

# US MID CAP GROWTH STRATEGY

## Investment Philosophy

We believe that investing in companies with sustainable growth can deliver a portfolio with compelling results and allow us to outperform our benchmark and peers, while also looking to mitigate volatility. We seek to identify mid-cap companies with high-quality management teams and strong governance that wisely allocate capital to fund and drive growth over time.

## Stock Selection Process

Emphasis on smart growth companies exhibiting sustainable growth and high return on invested capital potential versus fast growing, momentum companies with high analyst consensus expectations.



## Portfolio Management



### Brian Demain, CFA

- Portfolio Manager
- 22 years of financial industry experience



### Cody Wheaton, CFA

- Portfolio Manager
- Research Analyst
- 20 years of financial industry experience

## Strategy Characteristics

<b>Benchmark</b>	Russell Midcap® Growth Index
<b>Investment Style</b>	Moderate mid-cap growth equities
<b>AUM</b>	\$29.8 B (as of 31 Mar 21)
<b>Excess Return Objective</b>	200 bps
<b>Expected Tracking Error Range*</b>	300 – 500 bps (annualized long term)
<b>Typical Beta</b>	0.85 – 1.00
<b>Holdings Range</b>	70 – 90
<b>Expected Annual Turnover</b>	15% – 25%
<b>Maximum Position Size</b>	4.0% (3.0% at purchase)
<b>Market Cap Range</b>	Within benchmark range
<b>Available Vehicles</b>	Separate account Institutional mutual fund

\*Actual results may vary, and the information should not be considered or relied upon as a performance guarantee.

Various account minimums or other eligibility qualifications apply depending on the investment strategy, vehicle or investor jurisdiction.

Janus Henderson is a trademark of Janus Henderson Group plc or one of its subsidiaries.

© Janus Henderson Group plc.

**Performance – USD (%)**

	Q221	1 Year	3 Year	5 Year	10 Year
Composite (gross)	4.83	42.31	19.08	19.88	16.22
Composite (net)	4.66	41.42	18.32	19.11	15.48
Russell Midcap® Growth Index	11.07	43.77	22.39	20.52	15.13
Russell Midcap® Index	7.50	49.80	16.45	15.62	13.24
Difference (gross vs. Russell Midcap® Growth Index)	-6.24	-1.46	-3.31	-0.64	+1.09

**Risk/Reward Composite**

	3 Year	5 Year		3 Year	5 Year
Information Ratio	-0.48	-0.12	Std. Dev.	21.36	17.23
Sharpe Ratio	0.83	1.09	Std. Dev. (benchmark)	21.85	17.61
Up Market Capture	87%	92%	Tracking Error	6.86	5.61
Down Market Capture	92%	89%	Beta	0.93	0.93

**Characteristics**

	Rep. Account	Benchmark
Number of Holdings	84	390
Weighted Average Market Cap	\$24.7 B	\$27.0 B
Median Market Cap	\$15.4 B	\$13.9 B
Turnover Ratio (1 year trailing)	12.59%	—
Active Share	93.31%	—

**Sector Allocation (%)**

	Absolute Weight	Active Weight
Information Technology	37.53	+3.50
Health Care	17.21	-0.28
Industrials	14.60	+0.28
Financials	11.77	+7.30
Consumer Discretionary	9.24	-6.68
Real Estate	2.93	+1.09
Energy	1.51	-0.02
Utilities	1.29	+1.15
Materials	0.91	-1.08
Communication Services	0.90	-5.28
Consumer Staples	0.00	-2.09
Cash & Equivalents	2.11	+2.11

**Top Holdings (%)**

	Absolute Weight	Active Weight
KLA Corp	2.77	+2.77
SS&C Technologies Holdings Inc	2.69	+2.69
Broadridge Financial Solutions Inc	2.39	+1.98
LPL Financial Holdings Inc	2.39	+2.13
TE Connectivity Ltd	2.33	+2.33
Aon PLC	2.26	+2.26
Cooper Cos Inc	2.23	+2.23
Boston Scientific Corp	2.21	+2.21
Nice Ltd (ADR)	2.19	+2.19
GoDaddy Inc	2.16	+2.12

FOR MORE INFORMATION, PLEASE VISIT [JANUSHENDERSON.COM](http://JANUSHENDERSON.COM)

**Janus Henderson**  
INVESTORS

**Past performance cannot guarantee future results.** Investing involves risk, including the possible loss of principal and fluctuation of value. Returns greater than one year are annualized. Returns are expressed in U.S. dollars. Composite returns are net of transaction costs and gross of non-reclaimable withholding taxes (if any and unless otherwise noted), and reflect the reinvestment of dividends and other earnings.

The gross performance results presented do not reflect the deduction of investment advisory fees and returns will be reduced by such advisory fees and other expenses as described in the individual contract and, where applicable, in Form ADV Part 2A.

Net performance results do not reflect the deduction of investment advisory fees actually charged to the accounts in the composite but do reflect the deduction of model investment advisory fees based on the maximum fee rate in effect for the respective time period, adjusted for performance-based fees where applicable. Actual advisory fees may vary among clients invested in the strategy and may be higher or lower than model fees. Returns for each client will be reduced by such fees and expenses as described in the individual contract and, where applicable, in Form ADV Part 2A.

Index returns are provided to represent the investment environment existing during the periods shown. The index is fully invested, including the reinvestment of dividends and capital gains. Index returns do not include any transaction costs, management fees or other costs, and are gross of non-reclaimable withholding taxes, if any and unless otherwise noted.

**Absolute weight** based on representative account.

**Active weight** reflects over/under relative to index.

US Mid Cap Growth Composite, benchmarked to the Russell Midcap® Growth Index, includes portfolios that invest in a diversified portfolio of mid-sized companies selected for their potential for predictable and sustainable growth. Portfolios invest primarily in US companies whose market capitalization, at time of initial purchase, fall within the 12-month average of the capitalization range of the Russell Midcap Growth Index.

Effective January 1, 2005 the composite definition was changed to include sub-advised pooled funds as well as separately managed institutional accounts. Effective January 1, 2009 the composite definition was expanded to also include proprietary mutual funds. A minimum asset size requirement of \$5 million for composite participation was used prior to January 1, 2006. The composite was created in January 1995.

**Russell Midcap® Index** reflects the performance of U.S. mid-cap equities.

Information relating to portfolio holdings is based on the representative account in the composite and may vary for other accounts in the strategy due to asset size, client guidelines and other factors. The representative account is believed to most closely reflect the current portfolio management style.

Portfolio holdings are as of the date indicated, and are subject to change. This material should not be construed as a recommendation to buy or sell any security.

Sector weights based on GICS.

Janus Henderson provides investment advisory services in the U.S. through Janus Capital Management LLC, together with its participating affiliates.