets %
Investments		
Total collective investment schemes	13,787	23.88
Total equities	38,228	66.21
Total derivatives	(111)	(0.19)
Investment assets including investment liabilities	51,904	89.90
Other net assets	5,834	10.10
Total net assets	57,738	100.00
2020	Market value £000	Percentage of total net assets %
Investments		
Total collective investment schemes	19,132	33.42
Total equities	34,264	59.86
Total derivatives	21	0.04
Investment assets including investment liabilities	53,417	93.32
Other net assets	3,823	6.68
Total net assets	57,240	100.00

Statement of total return for the year ended 31 January 2021

	Note	2021		2020	
		£000	£000	£000	£000
Income					
Net capital (losses)/gains	2		(1,085)		2,341
Revenue	3	2,208		2,414	
Expenses	4	(309)		(294)	
Interest payable and similar charges	5	(27)		(48)	
Net revenue before taxation		1,872		2,072	
Taxation	6	(152)		(132)	
Net revenue after taxation			1,720		1,940
Total return before distributions			635		4,281
Distributions	7		(2,029)		(2,234)
Change in net assets attributable to shareholders from investment activities			(1,394)		2,047

Statement of change in net assets attributable to shareholders

for the year ended 31 January 2021

	2021		2020	
	£000	£000	£000	£000
Opening net assets attributable to shareholders		57,240		43,277
Amounts receivable on issue of shares	9,088		15,427	
Amounts payable on cancellation of shares	(8,329)		(4,834)	
		759		10,593
Dilution adjustment		1		-
Change in net assets attributable to shareholders from investment activities		(1,394)		2,047
Retained distributions on accumulation shares		1,132		1,323
Closing net assets attributable to shareholders		57,738		57,240

Balance sheet as at 31 January 2021

	Note	2021 £000	2020 £000
Assets:			
Investments		52,064	53,540
Current assets:			
Debtors	8	438	2,365
Cash and bank balances	9	1,153	685
Cash equivalents	10	5,426	3,228
Total assets		59,081	59,818
Liabilities:			
Investment liabilities		160	123
Provisions for liabilities	11	-	3
Creditors:			
Amounts held at derivative clearing houses and brokers		688	42
Bank overdrafts		9	281
Distributions payable		42	152
Other creditors	12	444	1,977
Total liabilities		1,343	2,578
Net assets attributable to shareholders		57,738	57,240

1 Accounting policies

The accounting policies, distribution policy and potential risks are set out in notes 1 to 3 of the funds' aggregated notes to the financial statements.

2 Net capital (losses)/gains

Net capital (losses)/gains on investments during the year comprise:

	2021	2020
	£000	£000
ACD contribution to limit OCF	-	10
Capital management fee rebates	80	75
Derivative securities*	(22)	(228)
Forward currency contracts*	13	199
Forward currency contracts on hedged share classes*	17	(19)
Non-derivative securities*	(1,225)	2,329
Other currency gains/(losses)	64	(6)
Transaction costs	(12)	(19)
Net capital (losses)/gains	(1,085)	2,341
*The above includes:		
Realised (losses)/gains	(915)	1,001
Unrealised (losses)/gains	(302)	1,280
	(1,217)	2,281

* Where realised gains/(losses) include gains/(losses) arising in previous years, a corresponding gain/(loss) is included in unrealised gains/(losses).

3 Revenue

	2021	2020
	£000	£000
Derivative revenue	53	43
Distributions from UK regulated collective investment schemes:		
Franked investment revenue	150	167
Interest distribution	167	213
Unfranked investment revenue	13	11
Management fee rebates	5	5
Overseas dividends*	1,374	1,427
UK dividends	353	384
UK REIT revenue - PID	25	106
UK REIT revenue - non PID	66	51
US REIT revenue	2	7
Total revenue	2,208	2,414

* includes distributions from overseas funds

Notes to the financial statements (continued)

4 Expenses

	2021	2020
	£000	£000
Payable to the ACD, associates of the ACD and agents of either of them:		
Annual management charge	289	277
GAC*	13	10
	<u>302</u>	<u>287</u>
Payable to the Depositary, associates of the Depositary and agents of either of them:		
Depositary fees	5	5
Safe custody fees	2	2
	<u>7</u>	<u>7</u>
Total expenses	<u>309</u>	<u>294</u>

Irrecoverable VAT is included in the above expenses where relevant.

* The current audit fee, which is levied through the GAC, is £14,335 (2020: £12,799). However, as the GAC charge is lower than the audit fee, the GAC does not fully recompense the ACD for this and certain other expenses charged to the fund.

5 Interest payable and similar charges

The interest payable and similar charges comprise:

	2021	2020
	£000	£000
Interest payable*	27	48
Total interest payable and similar charges	<u>27</u>	<u>48</u>

* Includes negative interest on credit balances held with the broker.

6 Taxation

(a) Analysis of charge in the year

The tax charge comprises:

	2021	2020
	£000	£000
Current tax		
Deferred tax	(3)	3
Double tax relief	(2)	(3)
Irrecoverable income tax	1	2
Overseas withholding tax	52	31
Corporation tax	104	99
Total tax (note 6b)	<u>152</u>	<u>132</u>

Notes to the financial statements (continued)

6 Taxation (continued)

b) Factors affecting tax charge for year

The tax assessed for each year is different to the standard rate of corporation tax in the UK for funds of authorised OEICS of 20% (2020: 20%). The differences are explained below:

	2021	2020
	£000	£000
Net revenue before taxation	1,872	2,072
Corporation tax at 20% (2020: 20%)	375	414
Effects of:		
Double tax relief	(2)	(3)
Irrecoverable income tax	1	2
Overseas withholding tax	52	31
Overseas dividends	(176)	(209)
Tax effect of management fee rebates in capital	16	17
UK dividends*	(114)	(120)
Tax charge for the year (note 6a)	152	132

* As an OEIC this item is not subject to corporation tax.

OEICs are exempt from tax on capital gains made in the UK. Therefore, any capital return is not included within the reconciliation above.

(c) Deferred tax

	2021	2020
	£000	£000
Provision at start of year	3	-
Deferred tax charge for year (note 6a)	(3)	3
Provision at end of year	-	3

d) Factors that may affect future tax charges

There were no factors that may affect future tax charges at the current or prior year end.

7 Distributions

The distributions take account of revenue received on the issue of shares and revenue deducted on the cancellation of shares, and comprise:

	2021	2020
	£000	£000
Interim income	851	805
Interim accumulation	908	900
Final income	42	152
Final accumulation	224	423
	2,025	2,280
Amounts deducted on cancellation of shares	34	37
Amounts received on issue of shares	(30)	(83)
Total distributions	2,029	2,234
Net revenue after taxation	1,720	1,940
Expenses paid from capital	309	294
Total distributions	2,029	2,234

Details of the distribution per share are set out in the Distribution tables on pages 220 to 231.

Notes to the financial statements (continued)

8 Debtors

	2021	2020
	£000	£000
Accrued revenue	54	123
ACD contribution to limit OCF	-	13
Amounts receivable for issue of shares	48	425
Currency transactions awaiting settlement	-	856
Income tax recoverable	1	3
Management fee rebates	24	92
Overseas withholding tax reclaimable	3	3
Sales awaiting settlement	308	850
Total debtors	438	2,365

9 Cash and bank balances

	2021	2020
	£000	£000
Amounts held at derivative clearing houses and brokers	1,153	423
Cash and bank balances	-	262
Total cash and bank balances	1,153	685

10 Cash equivalents

	2021	2020
	£000	£000
Short term investments	5,426	3,228
Total cash equivalents	5,426	3,228

The short term investments relate to holdings in the Deutsche Liquidity Managed Platinum Sterling Fund. Cash equivalents are held on the fund to ensure that there is sufficient cash backing to settle any futures contracts, in addition to other investment purposes, without increasing the economic exposure on the fund.

11 Provisions for liabilities

	2021	2020
	£000	£000
Deferred tax	-	3
Total provisions for liabilities	-	3

Notes to the financial statements (continued)

12 Other creditors

	2021	2020
	£000	£000
Accrued annual management charge	26	26
Accrued other expenses	3	4
Amounts payable for cancellation of shares	209	132
Corporation tax payable	51	96
Derivative revenue payable	2	1
Currency transactions awaiting settlement	-	862
Purchases awaiting settlement	153	856
Total other creditors	444	1,977

13 Contingent liabilities and commitments

There were no contingent liabilities or outstanding commitments at the current or prior year end.

14 Related party transactions

HIFL as ACD to the fund is deemed to be a related party in respect of their dealings with the fund. All transactions and balances associated with the ACD are disclosed within the 'Statement of total return', the 'Statement of change in net assets attributable to shareholders' and the 'Balance sheet' on pages 207 and 208 and notes 4, 7, 8 and 12 on pages 210 to 213 including all issues and cancellations where the ACD acted as principal.

Transactions with the ACD are as follows:

- ACD contribution to limit OCF
- All issues and cancellations
- Annual management charge
- GAC and any related charges where the GAC fee was unable to fully recompense the ACD, including the audit fee as outlined in note 4.

The ultimate controlling party of HIFL is Janus Henderson Group plc. The transactions associated with Janus Henderson Group plc, its subsidiaries and other funds managed by HIFL are as follows:

- The value of purchase transactions was £100,121 (2020: £4,655,228) and sales transactions was £888,760 (2020: £2,471,338) and the balance outstanding at the year end was purchases nil (2020: nil) and sales nil (2020: nil).
- Revenue receivable for the year was £330,243 (2020: £339,326) and the balance outstanding at the year end was £4,493 (2020: £20,090).
- Management fee rebates receivable for the year was £68,393 (2020: £65,263) and the balance outstanding at the year end was £20,161 (2020: £88,015).
- The aggregate value of investments held at the year end was £6,855,406 (2020: £7,806,049).
- The ACD contribution to limit OCF was £nil (2020: £10,040).

There were no material shareholders at the year end (2020: nil).

15 Shareholders' funds

The fund currently has 5 share classes available; Class A (Retail), Class G (Institutional), Class I (Institutional), Class A EUR Hedged (Retail) and Class I EUR Hedged (Institutional). The annual management charge on each share class is as follows:

	2021	2020
	%	%
Class A	1.10	1.10
Class G	0.40	0.40
Class I	0.50	0.50
Class A EUR Hedged	1.10	1.10
Class I EUR Hedged	0.50	0.50

The net asset value of each share class, the net asset value per share and the number of shares in each share class are given in the Comparative tables on pages 196 to 199. The distribution per share class is given in the Distribution tables on pages 220 to 231. All share classes have the same rights on winding up.

Notes to the financial statements (continued)

15 Shareholders' funds (continued)

Shares reconciliation as at 31 January 2021

	Class A accumulation	Class A income	Class G accumulation	Class I accumulation
Opening number of shares	2,819,562	478,103	500	19,257,014
Issues during the year	103,272	20,821	-	3,026,454
Cancellations during the year	(1,111,238)	(111,404)	-	(2,788,322)
Closing shares in issue	1,811,596	387,520	500	19,495,146

	Class I income	Class A EUR Hedged accumulation	Class I EUR Hedged accumulation
Opening number of shares	21,463,163	412,355	1,429
Issues during the year	4,126,910	16,668	945
Cancellations during the year	(3,033,971)	(113,060)	(955)
Closing shares in issue	22,556,102	315,963	1,419

16 Financial derivatives

The fund may use financial derivatives for the purposes of efficient portfolio management.

Eligible collateral types are approved by the Investment Manager and are agreed with the relevant counterparty.

There was no collateral pledged or collateral held in respect of forward foreign exchange contracts at the year end (2020: nil). The fund had cash assets of £1,152,545 (2020: £423,347) and cash liabilities of £687,730 (2020: £42,455) held in margin accounts at derivative clearing houses and brokers at the year end. These balances are held as collateral on the fund's contracts for difference and futures contracts.

2021

At 31 January 2021 the counterparty exposure calculated using the positive marked-to-market value for each category of derivatives held was as follows:

Counterparty	Forward foreign exchange contracts £000	Futures £000	Total by counterparty £000
BNP Paribas	35	-	35
UBS	-	14	14
	35	14	49

2020

At 31 January 2020 the counterparty exposure calculated using the positive marked-to-market value for each category of derivatives held was as follows:

Counterparty	Forward foreign exchange contracts £000	Futures £000	Total by counterparty £000
BNP Paribas	90	-	90
JP Morgan	12	-	12
UBS	-	42	42
	102	42	144

Notes to the financial statements (continued)

16 Financial derivatives (continued)

Cash equivalent investments held on the fund ensure the ability to be able to exercise derivative positions without increasing the economic exposure on the fund. This is further explained within the market risk note on page 15. The underlying exposure of these derivative positions is provided in the table below to enhance understanding of the fund's derivatives exposure and the effect of this exposure on the cash equivalents balance held by the fund. The total amount held in cash equivalent investments, which includes balances held for other investment purposes, is disclosed as short term investments in note 10.

2021

At 31 January 2021 the counterparty exposure calculated on a notional basis for each category of derivatives held was as follows:

Counterparty	Contracts for difference £000	Forward foreign exchange contracts £000	Futures £000	Total by counterparty £000
BNP Paribas	-	10,561	-	10,561
JP Morgan	-	336	-	336
UBS	4,168	-	(3,186)	982
	4,168	10,897	(3,186)	11,879

2020

At 31 January 2020 the counterparty exposure calculated on a notional basis for each category of derivatives held was as follows:

Counterparty	Contracts for difference £000	Forward foreign exchange contracts £000	Futures £000	Total by counterparty £000
BNP Paribas	-	9,598	-	9,598
JP Morgan	-	2,539	-	2,539
UBS	2,599	-	(2,753)	(154)
	2,599	12,137	(2,753)	11,983

17 Risk

Currency risk

The exposure to currency risk is considered significant. The following table details the net exposure of the principal foreign currencies the fund is exposed to including any instruments used to hedge foreign currencies.

