



INTERIM REPORT & ACCOUNTS

for the six months ended
15 October 2019

Janus Henderson
— INVESTORS —

Janus Henderson Sterling Bond Unit Trust

Who are Janus Henderson Investors?

Janus Henderson Investors exists to help clients achieve their long-term financial goals.

Our active management offers clients the opportunity to outperform passive portfolios over the course of market cycles. With more than 360 investment professionals, we provide access to some of the industry's most talented and innovative thinkers, spanning equities, fixed income, multi-asset, and alternatives, globally. Our investment teams blend insight, originality, and precision with rigorous analysis, structured processes, and robust risk management. We build client partnerships on openness and trust, channelling expertise from across the business and communicating the views of our experts in a timely and relevant way. As at 30 September 2019, we had £289.0bn assets under management, more than 2,000 employees and 28 offices worldwide. Headquartered in London, we are an independent asset manager that is dual-listed on the New York Stock Exchange and the Australian Securities Exchange.

Contents

Authorised Fund Manager's report*	Page 1
Authorised status*	Page 1
Comparative tables	Page 6
Ongoing charge figure	Page 10
Risk and reward profile*	Page 11
Portfolio statement*	Page 12
Financial statements	
Statement of total return	Page 21
Statement of change in net assets attributable to unitholders	Page 21
Balance sheet	Page 22
Directors' statement	Page 22
Distribution tables	Page 24
Appendix - additional information (unaudited)	
Securities financing transactions	Page 26
Further information	Page 28

* These collectively comprise the Authorised Fund Manager's Report.

Authorised Fund Manager's report for the six months ended 15 October 2019

We are pleased to present the Interim Report and Accounts for Janus Henderson Sterling Bond Unit Trust (the 'fund') for the six months ended 15 October 2019.

Authorised status

This fund is an authorised unit trust scheme under Section 243 of the Financial Services and Markets Act 2000. It is a UCITS scheme complying with chapter 5 of the Collective Investment Scheme Sourcebook (COLL). The operation of the scheme is governed by the Trust Deed, COLL and Prospectus.

The fund was established by a Trust Deed dated 5 April 1988 and authorised by the Financial Conduct Authority (FCA) on 7 April 1988.

Unitholders are not liable for the debts of the fund.

Statement of Authorised Fund Manager's responsibilities

The FCA's COLL requires the Authorised Fund Manager (AFM) to prepare financial statements for each annual accounting year and interim accounting period, 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 FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland), of the financial affairs of the fund and of its revenue/expenditure for the period. The AFM is responsible for the management of the fund in accordance with its Trust Deed, Prospectus and the Regulations. The AFM is also responsible for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Brexit update

Janus Henderson Investors has a well-established project underway looking at all possible Brexit impacts including distribution, regulatory permissions and licences, Human Resources, Information Technology and operations. Janus Henderson Investors is seeking to minimise the potential impact on investors, and like all firms, is operating in an environment that is uncertain and subject to change. We are proud of our long history in both the UK and continental Europe, and are in a strong position to continue to serve our investors after the UK leaves the European Union.

Other information

On 24 June 2019, some of the unitholders in the Accumulation and Income unit classes were converted to the newly launched E accumulation and E income unit classes respectively.

As there are no commission payments for financial advice bundled within the E unit classes, these are available for direct investment from individual investors only. The conversion of Accumulation and Income unit classes to the E unit classes was performed to benefit investors who do not use a financial adviser as a lower management fee is charged.

Authorised Fund Manager's report (continued)

Service providers

	Name	Address	Regulator
Authorised Fund Manager	<p>Henderson Investment Funds Limited which is the Manager Member of the Investment Association</p> <p>The ultimate holding company is Janus Henderson Group plc</p>	<p>Registered Office: 201 Bishopsgate London EC2M 3AE Registered in England No 2678531 Dealing – 0845 608 8703 Enquiries – 0800 832 832</p>	Authorised and regulated by the Financial Conduct Authority
Directors of the Authorised Fund Manager	<p>A Crooke G Foggin G Fogo S Hillenbrand H J de Sausmarez P Shea (from 07.06.19)* F Smith* R Thompson *Independent</p>		
Investment Adviser	<p>Henderson Global Investors Limited The ultimate holding company is Janus Henderson Group plc</p>	<p>201 Bishopsgate London EC2M 3AE</p>	Authorised and regulated by the Financial Conduct Authority
Unitholder Administrator	<p>DST Financial services International Limited and DST Financial Services Europe Limited</p>	<p>DST House St Nicholas Lane Basildon Essex SS15 5FS</p>	Authorised and regulated by the Financial Conduct Authority
Trustee and Depositary	<p>NatWest Trustee and Depositary Services Limited The ultimate holding company is the Royal Bank of Scotland Group plc</p>	<p>250 Bishopsgate London EC2M 4AA</p>	Authorised by the Prudential Regulation Authority and regulated by the Financial Conduct Authority and by the Prudential Regulation Authority
Independent Auditors	<p>PricewaterhouseCoopers LLP</p>	<p>141 Bothwell Street Glasgow G2 7EQ</p>	Institute of Chartered Accountants in England and Wales
Legal Adviser	<p>Eversheds Sutherland (International) LLP</p>	<p>One Wood Street London EC2V 7WS</p>	The Law Society

Authorised Fund Manager's report (continued)

Investment Fund Managers

Philip Payne and James Briggs

Investment objective and policy

To achieve a high and stable income.