	Investment assets including (investment liabilities) £000	Other net assets £000	Total net assets £000
2021			
Currency			
Canadian dollar	262	-	262
Euro	3,066	196	3,262
Japanese yen	1,625	319	1,944
Korean won	479	10	489
Swedish krona	495	-	495
Swiss franc	1,956	-	1,956
UK sterling	39,507	4,748	44,255
US dollar	4,514	561	5,075
Total	51,904	5,834	57,738

2020

The fund's net exposure to currency risk (including any instruments used to hedge foreign currencies) was considered insignificant during the prior year.

Notes to the financial statements (continued)

17 Risk (continued)

Sensitivity analysis

The net foreign currency assets held by the fund at the year end were £13,483,914 (2020: nil). A 10% increase/(decrease) in the foreign exchange rates applied to the fund's net foreign currency assets would have the effect of increasing/(decreasing) the return for the year ended 31 January 2021 and the net assets as at 31 January 2021 by £1,348,391 (2020: nil).

Interest rate risk

The fund's exposure to interest rate risk is considered insignificant. This is consistent with the exposure during the prior year.

Other market price risk

An increase or decrease in market values will have a direct effect on the value of the investment assets in the portfolio and therefore a proportionate effect on the value of the fund.

Leverage

There have been no breaches of the maximum levels during the year, no charges to the maximum level of leverage employed by the fund or to its right of reuse of collateral or any guarantee granted under the leveraging arrangements.

	Gross method		Commitment method	
	Maximum level	Actual level	Maximum level	Actual level
	%	%	%	%
2021	225.00	134.84	175.00	108.44
2020	225.00	131.93	175.00	107.18

Liquidity risk

The following table provides a maturity analysis of the fund's financial liabilities showing the remaining contractual maturities on an undiscounted basis.

2021	On demand	Within one year	Over one year but not more than five years	Over five years
	£000	£000	£000	£000
Amounts held at derivatives clearing houses and brokers	688	-	-	-
Bank overdrafts	9	-	-	-
Derivative financial liabilities	-	62	98	-
Distribution payable	-	42	-	-
Other creditors	-	444	-	-
Total	697	548	98	-

2020	On demand	Within one year	Over one year but not more than five years	Over five years
	£000	£000	£000	£000
Amounts held at derivatives clearing houses and brokers	42	-	-	-
Bank overdrafts	281	-	-	-
Derivative financial liabilities	-	20	103	-
Distribution payable	-	152	-	-
Other creditors	-	1,977	-	-
Provisions for liabilities	-	3	-	-
Total	323	2,152	103	-

Notes to the financial statements (continued)

18 Fair value disclosure

Fair value measurement

The intention of a fair value measurement is to estimate the price at which an asset or a liability could be exchanged in the market conditions prevailing at the measurement date. The measurement assumes the exchange is an orderly transaction (that is, it is not a forced transaction, involuntary liquidation or distress sale) between knowledgeable, willing participants on an independent basis.

The purpose of the fair value hierarchy is to prioritise the inputs that should be used to measure the fair value of assets and liabilities. The highest priority is given to quoted prices at which a transaction can be entered into and the lowest priority to unobservable inputs.

In accordance with FRS 102 the fund classifies fair value measurement under the following levels:

Level 1

The unadjusted quoted price in an active market for identical assets or liabilities that the entity can access at the measurement date.

Level 2

Inputs other than quoted prices included within level 1 that are either observable (i.e. developed using market data) for the asset or liability, either directly or indirectly.

Level 3

Inputs are unobservable (i.e. for which market data is unavailable) for the asset or liability.

Fair value hierarchy

	2021		2020	
	Assets £000	Liabilities £000	Assets £000	Liabilities £000
Level 1	37,756	38	34,306	13
Level 2	14,300	122	19,234	110
Level 3	8	-	-	-
	52,064	160	53,540	123

Where a price is unavailable or the price provided is not thought to be a fair reflection of the current market value of the asset, the Investment Manager, at its discretion, may permit an alternative method of valuation to be used if they consider that it better reflects fair value and is in accordance with good accounting practice. The FVPC of the Investment Manager supports the ACD in determining or approving unquoted prices. Where deemed necessary, the FVPC will seek ratification of decisions from the Janus Henderson Investment Performance and Risk Committee. The FVPC meets on a monthly basis and consists of representatives from various parts of the Investment Manager who act as an independent party, segregated from the fund management function, to review and approve fair value pricing decisions and pricing models on a regular basis. The Level 3 assets consist of an equity position held in a UK unlisted entity, Chenavari Capital Solutions (Chenavari). Chenavari's shares were delisted from the Specialist Fund Market of the London Stock Exchange on 1 October 2020 and is currently in its run-off period and returning capital to investors. The Fund uses a valuation technique based on published financial information, as such, the last known listed share price on 30 September 2020 has been used to determine the current valuation which was corroborated when the company published its first Net Asset Value (NAV) on 29 January 2021 since delisting. The published NAV shall be used going forward to adjust the fair value. The Fund shall also include other factors such as liquidity and market risk factors, and adjust the valuation model as deemed necessary.

Notes to the financial statements (continued)

19 Direct transaction costs

	Purchases		Sales	
	2021 £000	2020 £000	2021 £000	2020 £000
Trades in the year				
Collective investment schemes	640	12,522	5,519	4,441
Equities	21,432	21,945	16,357	19,759
Trades in the year before transaction costs	22,072	34,467	21,876	24,200
Transaction costs				
Commissions				
Collective investment schemes	-	-	-	-
Equities	9	7	5	6
Total commissions	9	7	5	6
Taxes				
Collective investment schemes	-	-	-	-
Equities	3	16	-	-
Total taxes	3	16	-	-
Other expenses				
Collective investment schemes	-	5	-	-
Equities	1	3	-	-
Total other expenses	1	8	-	-
Total transaction costs	13	31	5	6
Total net trades in the year after transaction costs	22,085	34,498	21,871	24,194

	Purchases		Sales	
	2021 %	2020 %	2021 %	2020 %
Total transaction costs expressed as a percentage of asset type cost				
Commissions				
Collective investment schemes	-	-	-	-
Equities	0.04	0.03	0.03	0.03
Taxes				
Collective investment schemes	-	-	-	-
Equities	0.01	0.07	-	-
Other expenses				
Collective investment schemes	-	0.04	-	-
Equities	-	0.01	-	-
	2021 %	2020 %		
Total transaction costs expressed as a percentage of net asset value				
Commissions	0.03	0.02		
Taxes	0.01	0.03		
Other expenses	-	0.02		
Total costs	0.04	0.07		

Notes to the financial statements (continued)

19 Direct transaction costs (continued)

There were no in specie transfers during the year (2020: nil). There were corporate actions during the year of £478,895 (2020: £32,094).

There were direct transaction costs associated with derivatives in the year of £1,389 (2020: £696) which is 0.00% of the average net asset value of the fund (2020: 0.00%).

Direct transaction costs are fees and commissions paid to agents, advisers, brokers and dealers, levies by regulatory agencies and securities exchanges, and transfer taxes and duties associated with investment transactions on the fund. These exclude any differences between quoted bid and offer prices or internal administrative or holding costs.

The costs of acquiring and disposing of units/shares in other collective investment schemes are included within the expense ratio which is an intrinsic part of the NAV price per unit/share of the underlying fund.

The portfolio dealing spread as at 29 January 2021 was 0.30% (2020: 0.36%). The portfolio dealing spread is calculated at a 12 noon valuation point.

20 Events after the Balance sheet date

There were no material post Balance sheet events which require disclosure within these financial statements.

Distribution tables for the year ended 31 January 2021 (in pence per share)

Interim dividend distribution (accounting date 29 February 2020, paid on 31 March 2020)

Group 1: shares purchased prior to 1 February 2020

Group 2: shares purchased on or after 1 February 2020

	Distribution per share	Equalisation	Total distribution per share 31/03/20	Total distribution per share 29/03/19
Class A accumulation				
Group 1	0.1300	-	0.1300	0.1491
Group 2	0.0893	0.0407	0.1300	0.1491
Class A income				
Group 1	0.0960	-	0.0960	0.1313
Group 2	0.0092	0.0868	0.0960	0.1313
Class G accumulation¹				
Group 1	0.1580	-	0.1580	n/a
Group 2	0.1580	-	0.1580	n/a
Class I accumulation				
Group 1	0.2542	-	0.2542	0.3385
Group 2	0.0921	0.1621	0.2542	0.3385
Class I income				
Group 1	0.1870	-	0.1870	0.2610
Group 2	0.0653	0.1217	0.1870	0.2610
Class A EUR Hedged accumulation²				
Group 1	0.1860	-	0.1860	0.2251
Group 2	0.1860	-	0.1860	0.2251
Class I EUR Hedged accumulation²				
Group 1	0.1826	-	0.1826	0.2255
Group 2	0.1826	-	0.1826	0.2255

¹ Class G accumulation launched on 29 November 2019

² in Euro cents per share

Distribution tables (continued)

Interim dividend distribution (accounting date 31 March 2020, paid on 30 April 2020)

Group 1: shares purchased prior to 1 March 2020

Group 2: shares purchased on or after 1 March 2020

	Distribution per share	Equalisation	Total distribution per share 30/04/20	Total distribution per share 30/04/19
Class A accumulation				
Group 1	0.1742	-	0.1742	0.1742
Group 2	0.0890	0.0852	0.1742	0.1742
Class A income				
Group 1	0.1683	-	0.1683	0.1683
Group 2	0.1151	0.0532	0.1683	0.1683
Class G accumulation¹				
Group 1	0.2703	-	0.2703	n/a
Group 2	0.2703	-	0.2703	n/a
Class I accumulation				
Group 1	0.3533	-	0.3533	0.3533
Group 2	0.0949	0.2584	0.3533	0.3533
Class I income				
Group 1	0.3409	-	0.3409	0.3409
Group 2	0.1693	0.1716	0.3409	0.3409
Class A EUR Hedged accumulation²				
Group 1	0.2439	-	0.2439	0.2439
Group 2	0.2439	-	0.2439	0.2439
Class I EUR Hedged accumulation²				
Group 1	0.2445	-	0.2445	0.2445
Group 2	0.2445	-	0.2445	0.2445

¹ Class G accumulation launched on 29 November 2019

² in Euro cents per share

Distribution tables (continued)

Interim dividend distribution (accounting date 30 April 2020, paid on 29 May 2020)

Group 1: shares purchased prior to 1 April 2020

Group 2: shares purchased on or after 1 April 2020

	Distribution per share	Equalisation	Total distribution per share 29/05/20	Total distribution per share 31/05/19
Class A accumulation				
Group 1	0.2050	-	0.2050	0.2050
Group 2	-	0.2050	0.2050	0.2050
Class A income				
Group 1	0.1809	-	0.1809	0.1809
Group 2	0.0342	0.1467	0.1809	0.1809
Class G accumulation¹				
Group 1	0.2853	-	0.2853	n/a
Group 2	0.2853	-	0.2853	n/a
Class I accumulation				
Group 1	0.4156	-	0.4156	0.4156
Group 2	-	0.4156	0.4156	0.4156
Class I income				
Group 1	0.3598	-	0.3598	0.3598
Group 2	0.0476	0.3122	0.3598	0.3598
Class A EUR Hedged accumulation²				
Group 1	0.2866	-	0.2866	0.2866
Group 2	0.2866	-	0.2866	0.2866
Class I EUR Hedged accumulation²				
Group 1	0.2874	-	0.2874	0.2874
Group 2	0.2874	-	0.2874	0.2874

¹ Class G accumulation launched on 29 November 2019

² in Euro cents per share

Distribution tables (continued)

Interim dividend distribution (accounting date 31 May 2020, paid on 30 June 2020)

Group 1: shares purchased prior to 1 May 2020

Group 2: shares purchased on or after 1 May 2020

	Distribution per share	Equalisation	Total distribution per share 30/06/20	Total distribution per share 28/06/19
Class A accumulation				
Group 1	0.2050	-	0.2050	0.2050
Group 2	-	0.2050	0.2050	0.2050
Class A income				
Group 1	0.1918	-	0.1918	0.1980
Group 2	0.0277	0.1641	0.1918	0.1980
Class G accumulation¹				
Group 1	0.2853	-	0.2853	n/a
Group 2	0.2853	-	0.2853	n/a
Class I accumulation				
Group 1	0.4156	-	0.4156	0.4156
Group 2	-	0.4156	0.4156	0.4156
Class I income				
Group 1	0.3992	-	0.3992	0.4011
Group 2	0.1027	0.2965	0.3992	0.4011
Class A EUR Hedged accumulation²				
Group 1	0.2862	-	0.2862	0.2862
Group 2	0.2862	-	0.2862	0.2862
Class I EUR Hedged accumulation²				
Group 1	0.2871	-	0.2871	0.2871
Group 2	0.2871	-	0.2871	0.2871

¹ Class G accumulation launched on 29 November 2019

² in Euro cents per share

Distribution tables (continued)

Interim dividend distribution (accounting date 30 June 2020, paid on 31 July 2020)

Group 1: shares purchased prior to 1 June 2020

Group 2: shares purchased on or after 1 June 2020

	Distribution per share	Equalisation	Total distribution per share 31/07/20	Total distribution per share 31/07/19
Class A accumulation				
Group 1	0.2050	-	0.2050	0.2050
Group 2	0.0142	0.1908	0.2050	0.2050
Class A income				
Group 1	0.1980	-	0.1980	0.1980
Group 2	0.0807	0.1173	0.1980	0.1980
Class G accumulation¹				
Group 1	0.2853	-	0.2853	n/a
Group 2	0.2853	-	0.2853	n/a
Class I accumulation				
Group 1	0.4156	-	0.4156	0.4156
Group 2	-	0.4156	0.4156	0.4156
Class I income				
Group 1	0.4011	-	0.4011	0.4011
Group 2	0.2641	0.1370	0.4011	0.4011
Class A EUR Hedged accumulation²				
Group 1	0.2862	-	0.2862	0.2862
Group 2	0.2862	-	0.2862	0.2862
Class I EUR Hedged accumulation²				
Group 1	0.2871	-	0.2871	0.2871
Group 2	0.2871	-	0.2871	0.2871

¹ Class G accumulation launched on 29 November 2019

² in Euro cents per share

Distribution tables (continued)

Interim dividend distribution (accounting date 31 July 2020, paid on 28 August 2020)

Group 1: shares purchased prior to 1 July 2020

Group 2: shares purchased on or after 1 July 2020

	Distribution per share	Equalisation	Total distribution per share 28/08/20	Total distribution per share 30/08/19
Class A accumulation				
Group 1	0.2050	-	0.2050	0.2050
Group 2	-	0.2050	0.2050	0.2050
Class A income				
Group 1	0.1980	-	0.1980	0.1980
Group 2	0.0529	0.1451	0.1980	0.1980
Class G accumulation¹				
Group 1	0.2853	-	0.2853	n/a
Group 2	0.2853	-	0.2853	n/a
Class I accumulation				
Group 1	0.4156	-	0.4156	0.4156
Group 2	-	0.4156	0.4156	0.4156
Class I income				
Group 1	0.4011	-	0.4011	0.4011
Group 2	0.1271	0.2740	0.4011	0.4011
Class A EUR Hedged accumulation²				
Group 1	0.2862	-	0.2862	0.2862
Group 2	-	0.2862	0.2862	0.2862
Class I EUR Hedged accumulation²				
Group 1	0.2871	-	0.2871	0.2871
Group 2	0.2871	-	0.2871	0.2871

¹ Class G accumulation launched on 29 November 2019

² in Euro cents per share

Distribution tables (continued)

Interim dividend distribution (accounting date 31 August 2020, paid on 30 September 2020)

Group 1: shares purchased prior to 1 August 2020

Group 2: shares purchased on or after 1 August 2020

	Distribution per share	Equalisation	Total distribution per share 30/09/20	Total distribution per share 30/09/19
Class A accumulation				
Group 1	0.2050	-	0.2050	0.2050
Group 2	-	0.2050	0.2050	0.2050
Class A income				
Group 1	0.1739	-	0.1739	0.1980
Group 2	0.0423	0.1316	0.1739	0.1980
Class G accumulation¹				
Group 1	0.2853	-	0.2853	n/a
Group 2	0.2853	-	0.2853	n/a
Class I accumulation				
Group 1	0.4156	-	0.4156	0.4156
Group 2	-	0.4156	0.4156	0.4156
Class I income				
Group 1	0.3553	-	0.3553	0.4011
Group 2	0.0991	0.2562	0.3553	0.4011
Class A EUR Hedged accumulation²				
Group 1	0.2862	-	0.2862	0.2862
Group 2	0.2862	-	0.2862	0.2862
Class I EUR Hedged accumulation²				
Group 1	0.2871	-	0.2871	0.2871
Group 2	0.2871	-	0.2871	0.2871

¹ Class G accumulation launched on 29 November 2019

² in Euro cents per share

Distribution tables (continued)

Interim dividend distribution (accounting date 30 September 2020, paid on 30 October 2020)

Group 1: shares purchased prior to 1 September 2020

Group 2: shares purchased on or after 1 September 2020

	Distribution per share	Equalisation	Total distribution per share 30/10/20	Total distribution per share 31/10/19
Class A accumulation				
Group 1	0.2050	-	0.2050	0.2050
Group 2	-	0.2050	0.2050	0.2050
Class A income				
Group 1	0.1972	-	0.1972	0.1980
Group 2	0.1062	0.0910	0.1972	0.1980
Class G accumulation¹				
Group 1	0.2853	-	0.2853	n/a
Group 2	0.2853	-	0.2853	n/a
Class I accumulation				
Group 1	0.4156	-	0.4156	0.4156
Group 2	-	0.4156	0.4156	0.4156
Class I income				
Group 1	0.4011	-	0.4011	0.4011
Group 2	0.1719	0.2292	0.4011	0.4011
Class A EUR Hedged accumulation²				
Group 1	0.2862	-	0.2862	0.2862
Group 2	0.2862	-	0.2862	0.2862
Class I EUR Hedged accumulation²				
Group 1	0.2871	-	0.2871	0.2871
Group 2	0.2871	-	0.2871	0.2871

¹ Class G accumulation launched on 29 November 2019

² in Euro cents per share

Distribution tables (continued)

Interim dividend distribution (accounting date 31 October 2020, paid on 30 November 2020)

Group 1: shares purchased prior to 1 October 2020

Group 2: shares purchased on or after 1 October 2020

	Distribution per share	Equalisation	Total distribution per share 30/11/20	Total distribution per share 29/11/19
Class A accumulation				
Group 1	0.2050	-	0.2050	0.2050
Group 2	0.2050	-	0.2050	0.2050
Class A income				
Group 1	0.1047	-	0.1047	0.1980
Group 2	0.0225	0.0822	0.1047	0.1980
Class G accumulation¹				
Group 1	0.2853	-	0.2853	n/a
Group 2	0.2853	-	0.2853	n/a
Class I accumulation				
Group 1	0.4156	-	0.4156	0.4156
Group 2	-	0.4156	0.4156	0.4156
Class I income				
Group 1	0.2084	-	0.2084	0.4011
Group 2	0.0626	0.1458	0.2084	0.4011
Class A EUR Hedged accumulation²				
Group 1	0.2862	-	0.2862	0.2862
Group 2	0.2862	-	0.2862	0.2862
Class I EUR Hedged accumulation²				
Group 1	0.2871	-	0.2871	0.2871
Group 2	0.2871	-	0.2871	0.2871

¹ Class G accumulation launched on 29 November 2019

² in Euro cents per share

Distribution tables (continued)

Interim dividend distribution (accounting date 30 November 2020, paid on 31 December 2020)

Group 1: shares purchased prior to 1 November 2020

Group 2: shares purchased on or after 1 November 2020

	Distribution per share	Equalisation	Total distribution per share 31/12/20	Total distribution per share 31/12/19
Class A accumulation				
Group 1	0.2050	-	0.2050	0.2050
Group 2	-	0.2050	0.2050	0.2050
Class A income				
Group 1	0.1980	-	0.1980	0.1980
Group 2	0.0791	0.1189	0.1980	0.1980
Class G accumulation				
Group 1	0.2853	-	0.2853	-
Group 2	0.2853	-	0.2853	-
Class I accumulation				
Group 1	0.4156	-	0.4156	0.4156
Group 2	-	0.4156	0.4156	0.4156
Class I income				
Group 1	0.4011	-	0.4011	0.4011
Group 2	0.1338	0.2673	0.4011	0.4011
Class A EUR Hedged accumulation¹				
Group 1	0.2862	-	0.2862	0.2862
Group 2	0.2862	-	0.2862	0.2862
Class I EUR Hedged accumulation¹				
Group 1	0.2871	-	0.2871	0.2871
Group 2	0.2871	-	0.2871	0.2871

¹ in Euro cents per share

Distribution tables (continued)

Interim dividend distribution (accounting date 31 December 2020, paid on 29 January 2021)

Group 1: shares purchased prior to 1 December 2020

Group 2: shares purchased on or after 1 December 2020

	Distribution per share	Equalisation	Total distribution per share 29/01/21	Total distribution per share 31/01/20
Class A accumulation				
Group 1	0.2050	-	0.2050	0.2050
Group 2	-	0.2050	0.2050	0.2050
Class A income				
Group 1	0.1444	-	0.1444	0.1980
Group 2	0.0380	0.1064	0.1444	0.1980
Class G accumulation				
Group 1	0.2853	-	0.2853	0.3860
Group 2	0.2853	-	0.2853	0.3860
Class I accumulation				
Group 1	0.4156	-	0.4156	0.4156
Group 2	-	0.4156	0.4156	0.4156
Class I income				
Group 1	0.2933	-	0.2933	0.4011
Group 2	0.1091	0.1842	0.2933	0.4011
Class A EUR Hedged accumulation¹				
Group 1	0.2862	-	0.2862	0.2862
Group 2	0.2862	-	0.2862	0.2862
Class I EUR Hedged accumulation¹				
Group 1	0.2871	-	0.2871	0.2871
Group 2	0.2871	-	0.2871	0.2871

¹ in Euro cents per share

Distribution tables (continued)

Final dividend distribution (accounting date 31 January 2021, paid on 26 February 2021)

Group 1: shares purchased prior to 1 January 2021

Group 2: shares purchased on or after 1 January 2021

	Distribution per share	Equalisation	Total distribution per share 26/02/21	Total distribution per share 28/02/20
Class A accumulation				
Group 1	0.5543	-	0.5543	1.0408
Group 2	0.0526	0.5017	0.5543	1.0408
Class A income				
Group 1	0.0933	-	0.0933	0.3479
Group 2	0.0370	0.0563	0.0933	0.3479
Class G accumulation				
Group 1	0.4980	-	0.4980	0.2500
Group 2	0.4980	-	0.4980	0.2500
Class I accumulation				
Group 1	1.0862	-	1.0862	2.0180
Group 2	0.1031	0.9831	1.0862	2.0180
Class I income				
Group 1	0.1838	-	0.1838	0.6996
Group 2	0.0680	0.1158	0.1838	0.6996
Class A EUR Hedged accumulation¹				
Group 1	0.7149	-	0.7149	1.4086
Group 2	0.7149	-	0.7149	1.4086
Class I EUR Hedged accumulation¹				
Group 1	0.6419	-	0.6419	1.2790
Group 2	0.6419	-	0.6419	1.2790

¹ in Euro cents per share

Janus Henderson Core 6 Income & Growth Fund

Authorised Corporate Director's report

Investment Fund Managers

Dean Cheeseman, Nick Watson and Paul O'Connor

Investment objective and policy

The fund aims to provide a sustainable level of income with the potential for capital growth, while maintaining a moderately high level of volatility, over the long term (5 years or more). Maintaining the volatility of the fund within defined limits, while not guaranteed, is prioritised over the generation of income and capital growth.

The fund invests in Collective Investment Schemes (other funds including those managed by Janus Henderson and Exchange Traded Funds) to provide diversified global exposure to a range of assets including bonds issued by companies and governments, company shares (equities), and to a lesser extent, alternative assets such as property and commodities.

The Investment Manager may use derivatives (complex financial instruments) 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 with reference to Distribution Technology (an independent risk rating body) risk profile level '6' as referenced in the fund's name, as this relates to the target risk profile of the fund. The Investment Manager has a high degree of freedom to choose individual investments for the fund.

Performance summary

Cumulative performance

	One year 31 Jan 20 - 31 Jan 21 %	Three years 31 Jan 18 - 31 Jan 21 %	Five years 31 Jan 16 - 31 Jan 21 %	Since inception 10 May 13 - 31 Jan 21 %
Class I accumulation (Net)	1.9	10.9	44.0	48.0

Discrete performance

	31 Jan 20 - 31 Jan 21 %	31 Jan 19 - 31 Jan 20 %	31 Jan 18 - 31 Jan 19 %	31 Jan 17 - 31 Jan 18 %	31 Jan 16 - 31 Jan 17 %
Class I accumulation (Net)	1.9	10.8	(1.8)	7.8	20.3

Source: Morningstar

Class I accumulation (Net), NAV to NAV, net of fees and net income reinvested as at 12 noon valuation point.

Benchmark usage: The fund has no target or constraint with reference to a benchmark. Performance assessment may best be made to funds that maintain the same risk rating from the same risk rating body as the fund.

Class I accumulation is disclosed as it is the representative share class.

Please remember that past performance is not a guide to future performance. The value of an investment and the revenue from it can fall as well as rise as a result of market and currency fluctuations and you may not get back the amount originally invested.

Authorised Corporate Director's report (continued)

Significant portfolio changes for the year ended 31 January 2021

Largest purchases	£000	Largest sales	£000
iShares USD Corporate Bond UCITS ETF	1,186	iShares Physical Gold ETC	1,005
iShares Physical Gold ETC	940	iShares USD Treasury Bond 7-10 Year UCITS ETF	740
Greencoat Renewables	465	BlackRock Energy and Resources Investment Trust	471
iShares UK Dividend UCITS ETF	457	Muzinich Global Short Duration Investment Grade Fund Income	417
iShares USD High Yield Corp Bond UCITS ETF	436	iShares Core MSCI EM IMI UCITS ETF	340
Renewables Infrastructure	369	Janus Henderson Fixed Interest Monthly Income Fund Income ¹	334
Schroder Oriental Income Fund	324	iShares USD Corporate Bond UCITS ETF	322
Trojan Income Fund	306	Ninety One UK Equity Income Fund	295
Zurich Insurance	227	AXA US Short Duration High Yield Fund ZI Gross Income	287
NB Private Equity Partners 'A'	224	iShares Core UK Gilts UCITS ETF	255
Total purchases	8,264	Total sales	7,713

¹ Related party to the fund

Investment review

The fund returned 1.9% based on Class I accumulation (Net) over the year under review.