The fund will invest principally in sterling denominated fixed interest securities including preference shares. The fund may also invest in securities acquired on the conversion of convertible securities held within the portfolio, derivatives and forward transactions, warrants originally acquired with fixed interest investments, or under a scheme of reconstruction affecting securities in the fund, money market instruments and deposits. The fund concentrates on investment grade corporate bonds. Derivatives may be used for meeting the investment objective of the fund and for efficient portfolio management.

Performance summary

Cumulative performance	Six months	One year	Five years	First published data	
	15 Apr 19 - 15 Oct 19 - %	15 Oct 18 - 15 Oct 19 - %	15 Oct 14 - 15 Oct 19 - %	22 Apr 88 - 15 Oct 19 - %	
Class I accumulation	5.4	9.4	26.9	595.9	
Markit iBoxx GBP Non-Gilts all maturities Index	4.9	8.9	25.9	n/a	
IA Sterling Corporate Bond Sector	5.0	8.6	23.5	405.5	
Discrete performance	15 Oct 18 - 15 Oct 19 - %	15 Oct 17 - 15 Oct 18 %	15 Oct 16 - 15 Oct 17 %	15 Oct 15 - 15 Oct 16 %	15 Oct 14 - 15 Oct 15 %
	Class I accumulation	9.4	(0.2)	3.6	10.2

Source: Morningstar, Class I accumulation, NAV to NAV, net of fees and net income reinvested as at 12 noon valuation point. Benchmark values are as at close of business.

Index: Markit iBoxx GBP Non-Gilts all maturities Index

Index Usage: Comparator

Index description: The Markit iBoxx GBP Non-Gilts all maturities Index is a measure of the combined performance of investment grade corporate bonds issued in pounds sterling. It provides a useful comparison against which the fund's performance can be assessed over time.

Peer group benchmark: IA Sterling Corporate Bond Sector

Peer group benchmark usage: Comparator

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) can be a useful performance comparison against other funds with similar aims.

Class I accumulation is disclosed as it is the primary unit 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 Fund Manager's report (continued)

Significant portfolio changes for the six months ended 15 October 2019

Largest purchases	£000	Largest sales/maturities	£000
UK Treasury 1.50% 22/07/2047	5,283	UK Treasury 4.75% 07/12/2038	7,013
UK Treasury 1.75% 07/09/2037	3,407	Santander UK 1.875% 17/02/2020	4,229
Société Générale 1.875% 03/10/2024	3,087	CYBG 5.00% 09/02/2026	3,215
Logicor 1.875% 17/11/2026	2,872	Aroundtown 3.00% 16/10/2029	3,117
Unilever 1.50% 22/07/2026	2,362	UK Treasury 1.50% 22/07/2047	2,712
Santander UK 2.92% 08/05/2026	2,266	ABN AMRO Bank 1.00% 30/06/2020	2,702
UK Treasury 4.50% 07/12/2042	2,230	BAT International Finance 6.375% 12/12/2019	2,659
Fidelity National Information Services 3.36% 21/05/2031	2,130	Rabobank Nederland 4.625% 23/05/2029	2,636
Total Capital International 1.66% 22/07/2026	2,000	Royal Bank of Scotland 2.875% 19/09/2026	2,615
Crédit Agricole 1.25% 02/10/2024	1,989	E.ON International Finance 6.375% 07/06/2032	2,571
Total purchases	94,360	Total sales/maturities	129,165

Authorised Fund Manager's report (continued)

Investment review

The fund returned 5.4% based on Class I accumulation over the period under review, compared with a return of 4.9% in the Markit iBoxx GBP Non-Gilts all maturities Index and a return of 5.0% in the IA Sterling Corporate Bond Sector peer group benchmark.

The prospect of major central banks synchronising an easing in monetary policy boosted market sentiment and lowered bond yields globally over the period. All the while, economic data continued to exhibit a weakening trend. The market oscillated between selling off because of political tensions and weaker data and rallying on renewed optimism that central bank support would extend the cycle.

Total returns on sterling corporate bonds were strong over the period due to the significant fall in gilt yields. Excess returns against government bonds were also positive as corporate bond spreads (the difference in yield versus equivalent government bonds) continued to compress.

On a sector basis, the best returns came through our holdings in real estate investment trusts, insurance, banks, telecommunications, industrial goods and services and the retail sector. Gilt holdings also added value over the period as yields fell sharply. The largest single name contributor was our holding in Tesco as Moody's upgraded the issuer back to investment grade. A strong performance also came from the fund's overweight position in Prudential, with the company compensating bondholders for changes to the business structure as it looks to demerge M&G Prudential – its UK and Europe business – resulting in two separately listed companies. There were good performances from the fund's holdings in Orange and the Co-Operative as sentiment towards issuers in the UK improved somewhat because of a perceived decline in the risks associated with the country's planned exit from the European Union. Sentiment towards longer maturity issuers such as Vodafone and FIS improved as duration (a measure of interest rate sensitivity) rallied over the period. The largest detractors came from underweight positions in some defensive areas such as the supranational, sovereign and agency sector and longer maturity sectors such as housing associations. The largest single name detractors over the period were the European Investment Bank and KfW.