The reporting year saw significant volatility across all asset classes as a result of the COVID-19 global pandemic, although many still generated positive returns. The spread of COVID-19, the restrictions to subdue infection rates and development of vaccines were the main drivers of market moves, although the US presidential election briefly took centre stage.

The pandemic and related developments dominated the year, leading to the sharpest contraction in economic activity on record as restrictions to prevent the spread of COVID-19 closed many businesses. However, an unprecedented policy response, a turn in the initial wave of infections and an inflection from extremely bearish sentiment led to a market rally from late March. The rally was, ultimately, sustained throughout the rest of the year, despite volatility ahead of the US election in November. A rotation towards more cyclical and value assets was further aided by news of a potential vaccine in early November. Despite the volatility, global equities ended the year significantly higher, while fixed income assets benefited from a significant fall in government bond yields as interest rates were cut.

Our medium-to-longer-term outlook for markets remains positive as the roll-out of vaccines begins to gather pace. It would take a serious change in the virus or significant concerns about the efficacy of the vaccines to change this trend, in our view. Markets continue to show some signs of frothiness and over-exuberance, we believe, but this must be set against a clearly positive economic and corporate earnings narrative. Instead, it may be that the growth recovery itself represents a threat to financial markets. A stronger global economy should help lift government bond yields and raise questions about how long central banks can maintain their current policy settings, particularly if fiscal stimulus continues to add further support to growth and inflation. Rising yields are likely to be a headwind for further appreciation of already expensive assets, leading to a rotation in favour of cheaper, more cyclical assets. Understanding this dynamic is likely to be important to both making and preserving capital as it reshapes the market leadership.

There was huge performance divergence within equity markets during the reporting year. In general, income-focused strategies struggled with the backdrop of economic shutdown and implications for dividends as earnings collapsed. UK equities struggled the most, with large-cap income strategies such as the iShares UK Dividend UCITS ETF the weakest in absolute and relative terms, while more defensive strategies such as the RWC Enhanced Income Fund held up better. Europe fared better, with the BlackRock Continental European Income Fund climbing 8.2%. US and Asian equities benefited from their more technology-focused markets, with Microsoft rising 32% and Samsung Electronics gaining 65%.

In a similar way to equities, alternatives had an interesting year. Property assets struggled with the recession and falling rents, although more esoteric investments such as the PRS REIT only fell 2.8%. Renewables and infrastructure assets were volatile in March, but generally provided resilient income streams and net asset value growth. Private equity also scraped positive returns, mainly driven by the recovery in UK assets into the year end.

Fixed income assets were the most stable return drivers for the year, providing resilience in all but the most challenging of conditions in March, before corporate bonds participated strongly in the 'everything rally' from March onwards. The SPDR Bloomberg Barclays UK Gilt UCITS ETF ended the year up 2.7%, while the Janus Henderson All Stocks Credit Fund increased 4.9%, amid falling yields and tightening spreads. Emerging market debt and flexible bond funds also benefited, with the Finisterre Unconstrained Emerging Markets Fixed Income Fund up 3.9% and the Janus Henderson Fixed Interest Monthly Income Fund gaining 6.8%.

The allocation to equities varied during the reporting year, in response to significant volatility as a result of the pandemic and the associated economic restrictions. Equities, in aggregate, were reduced in the first couple of months of 2020. This was done as the fund managers were, firstly, concerned about the ageing economic expansion, before the onset of the pandemic led to the sharpest economic contraction on record. A rotation towards more cyclical areas took place from the summer onwards, with a further shift in the lead-up to the US election and following the first news of a potential vaccine in early November.

Changes in fixed income allocations were influenced by the same fluctuations in risk sentiment that drove equity allocations. Holdings in nominal sovereign bonds were reduced as the spread of COVID-19 around the globe soured risk sentiment. The liquidation in the rush by investors to reduce risk led to significant dislocations in fixed income markets, before central banks stepped in with ample liquidity. The volatility in March presented opportunities to significantly increase exposure to US investment-grade bonds and top up other equity market holdings. These positions were subsequently reduced as markets recovered and the relative attractiveness declined.

Comparative tables for the year ended 31 January 2021

	Class A accumulation		
	2021	2020	2019
	(pence per share)	(pence per share)	(pence per share)
Change in net assets per share			
Opening net asset value per share	53.82	49.14	50.16
Return before operating charges*	1.55	5.39	(0.35)
Operating charges	(0.69)	(0.71)	(0.67)
Return after operating charges*	0.86	4.68	(1.02)
Distributions on accumulation shares	(1.62)	(1.93)	(1.83)
Retained distributions on accumulation shares	1.62	1.93	1.83
Closing net asset value per share	54.68	53.82	49.14
* after direct transaction costs of:	0.01	0.03	0.05

Performance

Return after charges	1.60%	9.52%	(2.03%)
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Other information

Closing net asset value (£000s)	287	237	102
Closing number of shares	525,312	441,210	208,427
Operating charges	1.35%	1.35%	1.35%
Direct transaction costs	0.01%	0.05%	0.09%

Prices

Highest share price (pence)	56.22	55.71	51.18
Lowest share price (pence)	41.63	49.22	47.44

	Class I accumulation		
	2021	2020	2019
	(pence per share)	(pence per share)	(pence per share)
Change in net assets per share			
Opening net asset value per share	144.07	130.92	132.98
Return before operating charges*	4.03	14.20	(1.08)
Operating charges	(1.03)	(1.05)	(0.98)
Return after operating charges*	3.00	13.15	(2.06)
Distributions on accumulation shares	(4.59)	(5.40)	(5.09)
Retained distributions on accumulation shares	4.59	5.40	5.09
Closing net asset value per share	147.07	144.07	130.92
* after direct transaction costs of:	0.02	0.07	0.12

Performance

Return after charges	2.08%	10.04%	(1.55%)
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Other information

Closing net asset value (£000s)	14,930	14,016	10,117
Closing number of shares	10,151,024	9,728,676	7,727,185
Operating charges	0.75%	0.75%	0.75%
Direct transaction costs	0.01%	0.05%	0.09%

Prices

Highest share price (pence)	151.20	149.10	136.00
Lowest share price (pence)	111.50	131.10	126.30

Comparative tables (continued)

	Class I income		
	2021	2020	2019
	(pence per share)	(pence per share)	(pence per share)
Change in net assets per share			
Opening net asset value per share	112.87	106.58	112.65
Return before operating charges*	2.84	11.49	(0.89)
Operating charges	(0.79)	(0.85)	(0.82)
Return after operating charges*	2.05	10.64	(1.71)
Distributions on income shares	(3.55)	(4.35)	(4.36)
Closing net asset value per share	111.37	112.87	106.58
* after direct transaction costs of:	0.01	0.06	0.10

Performance

Return after charges	1.82%	9.98%	(0.02%)
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Other information

Closing net asset value (£000s)	6,513	7,468	3,505
Closing number of shares	5,848,028	6,616,346	3,288,539
Operating charges	0.75%	0.75%	0.75%
Direct transaction costs	0.01%	0.05%	0.09%

Prices

Highest share price (pence)	116.00	118.30	113.60
Lowest share price (pence)	87.36	106.80	104.20

	Class A EUR Hedged accumulation		
	2021	2020	2019
	(pence per share)	(pence per share)	(pence per share)
Change in net assets per share			
Opening net asset value per share	87.87	84.36	87.51
Return before operating charges*	6.82	4.72	(1.98)
Operating charges	(1.19)	(1.21)	(1.17)
Return after operating charges*	5.63	3.51	(3.15)
Distributions on accumulation shares	(2.80)	(3.26)	(3.37)
Retained distributions on accumulation shares	2.80	3.26	3.37
Closing net asset value per share	93.50	87.87	84.36
* after direct transaction costs of:	0.01	0.05	0.08

Performance

Return after charges (Share class base currency)	6.41%	4.16%	(3.60%)
Return after charges (Share class currency hedged)	1.12%	8.08%	(3.19%)

Other information

Closing net asset value (£000s)	151	158	152
Closing number of shares	161,849	179,555	179,681
Operating charges	1.35%	1.35%	1.35%
Direct transaction costs	0.01%	0.05%	0.09%

Prices

Highest share price (Euro cents)	108.70	108.20	101.40
Lowest share price (Euro cents)	80.95	96.87	93.48

Comparative tables (continued)

	Class I EUR Hedged accumulation		
	2021 (pence per share)	2020 (pence per share)	2019 (pence per share)
Change in net assets per share			
Opening net asset value per share	88.78	84.81	87.62
Return before operating charges*	6.83	4.65	(2.16)
Operating charges	(0.70)	(0.68)	(0.65)
Return after operating charges*	6.13	3.97	(2.81)
Distributions on accumulation shares	(3.01)	(3.44)	(3.21)
Retained distributions on accumulation shares	3.01	3.44	3.21
Closing net asset value per share	94.91	88.78	84.81
* after direct transaction costs of:	0.01	0.05	0.08
Performance			
Return after charges (Share class base currency)	6.90%	4.68%	(3.21%)
Return after charges (Share class currency hedged)	1.59%	8.61%	(2.80%)
Other information			
Closing net asset value (£000s)	59	1	1
Closing number of shares	62,511	1,410	1,542
Operating charges	0.75%	0.75%	0.75%
Direct transaction costs	0.01%	0.05%	0.09%
Prices			
Highest share price (Euro cents)	110.30	109.30	101.70
Lowest share price (Euro cents)	81.86	97.38	93.94

Direct transaction costs incurred on securities transactions (including derivatives) are stated after deducting the proportion of the amounts collected from dilution adjustments that relate to direct transaction costs.

Performance values are at close of business on a bid basis, which will differ from those in the Performance summary.

Operating charges

Operating charges are expenses associated with the maintenance and administration of the fund on a day-to-day basis that are actually borne by the share class.

Share class launches and closures

There were no share classes launched or closed during the year.

Hedged share classes

Class A EUR Hedged accumulation and Class I EUR Hedged accumulation are hedged share classes. Hedged share classes allow the ACD to use currency hedging transactions to reduce the effect of fluctuations in the rate of exchange between the currency of shares in those classes and sterling which is the base currency of the fund.

Ongoing charge figure

The annualised OCF of the fund is calculated as the ratio of the total ongoing charges to the average net asset value for twelve months. Ongoing charges are all expenses deducted from the assets of the fund during the year, except for expenses that are explicitly excluded by regulation.

	2021 %	2020 %
Class A accumulation	1.35 ¹	1.35
Class I accumulation	0.75 ¹	0.75
Class I income	0.75 ¹	0.75
Class A EUR Hedged accumulation	1.35 ¹	1.35
Class I EUR Hedged accumulation	0.75 ¹	0.75

The OCF includes a synthetic element of 0.21% (2020: 0.21%) to incorporate the OCF of underlying funds.

The ACD made a contribution to limit the fund's OCF ratio. This is shown in note 2 of the financial statements.

The OCF is calculated in accordance with guidelines issued by ESMA.

Although this fund is a non-UCITS, we have used this disclosure to enable comparison across our fund range.

¹ The GAC on all share classes increased from 0.02% to 0.024% on 5 May 2020. Due to the ACD's contribution to limit the fund's OCF ratio, there has been no increase to the OCF as a result of these GAC rate changes.

Risk and reward profile

The fund currently has 5 types of share class in issue: A accumulation, I accumulation, I income, A EUR Hedged accumulation and I EUR Hedged accumulation.

Each share class has the same risk and reward profile which is as follows:



The share classes appear at 6 out of 7. Share classes in higher categories have shown greater and/or more frequent variations in net asset value in the past 5 years than those in lower categories. The lowest category does not mean risk free.

The SRRRI is calculated based on historical volatility over a rolling 5* year period, it is reviewed monthly and updated if volatility has changed materially to cause a movement in the SRRRI level. The SRRRI is an indicator and may not accurately reflect future volatility and market conditions.

The value of an investment and any income from it can go up or down. When you sell your shares they may be worth less than you paid for them.

The risk/reward rating above is based on medium-term volatility. In the future, the fund's actual volatility could be higher or lower and its rated risk/reward level could change.

The fund targets a risk profile of 6 as calculated by Distribution Technology, which is an independent provider of risk profiling. Distribution Technology profiles funds on a scale of 1-10 and takes into consideration risk targets and other factors as well as past data. This is different to the 'Risk and Reward Profile' scale above, which is a regulated standard based only on past data.

For further information on the Distribution Technology risk profile please contact us or refer to the fund's prospectus.

The rating does not reflect the possible effects of unusual market conditions or large unpredictable events.

The full list of the fund's risks are contained in the 'Risk Warnings' section of the fund's prospectus.

There has been no change to the risk ratings in the year.

The SRRRI conforms to the ESMA guidelines for the calculation of the SRRRI.

* Class A accumulation, Class A EUR Hedged accumulation and Class I EUR Hedged accumulation were launched on 1 September 2017. As these share classes do not have a 5 year history, a synthetic history has been created using the fund's relevant sector average.

Portfolio statement as at 31 January 2021

Holding	Investment	Market value £000	Percentage of total net assets %
	Alternatives 11.40% (2020: 8.24%)		
5,071	Barings Emerging Markets Sovereign Debt Fund A Income	462	2.11
387,657	HICL Infrastructure	676	3.08
227,081	International Public Partnerships	390	1.78
538,044	Renewables Infrastructure	684	3.11
26,128	3i	290	1.32
		<u>2,502</u>	<u>11.40</u>
	Asia Ex Japan Equity 9.51% (2020: 6.48%)		
774,977	Janus Henderson Asian Dividend Income Unit Trust ¹	727	3.31
4,474	Samsung Electronics Preference Shares	213	0.97
334,755	Schroder Oriental Income Fund	890	4.06
2,905	Taiwan Semiconductor Manufacturing ADS	257	1.17
		<u>2,087</u>	<u>9.51</u>
	Commodities 0.00% (2020: 2.79%)		
	Diversified Bonds 3.97% (2020: 5.73%)		
3,787,879	Janus Henderson Fixed Interest Monthly Income Fund Income ¹	871	3.97
	Emerging Market Bonds 2.38% (2020: 2.30%)		
56,288	Finisterre Unconstrained Emerging Markets Fixed Income Fund	522	2.38
	Europe ex UK Equity 13.31% (2020: 14.30%)		
10,628	ABB	229	1.04
5,856	AXA	95	0.43
93,536	BlackRock Continental European Income Fund	149	0.68
271,727	Invesco European Equity Income Fund	354	1.61
27,425	iShares Euro Dividend UCITS ETF	428	1.95
1,816	Michelin	183	0.83
223,714	Montanaro European Income Fund Sterling Distribution	477	2.17
1,445	Nestlé	118	0.54
2,549	Novartis	168	0.77
8,303	RELX	151	0.69
441	Roche Non-Voting Shares	111	0.51
1,594	Sanofi	109	0.50
3,037	TOTAL	94	0.43
7,344	Volvo 'B'	133	0.61
411	Zurich Insurance	120	0.55
		<u>2,919</u>	<u>13.31</u>
	Global Emerging Market Equity 4.98% (2020: 4.78%)		
746,457	JPMorgan Global Emerging Markets Income Trust	1,094	4.98
	Global Equity 4.54% (2020: 4.59%)		
56,620	Janus Henderson Global Equity Fund I Accumulation ¹	207	0.94
6,956	Lyxor SG Global Quality Income NTR UCITS ETF Distribution	664	3.04
7,131	SIG Combibloc	124	0.56
		<u>995</u>	<u>4.54</u>

Portfolio statement (continued)

Holding	Investment	Market value £000	Percentage of total net assets %
Government Bonds 2.20% (2020: 5.54%)			
2,491	iShares USD Treasury Bond 7-10 Year UCITS ETF	393	1.80
1,390	SPDR Bloomberg Barclays UK Gilt UCITS ETF	89	0.40
		<u>482</u>	<u>2.20</u>
High Yield Bonds 1.81% (2020: 3.24%)			
147,189	Blackstone/GSO Loan Financing	85	0.39
2,801	Janus Henderson Horizon Global High Yield Bond Z3 Income ¹	312	1.42
		<u>397</u>	<u>1.81</u>
Investment Grade Bonds 6.70% (2020: 4.88%)			
13,232	iShares USD Corporate Bond UCITS ETF	1,253	5.71
135,942	Janus Henderson All Stocks Credit Fund I Income ¹	201	0.92
19,503	NB Global Floating Rate Income Fund	16	0.07
		<u>1,470</u>	<u>6.70</u>
Japan Equity 0.00% (2020: 1.59%)			
North America Equity 7.50% (2020: 5.10%)			
2,490	Bristol-Myers Squibb	111	0.51
361	Broadcom	118	0.54
4,000	Cisco Systems	130	0.59
980	CME 'A'	130	0.59
3,759	Coca-Cola	132	0.60
3,019	Corning	79	0.36
2,446	Medtronic	198	0.90
1,588	Microsoft	268	1.22
3,096	Mondelez International	125	0.57
7,743	Telus	116	0.53
965	Texas Instruments	116	0.53
3,084	Verizon Communications	123	0.56
		<u>1,646</u>	<u>7.50</u>
Private Equity 1.42% (2020: 0.39%)			
18,794	NB Private Equity Partners 'A'	223	1.02
9,090	Princess Private Equity	88	0.40
		<u>311</u>	<u>1.42</u>
Property 3.27% (2020: 2.99%)			
160,428	BMO Commercial Property Trust	125	0.57
401,204	PRS REIT	337	1.53
391,254	UK Commercial Property Trust	256	1.17
		<u>718</u>	<u>3.27</u>
Specialist Equity 4.97% (2020: 1.16%)			
12,123	Amcor	96	0.44
461,632	Greencoat Renewables	490	2.23
5,550	iShares USD High Yield Corp Bond UCITS ETF	418	1.90
8,657	Tele2 'B'	87	0.40
		<u>1,091</u>	<u>4.97</u>

Portfolio statement (continued)

Holding	Investment	Market value £000	Percentage of total net assets %
UK Equity 12.05% (2020: 15.44%)			
4,757	Burberry	82	0.37
7,658	Chenavari Capital Solutions ²	4	0.02
222,303	iShares UK Dividend UCITS ETF	1,439	6.55
105,476	LF Gresham House UK Multi Cap Income Fund F Income	122	0.56
7,129	RWC Enhanced Income Fund	488	2.23
325,775	Trojan Income Fund	305	1.39
302,748	UK Mortgages	204	0.93
		<u>2,644</u>	<u>12.05</u>
Derivatives (0.41%) (2020: (0.12%))			
Contracts for Difference (0.36%) (2020: (0.22%))³			
Equity long contracts for difference (0.36%) (2020: (0.22%))³			
3,587	Nikkei 225 Index	(21)	(0.10)
462	S&P 500 Index	(58)	(0.26)
		<u>(79)</u>	<u>(0.36)</u>
Futures (0.04%) (2020: 0.00%)			
(4)	CME E-mini S&P 500 Index March 2021	(7)	(0.03)
(9)	EUX Euro Stoxx 50 March 2021	2	0.01
4	ICE FTSE 100 Index March 2021	(3)	(0.02)
		<u>(8)</u>	<u>(0.04)</u>
Forward Foreign Exchange Contracts 0.00% (2020: 0.11%)³			
	Buy GBP 1 : Sell EUR 1 February 2021 ⁴	-	-
	Buy GBP 1 : Sell EUR 1 February 2021 ⁴	-	-
	Buy GBP 1 : Sell EUR 1 February 2021 ⁴	-	-
	Buy GBP 12 : Sell EUR 14 February 2021 ⁴	-	-
	Buy GBP 12 : Sell EUR 14 February 2021 ⁴	-	-
	Buy GBP 1,797,704 : Sell USD 2,459,044 February 2021	7	0.03
	Buy GBP 6 : Sell EUR 7 February 2021 ⁴	-	-
	Buy GBP 6 : Sell EUR 7 February 2021 ⁴	-	-
	Buy GBP 84,460 : Sell EUR 95,165 February 2021 ⁴	-	-
	Buy JPY 97,506,502 : Sell GBP 687,165 February 2021	(9)	(0.03)
		<u>(2)</u>	<u>-</u>
Forward Foreign Exchange Contracts (Hedged share classes) (0.01%) (2020: (0.01%))³			
	Buy EUR 1 : Sell GBP 1 February 2021 ⁴	-	-
	Buy EUR 1 : Sell GBP 1 February 2021 ⁴	-	-
	Buy EUR 1 : Sell GBP 1 February 2021 ⁴	-	-
	Buy EUR 1 : Sell GBP 1 February 2021 ⁴	-	-
	Buy EUR 14 : Sell GBP 12 February 2021 ⁴	-	-
	Buy EUR 14 : Sell GBP 12 February 2021 ⁴	-	-
	Buy EUR 178,762 : Sell GBP 159,118 February 2021	(1)	(0.01)
	Buy EUR 3 : Sell GBP 2 February 2021 ⁴	-	-
	Buy EUR 4 : Sell GBP 4 February 2021 ⁴	-	-
	Buy EUR 4 : Sell GBP 4 February 2021 ⁴	-	-
	Buy EUR 7 : Sell GBP 6 February 2021 ⁴	-	-
	Buy EUR 7 : Sell GBP 6 February 2021 ⁴	-	-
	Buy EUR 70,060 : Sell GBP 62,362 February 2021 ⁴	-	-
	Buy GBP 1,513 : Sell EUR 1,700 February 2021 ⁴	-	-

Portfolio statement (continued)

Holding	Investment	Market value £000	Percentage of total net assets %
Forward Foreign Exchange Contracts (continued)			
	Buy GBP 1,845 : Sell EUR 2,088 February 2021 ⁴	-	-
	Buy GBP 2 : Sell EUR 3 February 2021 ⁴	-	-
	Buy GBP 2 : Sell EUR 3 February 2021 ⁴	-	-
	Buy GBP 2 : Sell EUR 3 February 2021 ⁴	-	-
	Buy GBP 2 : Sell EUR 3 February 2021 ⁴	-	-
	Buy GBP 3,860 : Sell EUR 4,337 February 2021 ⁴	-	-
	Buy GBP 4 : Sell EUR 4 February 2021 ⁴	-	-
	Buy GBP 4 : Sell EUR 4 February 2021 ⁴	-	-
	Buy GBP 715 : Sell EUR 810 February 2021 ⁴	-	-
		<u>(1)</u>	<u>(0.01)</u>
	Investment assets including investment liabilities	19,659	89.60
	Other net assets	<u>2,281</u>	<u>10.40</u>
	Total net assets	<u>21,940</u>	<u>100.00</u>

¹ Related party to the fund

² Suspended or delisted securities

³ Not listed on an official stock exchange

⁴ Due to rounding to nearest £1,000

The collective investment schemes held are approved regulated collective investment schemes within the meaning of the FCA rules. Exchange traded funds and all other investments are listed on recognised stock exchanges or are 'approved securities' within the meaning of FCA rules unless otherwise stated.

Prior year comparative percentages have changed for some sectors due to reclassification within these sectors.

Portfolio statement (continued)

Composition of portfolio

2021	Market value £000	Percentage of total net assets %
Investments		
Total collective investment schemes	5,197	23.69
Total equities	14,552	66.32
Total derivatives	(90)	(0.41)
Investment assets including investment liabilities	19,659	89.60
Other net assets	2,281	10.40
Total net assets	21,940	100.00
2020	Market value £000	Percentage of total net assets %
Investments		
Total collective investment schemes	6,737	30.79
Total equities	12,855	58.75
Total derivatives	(26)	(0.12)
Investment assets including investment liabilities	19,566	89.42
Other net assets	2,314	10.58
Total net assets	21,880	100.00

Statement of total return for the year ended 31 January 2021

	Note	2021		2020	
		£000	£000	£000	£000
Income					
Net capital (losses)/gains	2		(274)		908
Revenue	3	825		795	
Expenses	4	(115)		(97)	
Interest payable and similar charges	5	(15)		(24)	
Net revenue before taxation		695		674	
Taxation	6	(50)		(36)	
Net revenue after taxation			645		638
Total return before distributions			371		1,546
Distributions	7		(698)		(684)
Change in net assets attributable to shareholders from investment activities			(327)		862

Statement of change in net assets attributable to shareholders

for the year ended 31 January 2021

	2021		2020	
	£000	£000	£000	£000
Opening net assets attributable to shareholders		21,880		13,877
Amounts receivable on issue of shares	3,974		8,829	
Amounts payable on cancellation of shares	(4,075)		(2,201)	
		(101)		6,628
Dilution adjustment		4		6
Change in net assets attributable to shareholders from investment activities		(327)		862
Retained distributions on accumulation shares		484		507
Closing net assets attributable to shareholders		21,940		21,880

Balance sheet as at 31 January 2021

	Note	2021 £000	2020 £000
Assets:			
Investments		19,758	19,619
Current assets:			
Debtors	8	293	677
Cash and bank balances	9	501	310
Cash equivalents	10	2,008	2,084
Total assets		22,560	22,690
Liabilities:			
Investment liabilities		99	53
Provisions for liabilities	11	-	1
Creditors:			
Amounts held at derivative clearing houses and brokers		337	1
Bank overdrafts		4	200
Distributions payable		45	97
Other creditors	12	135	458
Total liabilities		620	810
Net assets attributable to shareholders		21,940	21,880

Notes to the financial statements for the year ended 31 January 2021

1 Accounting policies

The accounting policies, distribution policy and potential risks are set out in notes 1 to 3 of the funds' aggregated notes to the financial statements.

2 Net capital (losses)/gains

Net capital (losses)/gains on investments during the year comprise:

	2021	2020
	£000	£000
ACD contribution to limit OCF	10	15
Capital management fee rebates	27	23
Derivative securities*	71	68
Forward currency contracts*	(15)	80
Forward currency contracts on hedged share classes*	6	(8)
Non-derivative securities*	(378)	745
Other currency gains	16	1
Transaction costs	(11)	(16)
Net capital (losses)/gains	(274)	908
*The above includes:		
Realised (losses)/gains	(222)	531
Unrealised (losses)/gains	(94)	354
	(316)	885

* Where realised gains/(losses) include gains/(losses) arising in previous years, a corresponding gain/(loss) is included in unrealised gains/(losses).