In terms of activity, we participated in new deals from Berkshire Hathaway Finance, FIS, Orsted, Next, BP Capital Markets, Northern Powergrid Yorkshire and SSE, as well as Société Générale, Wells Fargo, RL Finance Bonds and some UK banks such as Barclays where we covered our underweight positions. In secondary markets – we increased our holdings in Enel and reduced those in E.ON International Finance, innogy Finance, AA Bond and CYBG.

Ongoing trade tensions combined with the Brexit negotiations and the political deadlock in the UK continue to rattle the sterling credit market. Global growth also remains weak, with recent economic data releases surprising to the downside and continuing to show a deteriorating trend. While synchronised central bank monetary policy easing is still a strong tailwind for the market, we do not see it as a sufficient tool to engineer a strong and sustainable global recovery on its own. To revive a meaningful recovery in growth, less geopolitical uncertainty and more clarity on trade policy is needed, we believe. Moreover, fiscal policy support will need to take the baton as the potency of looser monetary policy starts to wane.

Our outlook reflects the economic and political news flow, which continues to evolve and impact markets daily. While we believe central banks will continue to support markets in the near term, we expect this to be broadly offset by a continuation of weaker economic growth, resulting in muted performance for credit markets for the remainder of the calendar year. Until we have more visibility, we remain moderately cautious on sterling credit and will keep our overall risk positioning in investment-grade portfolios close to neutral.

Comparative tables for the six months ended 15 October 2019

	Accumulation units			
	Six months to 15/10/19 (pence per unit)	Year to 15/04/19 (pence per unit)	Year to 15/04/18 (pence per unit)	Year to 15/04/17 (pence per unit)
Change in net assets per unit				
Opening net asset value per unit	225.33	219.77	218.35	199.09
Return before operating charges*	11.68	8.34	4.20	22.99
Operating charges	(1.47)	(2.78)	(2.78)	(2.98)
Return after operating charges*	10.21	5.56	1.42	20.01
Distributions on accumulation units	(2.10)	(4.51)	(4.82)	(4.99)
Retained distributions on accumulation units [^]	2.10	4.51	4.82	4.24
Closing net asset value per unit	235.54	225.33	219.77	218.35
* after direct transaction costs of:	-	-	-	-

Performance

Return after charges	4.53%	2.53%	0.65%	10.05%
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Other information

Closing net asset value (£000s)	107,454	140,664	158,458	173,735
Closing number of units	45,620,651	62,425,332	72,103,288	79,566,440
Operating charges (annualised)	1.26%	1.26%	1.26%	1.38%
Direct transaction costs	0.00%	0.00%	0.00%	0.00%

Prices

Highest unit price (pence)	241.70	230.87	234.32	232.61
Lowest unit price (pence)	225.90	216.87	217.72	198.08

[^]Retained distributions prior to 6 April 2017 are net of 20% income tax.

	Income units			
	Six months to 15/10/19 (pence per unit)	Year to 15/04/19 (pence per unit)	Year to 15/04/18 (pence per unit)	Year to 15/04/17 (pence per unit)
Change in net assets per unit				
Opening net asset value per unit	64.86	64.61	65.61	61.02
Return before operating charges*	3.35	2.37	1.27	6.79
Operating charges	(0.42)	(0.81)	(0.83)	(0.91)
Return after operating charges*	2.93	1.56	0.44	5.88
Distributions on income units	(0.60)	(1.31)	(1.44)	(1.29)
Closing net asset value per unit	67.19	64.86	64.61	65.61
* after direct transaction costs of:	-	-	-	-

Performance

Return after charges	4.52%	2.41%	0.67%	9.64%
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Other information

Closing net asset value (£000s)	33,210	55,533	90,355	101,644
Closing number of units	49,422,694	85,620,399	139,848,081	154,918,997
Operating charges (annualised)	1.26%	1.26%	1.26%	1.38%
Direct transaction costs	0.00%	0.00%	0.00%	0.00%

Prices

Highest unit price (pence)	69.25	67.87	70.13	70.86
Lowest unit price (pence)	65.02	63.09	64.35	60.71

Comparative tables (continued)

Class E accumulation 24/06/19 - 15/10/19 (pence per unit)

Change in net assets per unit

Opening net asset value per unit	232.63 ¹
Return before operating charges*	3.82
Operating charges	(0.55)
Return after operating charges*	3.27
Distributions on accumulation units	(2.47)
Retained distributions on accumulation units	2.47
Closing net asset value per unit	235.90
* after direct transaction costs of:	-

Performance

Return after charges	1.41%
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Other information

Closing net asset value (£000s)	34,549
Closing number of units	14,645,368
Operating charges (annualised)	0.76%
Direct transaction costs	0.00%

Prices

Highest unit price (pence)	241.90
Lowest unit price (pence)	232.10

¹ Class E accumulation launched on 24 June 2019 and this is the first published price.

Class E income 24/06/19 - 15/10/19 (pence per unit)

Change in net assets per unit

Opening net asset value per unit	66.96 ²
Return before operating charges*	1.10
Operating charges	(0.16)
Return after operating charges*	0.94
Distributions on income units	(0.71)
Closing net asset value per unit	67.19
* after direct transaction costs of:	-

Performance

Return after charges	1.40%
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Other information

Closing net asset value (£000s)	21,573
Closing number of units	32,106,098
Operating charges (annualised)	0.76%
Direct transaction costs	0.00%

Prices

Highest unit price (pence)	69.30
Lowest unit price (pence)	66.82

² Class E income launched on 24 June 2019 and this is the first published price.