3 Revenue

	2021	2020
	£000	£000
Derivative revenue	23	18
Distributions from UK regulated collective investment schemes:		
Franked investment revenue	78	80
Interest distribution	41	43
Unfranked investment revenue	6	6
Management fee rebates	3	2
Overseas dividends*	517	463
UK dividends	125	135
UK REIT revenue - PID	12	31
UK REIT revenue - non PID	18	14
US REIT revenue	2	3
Total revenue	825	795

* includes distributions from overseas funds

Notes to the financial statements (continued)

4 Expenses

	2021 £000	2020 £000
Payable to the ACD, associates of the ACD and agents of either of them:		
Annual management charge	107	91
GAC*	5	3
	<u>112</u>	<u>94</u>
Payable to the Depositary, associates of the Depositary and agents of either of them:		
Depositary fees	2	2
Safe custody fees	1	1
	<u>3</u>	<u>3</u>
Total expenses	<u>115</u>	<u>97</u>

Irrecoverable VAT is included in the above expenses where relevant.

* The current audit fee, which is levied through the GAC, is £14,335 (2020: £12,799), however, as the GAC charge is lower than the audit fee, the GAC does not fully recompense the ACD for this and certain other expenses charged to the fund.

5 Interest payable and similar charges

The interest payable and similar charges comprise:

	2021 £000	2020 £000
Interest payable*	15	24
Total interest payable and similar charges	<u>15</u>	<u>24</u>

* Includes negative interest on credit balances held with the broker.

6 Taxation

(a) Analysis of charge in the year

The tax charge comprises:

	2021 £000	2020 £000
Current tax		
Adjustment in respect of corporation tax	-	1
Corporation tax	29	24
Deferred tax	(1)	1
Double tax relief	(1)	(1)
Irrecoverable income tax	1	1
Overseas withholding tax	22	10
Total tax (note 6b)	<u>50</u>	<u>36</u>

Notes to the financial statements (continued)

6 Taxation (continued)

b) Factors affecting tax charge for year

The tax assessed for each year is different to the standard rate of corporation tax in the UK for funds of authorised OEICS of 20% (2020: 20%). The differences are explained below:

	2021	2020
	£000	£000
Net revenue before taxation	695	674
Corporation tax at 20% (2020: 20%)	139	135
Effects of:		
Adjustment in respect of corporation tax	-	1
Double tax relief	(1)	(1)
Irrecoverable income tax	1	1
Overseas withholding tax	22	10
Overseas dividends	(75)	(72)
Tax effect of management fee rebates in capital	8	8
UK dividends*	(44)	(46)
Tax charge for the year (note 6a)	50	36

* As an OEIC this item is not subject to corporation tax.

OEICs are exempt from tax on capital gains made in the UK. Therefore, any capital return is not included within the reconciliation above.

(c) Deferred tax

	2021	2020
	£000	£000
Provision at start of year	1	-
Deferred tax charge for year (note 6a)	(1)	1
Provision at end of year	-	1

d) Factors that may affect future tax charges

There were no factors that may affect future tax charges at the current or prior year end.

7 Distributions

The distributions take account of revenue received on the issue of shares and revenue deducted on the cancellation of shares, and comprise:

	2021	2020
	£000	£000
Interim income	169	141
Interim accumulation	323	272
Final income	45	97
Final accumulation	161	235
	698	745
Amounts deducted on cancellation of shares	24	22
Amounts received on issue of shares	(24)	(83)
Total distributions	698	684
Net revenue after taxation	645	638
Annual management charge borne by the capital account	53	46
Total distributions	698	684

Details of the distribution per share are set out in the Distribution tables on pages 258 to 261.

Notes to the financial statements (continued)

8 Debtors

	2021	2020
	£000	£000
Accrued revenue	19	35
ACD contribution to limit OCF	10	29
Amounts receivable for issue of shares	4	153
Currency transactions awaiting settlement	-	210
Income tax recoverable	1	1
Management fee rebates	8	28
Overseas withholding tax reclaimable	3	1
Sales awaiting settlement	248	220
Total debtors	293	677

9 Cash and bank balances

	2021	2020
	£000	£000
Amounts held at derivative clearing houses and brokers	500	116
Cash and bank balances	1	194
Total cash and bank balances	501	310

10 Cash equivalents

	2021	2020
	£000	£000
Short term investments	2,008	2,084
Total cash equivalents	2,008	2,084

The short term investments relate to holdings in the Deutsche Liquidity Managed Platinum Sterling Fund. Cash equivalents are held on the fund to ensure that there is sufficient cash backing to settle any futures contracts, in addition to other investment purposes, without increasing the economic exposure on the fund.

11 Provisions for liabilities

	2021	2020
	£000	£000
Deferred tax	-	1
Total provisions for liabilities	-	1

12 Other creditors

	2021	2020
	£000	£000
Accrued annual management charge	10	10
Accrued other expenses	2	3
Amounts payable for cancellation of shares	36	-
Corporation tax payable	28	22
Currency transactions awaiting settlement	-	212
Purchases awaiting settlement	59	211
Total other creditors	135	458

Notes to the financial statements (continued)

13 Contingent liabilities and commitments

There were no contingent liabilities or outstanding commitments at the current or prior year end.

14 Related party transactions

HIFL as ACD to the fund is deemed to be a related party in respect of their dealings with the fund. All transactions and balances associated with the ACD are disclosed within the 'Statement of total return', the 'Statement of change in net assets attributable to shareholders' and the 'Balance sheet' on pages 245 and 246 and notes 2, 4, 7, 8 and 12 on pages 247 to 250 including all issues and cancellations where the ACD acted as principal.

Transactions with the ACD are as follows:

- ACD contribution to limit OCF
- All issues and cancellations
- Annual management charge
- GAC and any related charges where the GAC fee was unable to fully recompense the ACD, including the audit fee as outlined in note 4.

The ultimate controlling party of HIFL is Janus Henderson Group plc. The transactions associated with Janus Henderson Group plc, its subsidiaries and other funds managed by HIFL are as follows:

- a) The value of purchase transactions was nil (2020: £1,806,328) and sales transactions was £334,045 (2020: £848,737) and the balance outstanding at the year end was purchases nil (2020: nil) and sales nil (2020: nil).
- b) Revenue receivable for the year was £113,897 (2020: £112,411) and the balance outstanding at the year end was £962 (2020: £6,106).
- c) Management fee rebates receivable for the year was £23,260 (2020: £19,813) and the balance outstanding at the year end was £6,855 (2020: £26,193).
- d) The aggregate value of investments held at the year end was £2,317,587 (2020: £2,707,386).
- e) The ACD contribution to limit OCF was £10,135 (2020: £14,947).

There were no material shareholders at the year end (2020: nil).

15 Shareholders' funds

The fund currently has 4 share classes available; Class A (Retail), Class I (Institutional), Class A EUR Hedged accumulation (Retail) and Class I EUR Hedged accumulation (Institutional). The annual management charge on each share class is as follows:

	2021	2020
	%	%
Class A	1.10	1.10
Class I	0.50	0.50
Class A EUR Hedged	1.10	1.10
Class I EUR Hedged	0.50	0.50

The net asset value of each share class, the net asset value per share and the number of shares in each share class are given in the Comparative tables on pages 235 to 237. The distribution per share class is given in the Distribution tables on pages 258 to 261. All share classes have the same rights on winding up.

Shares reconciliation as at 31 January 2021

	Class A accumulation	Class I accumulation	Class I income	Class A EUR Hedged accumulation
Opening number of shares	441,210	9,728,676	6,616,346	179,555
Issues during the year	165,226	1,871,644	1,210,023	1,152
Cancellations during the year	(81,124)	(1,449,296)	(1,978,341)	(18,858)
Closing shares in issue	525,312	10,151,024	5,848,028	161,849
				Class I EUR Hedged accumulation
Opening number of shares				1,410
Issues during the year				62,255
Cancellations during the year				(1,154)
Closing shares in issue				62,511

Notes to the financial statements (continued)

16 Financial derivatives

The fund may use financial derivatives for the purposes of efficient portfolio management.

Eligible collateral types are approved by the Investment Manager and are agreed with the relevant counterparty.

There was no collateral pledged or collateral held in respect of forward foreign exchange contracts at the year end (2020: nil). The fund had cash assets of £500,419 (2020: £115,757) and cash liabilities of £337,288 (2020: £713) held in margin accounts at derivative clearing houses and brokers at the year end. These balances are held as collateral on the fund's contracts for difference and futures contracts.

2021

At 31 January 2021 the counterparty exposure calculated using the positive marked-to-market value for each category of derivatives held was as follows:

Counterparty	Forward foreign exchange contracts £000	Futures £000	Total by counterparty £000
BNP Paribas	7	-	7
UBS	-	2	2
	<u>7</u>	<u>2</u>	<u>9</u>

2020

At 31 January 2020 the counterparty exposure calculated using the positive marked-to-market value for each category of derivatives held was as follows:

Counterparty	Forward foreign exchange contracts £000	Futures £000	Total by counterparty £000
BNP Paribas	23	-	23
UBS	3	1	4
	<u>26</u>	<u>1</u>	<u>27</u>

Cash equivalent investments held on the fund ensure the ability to be able to exercise derivative positions without increasing the economic exposure on the fund. This is further explained within the market risk note on page 15. The underlying exposure of these derivative positions is provided in the table below to enhance understanding of the fund's derivatives exposure and the effect of this exposure on the cash equivalents balance held by the fund. The total amount held in cash equivalent investments, which includes balances held for other investment purposes, is disclosed as short term investments in note 10.

2021

At 31 January 2021 the counterparty exposure calculated on a notional basis for each category of derivatives held was as follows:

Counterparty	Contracts for difference £000	Forward foreign exchange contracts £000	Futures £000	Total by counterparty £000
BNP Paribas	-	2,553	-	2,553
JP Morgan	-	228	-	228
UBS	1,940	-	(562)	1,378
	<u>1,940</u>	<u>2,781</u>	<u>(562)</u>	<u>4,159</u>

Notes to the financial statements (continued)

16 Financial derivatives (continued)

2020

At 31 January 2020 the counterparty exposure calculated on a notional basis for each category of derivatives held was as follows:

Counterparty	Contracts for difference £000	Forward foreign exchange contracts £000	Futures £000	Total by counterparty £000
BNP Paribas	-	2,495	-	2,495
JP Morgan	-	165	-	165
UBS	1,242	572	(122)	1,692
	1,242	3,232	(122)	4,352

17 Risk

Currency risk

The exposure to currency risk is considered significant. The following table details the net exposure of the principal foreign currencies the fund is exposed to including any instruments used to hedge foreign currencies.

2021	Investment assets including (investment liabilities) £000	Other net assets £000	Total net assets £000
Currency			
Canadian dollar	117	-	117
Euro	1,428	71	1,499
Japanese yen	657	130	787
Korean won	213	4	217
Swedish krona	220	-	220
Swiss franc	870	-	870
UK sterling	13,599	1,800	15,399
US dollar	2,555	276	2,831
Total	19,659	2,281	21,940

2020	Investment assets including (investment liabilities) £000	Other net assets £000	Total net assets £000
Currency			
Canadian dollar	112	-	112
Euro	341	4	345
Japanese yen	364	-	364
Swedish krona	113	-	113
Swiss franc	530	-	530
UK sterling	16,952	2,298	19,250
US dollar	1,154	12	1,166
Total	19,566	2,314	21,880

Sensitivity analysis

The net foreign currency assets held by the fund at the year end were £6,540,988 (2020: £2,629,992). A 10% increase/(decrease) in the foreign exchange rates applied to the fund's net foreign currency assets would have the effect of increasing/(decreasing) the return for the year ended 31 January 2021 and the net assets as at 31 January 2021 by £654,099 (2020: £262,999).

Interest rate risk

The fund's exposure to interest rate risk is considered insignificant. This is consistent with the exposure during the prior year.

Notes to the financial statements (continued)

17 Risk (continued)

Other market price risk

An increase or decrease in market values will have a direct effect on the value of the investment assets in the portfolio and therefore a proportionate effect on the value of the fund.

Leverage

There have been no breaches of the maximum levels during the year, no charges to the maximum level of leverage employed by the fund or to its right of reuse of collateral or any guarantee granted under the leveraging arrangements.

	Gross method		Commitment method	
	Maximum level %	Actual level %	Maximum level %	Actual level %
2021	225.00	127.41	175.00	105.85
2020	225.00	121.49	175.00	102.60

Liquidity risk

The following table provides a maturity analysis of the fund's financial liabilities showing the remaining contractual maturities on an undiscounted basis.

	On demand £000	Within one year £000	Over one year but not more than five years £000	Over five years £000
2021				
Amounts held at derivatives clearing houses and brokers	337	-	-	-
Bank overdrafts	4	-	-	-
Derivative financial liabilities	-	20	79	-
Distribution payable	-	45	-	-
Other creditors	-	135	-	-
Total	341	200	79	-

	On demand £000	Within one year £000	Over one year but not more than five years £000	Over five years £000
2020				
Amounts held at derivatives clearing houses and brokers	1	-	-	-
Bank overdrafts	200	-	-	-
Derivative financial liabilities	-	3	50	-
Distribution payable	-	97	-	-
Other creditors	-	458	-	-
Provisions for liabilities	-	1	-	-
Total	201	559	50	-

Notes to the financial statements (continued)

18 Fair value disclosure

Fair value measurement

The intention of a fair value measurement is to estimate the price at which an asset or a liability could be exchanged in the market conditions prevailing at the measurement date. The measurement assumes the exchange is an orderly transaction (that is, it is not a forced transaction, involuntary liquidation or distress sale) between knowledgeable, willing participants on an independent basis.

The purpose of the fair value hierarchy is to prioritise the inputs that should be used to measure the fair value of assets and liabilities. The highest priority is given to quoted prices at which a transaction can be entered into and the lowest priority to unobservable inputs.