Comparative tables (continued)

	Class I accumulation			
	Six months to 15/10/19 (pence per unit)	Year to 15/04/19 (pence per unit)	Year to 15/04/18 (pence per unit)	Year to 15/04/17 (pence per unit)
Change in net assets per unit				
Opening net asset value per unit	135.44	131.29	129.71	117.59
Return before operating charges*	7.03	5.06	2.49	13.58
Operating charges	(0.49)	(0.91)	(0.91)	(0.88)
Return after operating charges*	6.54	4.15	1.58	12.70
Distribution on accumulation units	(1.66)	(3.45)	(3.61)	(3.82)
Retained distributions on accumulation units [^]	1.66	3.45	3.61	3.24
Closing net asset value per unit	141.98	135.44	131.29	129.71
* after direct transaction costs of:	-	-	-	-
Performance				
Return after charges	4.83%	3.16%	1.22%	10.80%
Other information				
Closing net asset value (£000s)	152,080	172,048	194,623	211,897
Closing number of units	107,113,455	127,024,100	148,235,294	163,357,075
Operating charges (annualised)	0.69%	0.69%	0.69%	0.70%
Direct transaction costs	0.00%	0.00%	0.00%	0.00%
Prices				
Highest unit price (pence)	145.60	136.70	134.09	132.04
Lowest unit price (pence)	135.80	130.06	129.50	117.01

[^] Retained distributions prior to 6 April 2017 are net of 20% income tax.

	Class I income			
	Six months to 15/10/19 (pence per unit)	Year to 15/04/19 (pence per unit)	Year to 15/04/18 (pence per unit)	Year to 15/04/17 (pence per unit)
Change in net assets per unit				
Opening net asset value per unit	111.52	111.32	113.05	105.13
Return before operating charges*	5.78	3.85	2.17	11.57
Operating charges	(0.40)	(0.76)	(0.78)	(0.78)
Return after operating charges*	5.38	3.09	1.39	10.79
Distributions on income units	(1.36)	(2.89)	(3.12)	(2.87)
Closing net asset value per unit	115.54	111.52	111.32	113.05
* after direct transaction costs of:	-	-	-	-
Performance				
Return after charges	4.82%	2.78%	1.23%	10.26%
Other information				
Closing net asset value (£000s)	38,133	41,294	49,050	53,508
Closing number of units	33,005,677	37,028,563	44,062,222	47,332,013
Operating charges (annualised)	0.69%	0.69%	0.69%	0.70%
Direct transaction costs	0.00%	0.00%	0.00%	0.00%
Prices				
Highest unit price (pence)	119.20	113.30	116.03	117.18
Lowest unit price (pence)	111.80	108.67	110.91	104.61

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 unit class.

Unit class launches and closures

The following unit classes launched in the period:

Unit class	Launch date
Class E income	24 June 2019
Class E accumulation	24 June 2019

There were no unit classes closed in the period.

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 period, except for expenses that are explicitly excluded by regulation.

	15/10/19 %	15/04/19 %	Estimated OCF from 24 June 2019 ¹ %
Accumulation units	1.26	1.26	n/a
Income units	1.26	1.26	n/a
Class E²	0.76	n/a	0.76
Class I	0.69	0.69	n/a

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

¹ The estimated ongoing charge is based on the annual fee rates on launch date as at 24 June 2019.

² Class E accumulation and Class E income launched on 24 June 2019.

Risk and reward profile

The fund currently has 6 unit classes in issue; Accumulation units, Income units, E accumulation, E income, I accumulation and I income.

The risk and reward profile of each unit class is as follows:



The unit classes appear at 3 out of 7. Unit classes in higher categories have shown greater and/or more frequent variations in unit price 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 in the fund can go up or down. When you sell your units, 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. Under normal market conditions the following risks may apply:

Charges to capital Some or all of the annual management charge and other costs of the fund may be taken from capital, which may erode capital or reduce potential for capital growth.

Country or region If a fund has a high exposure to a particular country or geographical region it carries a higher level of risk than a fund which is more broadly diversified.

Default risk An issuer of a bond (or money market instrument) may become unable or unwilling to pay interest or repay capital to the fund. If this happens or the market perceives this may happen, the value of the bond will fall.

Derivatives and leverage The fund may use derivatives towards the aim of achieving its investment objective. This can result in 'leverage', which can magnify an investment outcome and gains or losses to the fund may be greater than the cost of the derivative. Derivatives also introduce other risks, in particular, that a derivative counterparty may not meet its contractual obligations.

Interest rate When interest rates rise (or fall), the prices of different securities will be affected differently. In particular, bond values generally fall when interest rates rise. This risk is generally greater the longer the maturity of a bond investment.

Liquidity Securities within the fund could become hard to value or to sell at a desired time and price, especially in extreme market conditions when asset prices may be falling, increasing the risk of investment losses.

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 period.

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

* Class E accumulation and Class E income were launched on 24 June 2019. As these unit 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 15 October 2019

Holding	Investment	Market value £000	Percentage of total net assets %
	Equities 0.09% (15/04/2019: 0.07%)		
	United Kingdom 0.09% (15/04/2019: 0.07%)		
	Financials 0.09% (15/04/2019: 0.07%)		
6,202	West Bromwich Building Society	334	0.09
	Bonds 96.60% (15/04/2019: 97.37%)		
	Australia 0.29% (15/04/2019: 0.27%)		
	Variable Rate Bond 0.29% (15/04/2019: 0.27%)		
GBP 1,000,000	BHP Billiton Finance VAR 22/10/2077	1,128	0.29
	Belgium 0.91% (15/04/2019: 0.90%)		
	Zero / Discount Rate Bond 0.91% (15/04/2019: 0.90%)		
GBP 1,920,000	Anheuser-Busch InBev 1.75% 07/03/2025	1,938	0.50
GBP 1,500,000	Anheuser-Busch InBev 2.85% 25/05/2037	1,569	0.41
		3,507	0.91
	Canada 0.64% (15/04/2019: 0.60%)		
	Fixed Rate Bond 0.64% (15/04/2019: 0.60%)		
GBP 1,118,000	Glencore Canada Finance 7.375% 27/05/2020	1,156	0.30
GBP 1,300,000	Liberty Living Finance 2.625% 28/11/2024	1,334	0.34
		2,490	0.64
	Denmark 0.57% (15/04/2019: 0.00%)		
	Fixed Rate Bond 0.57% (15/04/2019: 0.00%)		
GBP 740,000	Orsted 2.125% 17/05/2027	768	0.20
GBP 1,350,000	Orsted 2.50% 16/05/2033	1,425	0.37
		2,193	0.57
	France 9.41% (15/04/2019: 8.14%)		
	Fixed Rate Bond 7.25% (15/04/2019: 5.70%)		
GBP 2,000,000	Banque Fédérative du Crédit Mutuel 1.375% 20/12/2021	2,004	0.52
GBP 1,500,000	BPCE 2.125% 16/12/2022	1,538	0.40
GBP 2,000,000	Crédit Agricole 1.25% 02/10/2024	1,978	0.51
GBP 1,000,000	Électricité de France 5.125% 22/09/2050	1,428	0.37
GBP 1,300,000	Électricité de France 5.50% 17/10/2041	1,843	0.48
GBP 600,000	Électricité de France 5.50% 27/03/2037	830	0.21
GBP 800,000	Électricité de France 6.00% 23/01/2114	1,246	0.32
GBP 1,250,000	Électricité de France 6.125% 02/06/2034	1,786	0.46
GBP 1,100,000	LVMH 1.00% 14/06/2022	1,100	0.28
GBP 2,500,000	Orange 3.25% 15/01/2032	2,764	0.71
GBP 1,400,000	Orange 5.25% 12/05/2025	1,703	0.44
GBP 3,100,000	Société Générale 1.875% 03/10/2024	3,074	0.80
GBP 2,000,000	Total Capital International 1.66% 22/07/2026	2,027	0.52
GBP 1,690,000	Total Capital International 1.75% 07/07/2025	1,722	0.45
GBP 550,000	Veolia Environnement 6.125% 29/10/2037	859	0.22
GBP 700,000	Vinci 2.25% 15/03/2027	734	0.19
GBP 1,300,000	Vinci 2.75% 15/09/2034	1,432	0.37
		28,068	7.25

Portfolio statement (continued)

Holding	Investment	Market value £000	Percentage of total net assets %
Variable Rate Bond 2.16% (15/04/2019: 2.44%)			
GBP 540,000	AXA 5.625% 16/01/2054	650	0.17
GBP 2,550,000	AXA 6.772% Perpetual	2,550	0.66
GBP 1,300,000	Électricité de France 6.00% Perpetual	1,407	0.36
GBP 2,139,000	Orange 5.75% Perpetual	2,363	0.61
GBP 1,285,000	Orange 5.875% Perpetual	1,391	0.36
		8,361	2.16
Germany 5.58% (15/04/2019: 6.72%)			
Fixed Rate Bond 5.58% (15/04/2019: 6.25%)			
GBP 1,800,000	Aroundtown 3.25% 18/07/2027	1,823	0.47
GBP 620,000	Aroundtown 3.625% 10/04/2031	626	0.16
GBP 1,600,000	Aroundtown 4.75% Perpetual	1,637	0.42
GBP 1,120,000	BMW International Investment 1.25% 11/07/2022	1,115	0.29
GBP 2,800,000	Deutsche Telekom International Finance 6.50% 08/04/2022	3,148	0.82
GBP 1,150,000	E.ON International Finance 5.875% 30/10/2037	1,650	0.43
GBP 1,800,000	Henkel 1.00% 30/09/2022	1,796	0.46
GBP 1,500,000	innogy Finance 4.75% 31/01/2034	1,883	0.49
GBP 1,300,000	innogy Finance 5.50% 06/07/2022	1,444	0.37
GBP 1,995,000	innogy Finance 6.25% 03/06/2030	2,711	0.70
GBP 500,000	Volkswagen Financial Services 1.50% 12/04/2021	499	0.13
GBP 1,400,000	Volkswagen Financial Services 1.875% 07/09/2021	1,406	0.36
GBP 1,800,000	Volkswagen Financial Services 2.75% 10/07/2023	1,848	0.48
		21,586	5.58
Variable Rate Bond 0.00% (15/04/2019: 0.47%)			
Hong Kong 0.32% (15/04/2019: 0.00%)			
Fixed Rate Bond 0.32% (15/04/2019: 0.00%)			
GBP 1,290,000	CK Hutchison 2.00% 17/10/2027	1,255	0.32
Iceland 0.00% (15/04/2019: 0.00%)			
Asset Backed 0.00% (15/04/2019: 0.00%)			
GBP 1,625,000	Kaupthing Singer & Friedlander 7.50% 13/11/2019 ¹	-	-
Ireland 0.01% (15/04/2019: 0.01%)			
Fixed Rate Bond 0.01% (15/04/2019: 0.01%)			
GBP 3,350,000	Lambay Capital Securities 6.25% Perpetual ²	42	0.01
Italy 1.66% (15/04/2019: 1.37%)			
Fixed Rate Bond 0.97% (15/04/2019: 0.71%)			
GBP 2,250,000	Enel Finance International 5.625% 14/08/2024	2,650	0.68
GBP 400,000	Enel Finance International 5.75% 14/09/2040	570	0.15
GBP 400,000	Enel 5.75% 22/06/2037	553	0.14
		3,773	0.97