In accordance with FRS 102 the fund classifies fair value measurement under the following levels:

Level 1

The unadjusted quoted price in an active market for identical assets or liabilities that the entity can access at the measurement date.

Level 2

Inputs other than quoted prices included within level 1 that are either observable (i.e. developed using market data) for the asset or liability, either directly or indirectly.

Level 3

Inputs are unobservable (i.e. for which market data is unavailable) for the asset or liability.

Fair value hierarchy

	2021		2020	
	Assets £000	Liabilities £000	Assets £000	Liabilities £000
Level 1	14,550	10	12,855	-
Level 2	5,204	89	6,764	53
Level 3	4	-	-	-
	19,758	99	19,619	53

Where a price is unavailable or the price provided is not thought to be a fair reflection of the current market value of the asset, the Investment Manager, at its discretion, may permit an alternative method of valuation to be used if they consider that it better reflects fair value and is in accordance with good accounting practice. The FVPC of the Investment Manager supports the ACD in determining or approving unquoted prices. Where deemed necessary, the FVPC will seek ratification of decisions from the Janus Henderson Investment Performance and Risk Committee. The FVPC meets on a monthly basis and consists of representatives from various parts of the Investment Manager who act as an independent party, segregated from the fund management function, to review and approve fair value pricing decisions and pricing models on a regular basis. The Level 3 assets consist of an equity position held in a UK unlisted entity, Chenavari Capital Solutions (Chenavari). Chenavari's shares were delisted from the Specialist Fund Market of the London Stock Exchange on 1 October 2020 and is currently in its run-off period and returning capital to investors. The Fund uses a valuation technique based on published financial information, as such, the last known listed share price on 30 September 2020 has been used to determine the current valuation which was corroborated when the company published its first Net Asset Value (NAV) on 29 January 2021 since delisting. The published NAV shall be used going forward to adjust the fair value. The Fund shall also include other factors such as liquidity and market risk factors, and adjust the valuation model as deemed necessary.

Notes to the financial statements (continued)

19 Direct transaction costs

	Purchases		Sales	
	2021 £000	2020 £000	2021 £000	2020 £000
Trades in the year				
Collective investment schemes	306	4,722	1,784	1,584
Equities	7,955	8,566	5,931	5,647
Trades in the year before transaction costs	8,261	13,288	7,715	7,231
Transaction costs				
Commissions				
Collective investment schemes	-	-	-	-
Equities	2	3	2	2
Total commissions	2	3	2	2
Taxes				
Collective investment schemes	-	-	-	-
Equities	1	7	-	-
Total taxes	1	7	-	-
Other expenses				
Collective investment schemes	-	2	-	-
Equities	-	1	-	-
Total other expenses	-	3	-	-
Total transaction costs	3	13	2	2
Total net trades in the year after transaction costs	8,264	13,301	7,713	7,229

	Purchases		Sales	
	2021 %	2020 %	2021 %	2020 %
Total transaction costs expressed as a percentage of asset type cost				
Commissions				
Collective investment schemes	-	-	-	-
Equities	0.03	0.04	0.03	0.04
Taxes				
Collective investment schemes	-	-	-	-
Equities	0.01	0.08	-	-
Other expenses				
Collective investment schemes	-	0.04	-	-
Equities	-	0.01	-	-
Total transaction costs expressed as a percentage of net asset value				
Commissions	0.02	0.03		
Taxes	-	0.04		
Other expenses	-	0.02		
Total costs	0.02	0.09		

Notes to the financial statements (continued)

19 Direct transaction costs (continued)

There were no in specie transfers during the year (2020: nil). There were corporate actions during the year of £47,773 (2020: £13,361).

There were direct transaction costs associated with derivatives in the year of £475 (2020: £137) which is 0.00% of the average net asset value of the fund (2020: 0.00%).

Direct transaction costs are fees and commissions paid to agents, advisers, brokers and dealers, levies by regulatory agencies and securities exchanges, and transfer taxes and duties associated with investment transactions on the fund. These exclude any differences between quoted bid and offer prices or internal administrative or holding costs.

The costs of acquiring and disposing of units/shares in other collective investment schemes are included within the expense ratio which is an intrinsic part of the NAV price per unit/share of the underlying fund.

The portfolio dealing spread as at 29 January 2021 was 0.26% (2020: 0.33%). The portfolio dealing spread is calculated at a 12 noon valuation point.

20 Events after the Balance sheet date

There were no material post Balance sheet events which require disclosure within these financial statements.

Distribution tables for the year ended 31 January 2021 (in pence per share)

Interim dividend distribution (accounting date 30 April 2020, paid on 30 June 2020)

Group 1: shares purchased prior to 1 February 2020

Group 2: shares purchased on or after 1 February 2020

	Distribution per share	Equalisation	Total distribution per share 30/06/20	Total distribution per share 28/06/19
Class A accumulation				
Group 1	0.3425	-	0.3425	0.3425
Group 2	0.2808	0.0617	0.3425	0.3425
Class I accumulation				
Group 1	0.9090	-	0.9090	0.9090
Group 2	0.3505	0.5585	0.9090	0.9090
Class I income				
Group 1	0.8367	-	0.8367	0.8367
Group 2	0.4767	0.3600	0.8367	0.8367
Class A EUR Hedged accumulation¹				
Group 1	0.6806	-	0.6806	0.6806
Group 2	0.6806	-	0.6806	0.6806
Class I EUR Hedged accumulation¹				
Group 1	0.6822	-	0.6822	0.6822
Group 2	0.6822	-	0.6822	0.6822

¹ in Euro cents per share

Distribution tables (continued)

Interim dividend distribution (accounting date 31 July 2020, paid on 30 September 2020)

Group 1: shares purchased prior to 1 May 2020

Group 2: shares purchased on or after 1 May 2020

	Distribution per share	Equalisation	Total distribution per share 30/09/20	Total distribution per share 30/09/19
Class A accumulation				
Group 1	0.4026	-	0.4026	0.4026
Group 2	0.4026	-	0.4026	0.4026
Class I accumulation				
Group 1	1.0694	-	1.0694	1.0694
Group 2	0.2490	0.8204	1.0694	1.0694
Class I income				
Group 1	1.0194	-	1.0194	1.0194
Group 2	0.4503	0.5691	1.0194	1.0194
Class A EUR Hedged accumulation¹				
Group 1	0.7975	-	0.7975	0.7975
Group 2	0.7975	-	0.7975	0.7975
Class I EUR Hedged accumulation¹				
Group 1	0.8007	-	0.8007	0.8007
Group 2	0.8007	-	0.8007	0.8007

¹ in Euro cents per share

Distribution tables (continued)

Interim dividend distribution (accounting date 31 October 2020, paid on 31 December 2020)

Group 1: shares purchased prior to 1 August 2020

Group 2: shares purchased on or after 1 August 2020

	Distribution per share	Equalisation	Total distribution per share 31/12/20	Total distribution per share 31/12/19
Class A accumulation				
Group 1	0.4026	-	0.4026	0.4026
Group 2	0.4026	-	0.4026	0.4026
Class I accumulation				
Group 1	1.0694	-	1.0694	1.0694
Group 2	-	1.0694	1.0694	1.0694
Class I income				
Group 1	0.9226	-	0.9226	1.0194
Group 2	0.3077	0.6149	0.9226	1.0194
Class A EUR Hedged accumulation¹				
Group 1	0.7975	-	0.7975	0.7975
Group 2	0.7975	-	0.7975	0.7975
Class I EUR Hedged accumulation¹				
Group 1	0.8007	-	0.8007	0.8007
Group 2	0.2267	0.5740	0.8007	0.8007

¹ in Euro cents per share

Distribution tables (continued)

Final dividend distribution (accounting date 31 January 2021, paid on 31 March 2021)

Group 1: shares purchased prior to 1 November 2020

Group 2: shares purchased on or after 1 November 2020

	Distribution per share	Equalisation	Total distribution per share 31/03/21	Total distribution per share 31/03/20
Class A accumulation				
Group 1	0.4735	-	0.4735	0.7804
Group 2	0.2103	0.2632	0.4735	0.7804
Class I accumulation				
Group 1	1.5448	-	1.5448	2.3520
Group 2	0.2585	1.2863	1.5448	2.3520
Class I income				
Group 1	0.7761	-	0.7761	1.4731
Group 2	0.2535	0.5226	0.7761	1.4731
Class A EUR Hedged accumulation¹				
Group 1	0.8771	-	0.8771	1.5007
Group 2	0.8771	-	0.8771	1.5007
Class I EUR Hedged accumulation¹				
Group 1	1.1045	-	1.1045	1.7018
Group 2	1.1045	-	1.1045	1.7018

¹ in Euro cents per share

Appendix - additional information (unaudited)

This unaudited additional information section for the year ended 31 January 2021 has been prepared by and is the responsibility of HIFL, as UK AIFM to the Janus Henderson Multi-Manager Investment OEIC (the 'Company'), to meet the periodic disclosure requirements of the UK AIFMD as amended by the AIFM (EU Exit) Regulations 2019. This information does not form part of the audited financial statements of the Company, but does reference some sections therein and should be read in conjunction with the audited financial statements and the Prospectus. Please note the reporting period for this section covers the year ended 31 January 2021.

Risk profile

Investment objective and policy

The Investment objective and policy which outlines the investment approach for each fund is stated above within the relevant fund's ACD Report and in more detail in the Prospectus within the section headed 'Fund Specific Details'.

Janus Henderson Multi-Manager Active Fund

To achieve capital growth by investing in markets in both the UK and overseas.

Janus Henderson Multi-Manager Managed Fund

To achieve capital growth through exposure to UK and overseas equities and fixed interest securities.

Janus Henderson Diversified Growth Fund

To achieve long term capital growth in excess of 3 month GBP LIBOR + 4% over rolling 5 year periods, before charges, with some potential for income returns with lower than equity market volatility.

Janus Henderson Diversified Alternatives Fund

To achieve long term capital growth.

Janus Henderson Core 3 Income Fund

The fund aims to provide a sustainably high income return whilst maintaining a moderately low level of volatility (variation of returns) over the medium to long term.

Janus Henderson Core 4 Income Fund

To provide a sustainably high income return with the prospect for some capital growth whilst maintaining a moderate to moderately low level of volatility (variation of returns) over the medium to long term.

Janus Henderson Core 5 Income Fund

The fund aims to provide a sustainably high income return with the prospect for some capital growth whilst maintaining a moderate level of volatility (variation of returns) over the medium to long term.

Janus Henderson Core 6 Income & Growth Fund

To provide a sustainable income return with the prospect for capital growth whilst maintaining a moderately high level of volatility (variation of returns) over the medium to long term.

Volatility parameters

Each of Janus Henderson Core 3 Income Fund, Janus Henderson Core 4 Income Fund, Janus Henderson Core 5 Income Fund and Janus Henderson Core 6 Income & Growth Fund aims to provide its investment objective within stated forecast volatility parameters. The funds are each designed to be used with a risk profiling tool which advisers can use to match investors' attitude to risk with a volatility range.

Volatility measurement

In investments, volatility is a measure of the variation of the return of an investment(s) over a period of time.

There are a number of ways in which volatility can be measured or calculated. One method 'Realised Volatility', measures the variation of actual returns over a particular period of time. 'Forecast Volatility', which can be calculated in different ways, is calculated using models with assumptions to forecast the possible variation of returns of an investment(s) for a specific future time period. Forecast volatility is useful for day to day management and is used for these funds.

Models and techniques provided by an independent risk rating body to analyse a fund's volatility profile will be used to review the fund's volatility profile. The third party risk rating provider's methodology details upper and lower parameters for each volatility profile (i.e. Profile 3, 4, 5 or 6 as relevant for each respective fund) based on the historic price movements of assets similar to those of each fund. Regular periodic reviews monitor any differences between forecast and realised volatility.

Further details of the volatility parameters and measurement process can be obtained from the ACD.

Appendix - additional information (unaudited) (continued)

Risk profile (continued)

Basis of valuation

The ACD have appointed the Investment Manager to perform the valuation of the assets of each fund in accordance with its responsibilities under the AIFMD Rules. As required under the AIFMD Rules, the Investment Manager has adopted a written valuation policy, which may be modified from time to time, which is consistent with the prospectus.

The fair value of financial assets and liabilities traded in active markets (such as publicly-traded derivatives and securities) is based on quoted market prices at the close of trading on the reporting date. Listed investments are valued at fair value which is generally deemed to be the bid price, excluding any accrued interest in the case of fixed interest securities.

All investment funds are valued at cancellation price. Where a price is unavailable or the price provided is not thought to be a fair reflection of the current market value of the asset, the Investment Manager, may permit some other method of valuation to be used if they consider that it better reflects value and is in accordance with good accounting practice. The FVPC of the Investment Manager is responsible for determining or approving these fair values, which are reported to the ACD, at each board meeting.

The FVPC provides an appropriate level of supervision and oversight to ensure the effective application of fair value pricing in the fund. Where deemed necessary the FVPC will seek ratification of decisions from the Janus Henderson Investment Performance and Risk Committee. The FVPC meets on a monthly basis and consists of representatives from various parts of the Janus Henderson business who act as an independent party, segregated from the fund management function, to review and approve fair value pricing decisions and pricing models on a regular basis.

Risk types

The investments of each fund are subject to normal market fluctuations and other risks inherent in investing in securities. There can be no assurance that any appreciation in the value of investments will occur. The prices of the funds are calculated daily and are influenced by the value of the assets held by the fund. The value of investments and the income derived from them may fall as well as rise and investors may not recoup the original amount they invest in a fund. There is no certainty that the investment objective of any fund will actually be achieved and no warranty or representation is given to this effect.