Portfolio statement (continued)

Holding	Investment	Market value £000	Percentage of total net assets %
	Variable Rate Bond 0.69% (15/04/2019: 0.66%)		
GBP 315,000	Enel 6.625% 15/09/2076	342	0.09
GBP 2,200,000	Enel 7.75% 10/09/2075	2,321	0.60
		<u>2,663</u>	<u>0.69</u>
	Japan 0.00% (15/04/2019: 0.40%)		
	Fixed Rate Bond 0.00% (15/04/2019: 0.40%)		
	Luxembourg 0.34% (15/04/2019: 0.32%)		
	Fixed Rate Bond 0.34% (15/04/2019: 0.32%)		
GBP 1,300,000	B&M European Value Retail 4.125% 01/02/2022	1,315	0.34
	Netherlands 0.51% (15/04/2019: 1.74%)		
	Fixed Rate Bond 0.51% (15/04/2019: 1.74%)		
GBP 900,000	Rabobank Nederland 4.625% 23/05/2029	1,061	0.28
GBP 600,000	Rabobank Nederland 6.91% Perpetual	904	0.23
		<u>1,965</u>	<u>0.51</u>
	Spain 0.94% (15/04/2019: 0.82%)		
	Fixed Rate Bond 0.94% (15/04/2019: 0.82%)		
GBP 2,000,000	Abertis Infraestructuras 3.375% 27/11/2026	2,086	0.54
GBP 1,250,000	Iberdrola Finanzas 7.375% 29/01/2024	1,558	0.40
		<u>3,644</u>	<u>0.94</u>
	Sweden 0.34% (15/04/2019: 0.85%)		
	Fixed Rate Bond 0.34% (15/04/2019: 0.85%)		
GBP 1,300,000	Scania 1.875% 28/06/2022	1,300	0.34
	Switzerland 1.53% (15/04/2019: 1.63%)		
	Fixed Rate Bond 0.60% (15/04/2019: 0.75%)		
GBP 300,000	Glencore Finance 3.125% 26/03/2026	303	0.08
GBP 2,000,000	UBS 1.25% 10/12/2020	2,002	0.52
		<u>2,305</u>	<u>0.60</u>
	Stepped Rate Bond 0.21% (15/04/2019: 0.20%)		
GBP 725,000	Glencore Finance 6.00% 03/04/2022	797	0.21
	Variable Rate Bond 0.72% (15/04/2019: 0.68%)		
GBP 2,500,000	Zurich Finance UK 6.625% Perpetual	2,806	0.72
	United Kingdom 57.99% (15/04/2019: 57.46%)		
	Asset Backed 2.44% (15/04/2019: 2.67%)		
GBP 1,170,444	Connect Plus M25 Issuer 2.607% 31/03/2039	1,288	0.33
GBP 227,261	Juturna 5.0636% 10/08/2033	287	0.07
GBP 1,756,665	Longstone Finance 4.791% 19/04/2036	2,035	0.54
GBP 879,375	TC Dudgeon OFTO 3.158% 12/11/2038	971	0.25
GBP 572,602	Tesco Property Finance 5.4111% 13/07/2044	715	0.18

Portfolio statement (continued)

Holding	Investment	Market value £000	Percentage of total net assets %
Asset Backed (continued)			
GBP 1,062,835	Tesco Property Finance 5.744% 13/04/2040	1,354	0.35
GBP 587,892	Tesco Property Finance 6.0517% 13/10/2039	758	0.20
GBP 1,565,103	White City Property Finance 5.1202% 17/04/2035	2,018	0.52
		9,426	2.44
Fixed Rate Bond 53.04% (15/04/2019: 49.72%)			
GBP 618,000	AA Bond 4.248% 31/07/2020	624	0.16
GBP 740,000	Accent Capital 2.625% 18/07/2049	777	0.20
GBP 1,400,000	Anglian Water Services Financing 2.75% 26/10/2029	1,510	0.39
GBP 2,100,000	Annington Funding 2.646% 12/07/2025	2,145	0.55
GBP 1,170,000	Annington Funding 3.685% 12/07/2034	1,259	0.33
GBP 1,845,000	Arqiva Financing 4.04% 30/06/2020	1,875	0.48
GBP 1,900,000	Assura Financing 3.00% 19/07/2028	2,072	0.54
GBP 1,800,000	A2Dominion Housing 3.50% 15/11/2028	1,925	0.50
GBP 700,000	Barclays 3.25% 12/02/2027	728	0.19
GBP 3,100,000	Barclays 2.375% 06/10/2023	3,119	0.81
GBP 900,000	Barclays 3.00% 08/05/2026	922	0.24
GBP 400,000	Barclays 3.25% 17/01/2033	406	0.10
GBP 1,227,000	Barclays 9.50% 07/08/2021	1,390	0.36
GBP 1,810,000	BAT International Finance 1.75% 05/07/2021	1,817	0.47
GBP 1,800,000	BAT International Finance 4.00% 04/09/2026	1,972	0.51
GBP 2,200,000	Bazalgette Finance 2.375% 29/11/2027	2,330	0.60
GBP 1,640,000	Blend Funding 3.459% 21/09/2047	1,932	0.50
GBP 2,200,000	BNP Paribas 3.375% 23/01/2026	2,370	0.61
GBP 1,200,000	BP Capital Markets 1.827% 08/09/2025	1,224	0.32
GBP 2,220,000	British Telecommunications 3.125% 21/11/2031	2,334	0.60
GBP 600,000	Bromford 3.125% 03/05/2048	694	0.18
GBP 3,200,000	Bunzl Finance 2.25% 11/06/2025	3,250	0.84
GBP 1,900,000	BUPA Finance 5.00% 08/12/2026	2,127	0.55
GBP 1,285,000	BUPA Finance 5.00% 25/04/2023	1,409	0.36
GBP 1,100,000	Cadent Finance 2.125% 22/09/2028	1,102	0.28
GBP 700,000	Cadent Finance 2.625% 22/09/2038	700	0.18
GBP 6,428,000	Cattles 6.875% Perpetual ¹	-	-
GBP 7,250,000	Cattles 7.125% 05/07/2017 ¹	-	-
GBP 900,000	Centrica 4.375% 13/03/2029	1,035	0.27
GBP 800,000	Centrica 7.00% 19/09/2033	1,170	0.30
GBP 1,930,000	Co-Operative 5.125% 17/05/2024	2,023	0.52
GBP 1,680,000	Coventry Building Society 1.50% 23/01/2023	1,676	0.43
GBP 1,000,000	Coventry Building Society 1.875% 24/10/2023	1,013	0.26
GBP 2,570,000	Coventry Building Society 5.875% 28/09/2022	2,892	0.75
GBP 1,600,000	CPMK Finance 4.25% 28/08/2022	1,621	0.42
GBP 2,717,887	Delamare Finance 5.5457% 19/02/2029	3,139	0.81
GBP 1,320,000	Diageo Finance 1.75% 12/10/2026	1,351	0.35
GBP 3,700,000	Dunfermline Building Society 6.00% 31/03/2015 ¹	-	-
GBP 700,000	Dwr Cymru Financing 2.50% 31/03/2036	766	0.20
GBP 837,000	Dwr Cymru Financing 6.015% 31/03/2028	1,137	0.29
GBP 2,174,000	Eastern Power Networks 4.75% 30/09/2021	2,322	0.60

Portfolio statement (continued)