Past performance is not necessarily a guide to future performance.

The main categories of risk to which each fund is or might reasonably be expected to be exposed include:

- a) Market risk;
- b) Credit and counterparty risk;
- c) Liquidity risk

Whose impact on the funds is detailed in aggregated note 3 to the Financial Statements covering Risk.

The funds are also subject to operational risk, being the risk of loss resulting from inadequate internal processes and failures in relation to people and systems or from external events; this includes risk resulting from the trading, settlement, safe-keeping and valuation procedures operated on behalf of the funds. The valuation and fair value measurement process are detailed in notes to the financial statements covering Accounting Policies and Fair Value Measurement respectively.

Risk profile (continued)

Additional risks

In addition to the above, the Prospectus includes the following risks for the funds within the section headed 'Risk Warnings':

Effect of Initial Charge or Redemption Charge;
Charges taken from Income;
Suspension of Dealings in Shares;
Emerging Markets – Fraudulent Securities; Lack of Liquidity; Currency Fluctuations; Settlement and Custody Risks; Investment and Remittance Restrictions; and Accounting;
Equity Investments;
Smaller Companies;
Technology (including healthcare and telecommunications);
Insufficient Fund Property to Meet Liabilities;
Derivatives;
Efficient Portfolio Management;
Stock Lending;
Collateral Management;
Warrants;
Unregulated Collective Investment Schemes;
Exchange Rates;
Currency Class Shares;
Hedged Share Classes;
Inflation;
Past Performance;
Regular Savings Plan;
Cancellation Rights;
Charges to capital; and
EMIR

For a detailed explanation of the above and further risks involved in investing in the fund reference should be made to the Prospectus; investors and prospective investors are recommended to discuss all potential conflicts of interest and risks with their own legal, tax and financial advisors.

Risk controls and limits

The risk management policy and process for the fund is designed to satisfy the requirements of the AIFM Directive; associated ESMA regulatory technical standards and guidelines; and local regulations. The framework for risk controls and limits for the fund is documented within HIFL Risk Management Policy and Process document which outlines for each main risk category above the controls and risk measures in place including stress-tests for assessing sensitivity to the most relevant risks. This risk framework includes setting of limits and monitoring against those limits.

There have been no breaches of risk limits set for the funds in the year under review and there are no such breaches anticipated.

Risk management systems

Straight-through processing via a deal Order and Management System (OMS) is utilised for listed securities, exchange-traded derivatives and OTC derivatives contracts with connectivity to third-party affirmation and trade repository services.

Portfolio modelling and investment management functions (including order-raising, dealing and trade execution) are performed using third-party software applications: Charles River system's OMS and/or Imagine.

IT tools and third-party software utilised for independent investment risk measurement and monitoring, operational risk and other activities in support of HIFL include:

- Charles River system's Compliance module for investment restrictions monitoring;
- Nasdaq Bwise operational risk database;
- RiskMetrics; UBS Delta, Style Research, Cognition and Barra for market risk measurement; and
- Bloomberg for market data and price-checking.

These are supplemented by an inhouse developed system, the Janus Henderson Derivatives Risk and Compliance database. There have been no changes in the main features of the risk management systems for the fund in the year under review.

Liquidity management

There have been no changes to the arrangements for managing the liquidity of the funds during the year and none of the funds' assets are subject to special arrangements arising from their illiquid nature.

Appendix - additional information (unaudited) (continued)

Securities financing transactions

The Janus Henderson Diversified Alternatives Fund engages in securities financing transactions (SFTs) (as defined in Article 3 of Regulation (EU) 2015/2365, as amended by the Transparency of Securities Financing Transactions and Reuse (Amendment) (EU Exit) Regulations 2019, SFTs include repurchase transactions, securities or commodities lending and securities or commodities borrowing, buy-sell back transactions or sell-buy back transactions and margin lending transactions). In accordance with Article 13 of the Regulation (EU) 2015/2365, as amended by the Transparency of Securities Financing Transactions and Reuse (Amendment) (EU Exit) Regulations 2019, the fund's involvement in and exposures related to securities lending for the year ended 31 January 2021 are detailed below.

Global data

The table lists the amount of securities on loan as a proportion of total lendable assets and the fund's AUM as at 31 January 2021:

Fund	Market value of securities on loan £000	% of lendable assets	% of AUM
Janus Henderson Diversified Alternatives Fund	948	1.27%	1.22%

Concentration Data

The following table lists the ten largest collateral issuers by value of collateral received (across all SFTs) for the fund as at 31 January 2021:

Issuer	Market value of collateral received £000
Janus Henderson Diversified Alternatives Fund	
Government of Japan	161
Centrica	105
Serco	105
William Hill	103
ALTEN	102
Anheuser-Busch InBev	64
Bank of America	46
Nintendo	41
KLA-Tencor	37
Tokio Marine	33

The following table details the top ten counterparties of each type of SFTs (based on gross volume of outstanding transactions), for the fund as at 31 January 2021:

Counterparty	Market value of securities on loan £000	Settlement basis
Janus Henderson Diversified Alternatives Fund		
Bank of Nova Scotia	948	Triparty
	948	

All counterparties have been included.

Appendix - additional information (unaudited) (continued)

Securities financing transactions (continued)

Aggregate transaction data

The following table provides an analysis of the collateral received by the fund in respect of each type of SFTs as at 31 January 2021:

Counterparty	Counterparty country of origin	Type	Quality	Collateral Currency	Settlement basis	Custodian	Market value of collateral received £000
Janus Henderson Diversified Alternatives Fund							
Bank of Nova Scotia	Canada	Equity	Main market listing	CHF	Triparty	BNP Paribas	7
Bank of Nova Scotia	Canada	Equity	Main market listing	EUR	Triparty	BNP Paribas	183
Bank of Nova Scotia	Canada	Equity	Main market listing	GBP	Triparty	BNP Paribas	334
Bank of Nova Scotia	Canada	Equity	Main market listing	HKD	Triparty	BNP Paribas	1
Bank of Nova Scotia	Canada	Equity	Main market listing	JPY	Triparty	BNP Paribas	117
Bank of Nova Scotia	Canada	Equity	Main market listing	USD	Triparty	BNP Paribas	220
Bank of Nova Scotia	Canada	Government Bond	Investment grade	EUR	Triparty	BNP Paribas	20
Bank of Nova Scotia	Canada	Government Bond	Investment grade	JPY	Triparty	BNP Paribas	161
							1,043

All collateral is held in segregated accounts.

The lending and collateral transactions are on an open basis and can be recalled on demand.

Re-use of collateral

The fund does not engage in any re-use of collateral.

Return and cost on securities lending activities

The following table details the fund's return and costs for each type of SFTs for the year ended 31 January 2021:

Fund	Total gross amount of stock lending revenue £000	Direct and indirect costs and fees deducted by securities lending agent £000	Net stock lending revenue retained by the fund £000	% return retained by the securities lending agent	% return retained by the fund
Janus Henderson Diversified Alternatives Fund	71	11	60	15%	85%

Appendix - additional information (unaudited) (continued)

Remuneration policy

The ACD, HIFL, is authorised as an AIFM, and appointed as such, with effect from 22 July 2014.

The FCA's general guidance on the AIFMD remuneration Code (SYSC 19B) was published in January 2014. The disclosures must split remuneration between fixed and variable remuneration and must break down remuneration for categories of AIFMD Code Staff (defined as all staff whose professional activities have a material impact on the risk profiles of the AIFM or of the AIFs it manages). The Janus Henderson Group plc Compensation Committee approves the list of AIFMD Code Staff annually. In addition, identified AIFMD Code Staff are notified of their status and the associated implications annually.

Janus Henderson Multi-Manager Investment OEIC is managed by HIFL, which is a subsidiary of Janus Henderson Group PLC.

The Compensation Committee of Janus Henderson Group PLC has established a Remuneration policy, one of the guiding principles of which is to ensure that the remuneration of its employees is consistent with and promotes sound and effective risk management and does not encourage risk-taking which is inconsistent with the risk profiles, rules or instruments of incorporation of each AIFM and the AIFs they manage. This policy applies to HIFL and Janus Henderson Multi-Manager Investment OEIC.

Further information with respect to the Janus Henderson Group PLC Remuneration policy is available in Janus Henderson Group plc's annual report as at 31 December 2020.

	Headcount (1)	Total Remuneration (£000s) (2,3)
Janus Henderson Multi-Manager Active Fund	2,012	252
of which		
Fixed Remuneration	2,012	103
Variable Remuneration	2,000	149
Janus Henderson Multi-Manager Active Fund Remuneration Code Staff	50	96
of which		
Senior Management (4)	25	14
Other Code Staff (5)	25	82
Janus Henderson Multi-Manager Managed Fund	2,012	577
of which		
Fixed Remuneration	2,012	236
Variable Remuneration	2,000	341
Janus Henderson Multi-Manager Managed Fund Remuneration Code Staff	50	220
of which		
Senior Management (4)	25	33
Other Code Staff (5)	25	187
Janus Henderson Diversified Growth Fund	2,012	345
of which		
Fixed Remuneration	2,012	141
Variable Remuneration	2,000	204
Janus Henderson Diversified Growth Fund Remuneration Code Staff	50	132
of which		
Senior Management (4)	25	20
Other Code Staff (5)	25	112
Janus Henderson Diversified Alternatives Fund	2,012	172
of which		
Fixed Remuneration	2,012	84
Variable Remuneration	2,000	88

Appendix - additional information (unaudited) (continued)

Remuneration policy (continued)

	Headcount (1)	Total Remuneration (£000s) (2,3)
Janus Henderson Diversified Alternatives Fund Remuneration Code Staff	50	90
of which		
Senior Management (4)	25	8
Other Code Staff (5)	25	82
Janus Henderson Core 3 Income Fund	2,012	32
of which		
Fixed Remuneration	2,012	13
Variable Remuneration	2,000	19
Janus Henderson Core 3 Income Fund Remuneration Code Staff	50	12
of which		
Senior Management (4)	25	2
Other Code Staff (5)	25	10
Janus Henderson Core 4 Income Fund	2,012	76
of which		
Fixed Remuneration	2,012	31
Variable Remuneration	2,000	45
Janus Henderson Core 4 Income Fund Remuneration Code Staff	50	29
of which		
Senior Management (4)	25	4
Other Code Staff (5)	25	25
Janus Henderson Core 5 Income Fund	2,012	90
of which		
Fixed Remuneration	2,012	37
Variable Remuneration	2,000	53
Janus Henderson Core 5 Income Fund Remuneration Code Staff	50	34
of which		
Senior Management (4)	25	5
Other Code Staff (5)	25	29
Janus Henderson Core 6 Income & Growth Fund	2,012	34
of which		
Fixed Remuneration	2,012	14
Variable Remuneration	2,000	20
Janus Henderson Core 6 Income & Growth Fund Remuneration Code Staff	50	13
of which		
Senior Management (4)	25	2
Other Code Staff (5)	25	11

Appendix - additional information (unaudited) (continued)

Remuneration policy (continued)

1. This is the actual number of employees who are fully or partly involved in the activities of each fund within the Janus Henderson Multi-Manager Investment OEIC – no attempt has been made to apportion the time spent specifically in support of each fund within the Janus Henderson Multi-Manager Investment OEIC as this data is not captured as part of the Company's normal processes.
2. Please note that due to the employment structure and resourcing of the Janus Henderson Group plc, the staff indicated in this table may provide services to other companies in the Janus Henderson Group plc.
3. The remuneration disclosed is only in respect of the provision of services to each of the funds within Janus Henderson Multi-Manager Investment OEIC for the year, rather than the total remuneration for the year – for this purpose, remuneration has been apportioned between the provision of services to each of the funds within the Janus Henderson Multi-Manager Investment OEC and to other entities in the Janus Henderson Group plc, as follows:
 - in respect of performance fee incentives, 100% of any direct allocations of performance fees generated within each of the funds;
 - in respect of fixed pay and annual/long term incentive bonuses:
 - where fixed pay is directly attributable to each of the funds within the Janus Henderson Multi-Manager Investment OEIC (for example, fees for the HIFL Board members), 100% of those fees;
 - for Investment Fund Managers, pro-rated using the average AUM of each of the funds within the Janus Henderson Multi-Manager Investment OEIC managed by the relevant Investment Fund Manager (as a proportion of the total AUM managed by that individual) as a proxy;
 - for other individuals, pro-rated using the average AUM of each of the funds within the Janus Henderson Multi-Manager Investment OEIC (as a proportion of the aggregate average AUM of Janus Henderson Group plc) as a proxy.
4. Senior Management includes the Janus Henderson Executive Committee and other Group Board members and the Board of HIFL.
5. Other Code Staff includes all other AIFMD Code Staff not covered by the above, including Investment Fund Managers who manage AUM within each of the funds within the Janus Henderson Multi-Manager Investment OEIC.

Further information

Shareholder enquiries

If you have any queries about your fund holding, either contact your professional adviser or telephone us on one of the numbers below:

For dealing enquiries including buying and selling shares please telephone at local rate: **0845 608 8703**

The following line is also available:

Client Services: **0800 832 832**

or you can contact us via e-mail at **support@janushenderson.com**

We may record telephone calls for our mutual protection and to improve customer service.

Important Information

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), AlphaGen Capital Limited (reg. no. 962757), 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).

We may record telephone calls for our mutual protection, to improve customer service and for regulatory record keeping purposes.

Unless otherwise stated, all data is sourced by Janus Henderson Investors.

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