Holding	Investment	Market value £000	Percentage of total net assets %
	Fixed Rate Bond (continued)		
GBP 800,000	Eastern Power Networks 6.25% 12/11/2036	1,224	0.32
GBP 3,100,000	Experian Finance 2.125% 27/09/2024	3,200	0.83
GBP 470,000	FirstGroup 8.75% 08/04/2021	514	0.13
GBP 1,190,000	Gatwick Funding 5.25% 23/01/2024	1,364	0.35
GBP 500,000	GKN 5.375% 19/09/2022	540	0.14
GBP 600,000	GlaxoSmithKline Capital 5.25% 10/04/2042	902	0.23
GBP 2,200,000	GlaxoSmithKline Capital 5.25% 19/12/2033	3,082	0.80
GBP 860,000	GlaxoSmithKline Capital 6.375% 09/03/2039	1,406	0.36
GBP 1,300,000	Heathrow Funding 2.75% Perpetual	1,310	0.34
GBP 3,550,000	Heathrow Funding 6.75% 03/12/2026	4,706	1.23
GBP 844,000	Heathrow Funding 7.125% 14/02/2024	1,022	0.26
GBP 1,600,000	HSBC 2.175% 27/06/2023	1,621	0.42
GBP 810,000	HSBC 3.00% 29/05/2030	849	0.22
GBP 1,000,000	HSBC 4.75% 24/03/2046	1,270	0.33
GBP 1,863,000	Imperial Brands Finance 5.50% 28/09/2026	2,201	0.57
GBP 2,200,000	Imperial Brands Finance 9.00% 17/02/2022	2,567	0.66
GBP 2,400,000	Informa 3.125% 05/07/2026	2,517	0.65
GBP 500,000	Karbon Homes 3.375% 15/11/2047	606	0.16
GBP 1,450,000	Land Securities Capital Markets 2.375% 29/03/2027	1,516	0.39
GBP 800,000	Lloyds Bank 6.50% 17/09/2040	1,330	0.34
GBP 739,000	Lloyds Bank 7.625% 22/04/2025	939	0.24
GBP 2,880,000	Logicor 1.875% 17/11/2026	2,872	0.74
GBP 1,000,000	London & Quadrant Housing 4.625% 05/12/2033	1,270	0.33
GBP 750,000	London Power Networks 2.625% 01/03/2029	788	0.20
GBP 600,000	Manchester Airport Funding 4.75% 31/03/2034	773	0.20
GBP 1,410,000	Manchester Airport Funding 2.875% 30/09/2044	1,451	0.37
GBP 400,000	Marks & Spencer 3.25% 10/07/2027	390	0.10
GBP 1,720,000	Motability Operations 2.375% 03/07/2039	1,747	0.45
GBP 1,900,000	Motability Operations 3.625% 10/03/2036	2,291	0.59
GBP 870,000	National Grid Electricity Transmission 2.00% 16/09/2038	843	0.22
GBP 2,100,000	National Westminster Bank 6.50% 07/09/2021	2,289	0.59
GBP 1,080,000	Next 3.00% 26/08/2025	1,109	0.29
GBP 1,800,000	NIE Finance 2.50% 27/10/2025	1,874	0.48
GBP 480,000	Northern Electric Finance 2.75% 24/05/2049	514	0.13
GBP 1,440,000	Northern Powergrid Yorkshire 2.25% 09/10/2059	1,361	0.35
GBP 1,900,000	Northumbrian Water Finance 1.625% 11/10/2026	1,876	0.48
GBP 1,200,000	Notting Hill Genesis 2.875% 31/01/2029	1,261	0.33
GBP 2,300,000	Orbit Capital 3.375% 14/06/2048	2,622	0.68
GBP 1,400,000	Pennon 2.875% Perpetual	1,402	0.36
GBP 1,850,000	Phoenix 4.125% 20/07/2022	1,923	0.50
GBP 2,100,000	Places for People Treasury 2.875% 17/08/2026	2,149	0.56
GBP 630,000	Prudential 3.875% 20/07/2049	644	0.17
GBP 1,100,000	Prudential 5.00% 20/07/2055	1,244	0.32
GBP 560,000	Prudential 5.625% 20/10/2051	638	0.16
GBP 600,000	Prudential 6.125% 19/12/2031	802	0.21
GBP 900,000	Quilter 4.478% 28/02/2028	926	0.24
GBP 600,000	RAC Bond 4.565% 06/05/2023	599	0.15
GBP 200,000	RAC Bond 4.87% 06/05/2026	195	0.05

Portfolio statement (continued)

Holding	Investment	Market value £000	Percentage of total net assets %
Fixed Rate Bond (continued)			
GBP 2,020,000	RL Finance Bonds No. 4 4.875% 07/10/2049	1,997	0.52
GBP 1,500,000	Royal Bank of Scotland 2.875% 19/09/2026	1,536	0.40
GBP 1,300,000	RSA Insurance 1.625% 28/08/2024	1,288	0.33
GBP 1,600,000	Santander UK 1.625% 10/05/2021	1,606	0.41
GBP 2,200,000	Santander UK 2.92% 08/05/2026	2,259	0.58
GBP 170,000	Santander UK 3.625% 14/01/2026	183	0.05
GBP 1,010,000	Scottish Hydro Electric 2.25% 27/09/2035	981	0.25
GBP 3,200,000	Scottish Widows 5.50% 16/06/2023	3,556	0.92
GBP 1,400,000	Severn Trent Utilities Finance 3.625% 16/01/2026	1,547	0.40
GBP 280,000	Severn Trent Utilities Finance 4.875% 24/01/2042	393	0.10
GBP 1,130,000	Society of Lloyd's 4.475% 30/10/2024	1,240	0.32
GBP 1,050,000	South Eastern Power Networks 5.625% 30/09/2030	1,405	0.36
GBP 500,000	Southern Electric Power 5.5% 07/06/2032	670	0.17
GBP 700,000	Southern Gas Network 3.10% 15/09/2036	778	0.20
GBP 1,200,000	SP Manweb 4.875% 20/09/2027	1,476	0.38
GBP 1,800,000	Tesco 2.50% 02/05/2025	1,813	0.47
GBP 2,500,000	Thames Water Utilities Finance 4.00% 19/06/2025	2,774	0.72
GBP 2,400,000	Tritax Big Box REIT 2.625% 14/12/2026	2,448	0.63
GBP 9,987,000	UK Treasury 1.50% 22/07/2047	10,772	2.79
GBP 4,175,000	UK Treasury 1.75% 07/09/2037	4,634	1.20
GBP 1,920,000	UK Treasury 4.25% 07/12/2040	3,055	0.79
GBP 730,000	UK Treasury 4.25% 07/12/2049	1,304	0.34
GBP 3,221,000	UK Treasury 4.50% 07/12/2042	5,426	1.41
GBP 406,000	UK Treasury 4.75% 07/12/2038	667	0.17
GBP 2,380,000	Unilever 1.50% 22/07/2026	2,386	0.62
GBP 1,000,000	Unite USAF 3.374% 30/06/2023	1,064	0.27
GBP 1,000,000	Unite 3.50% 15/10/2028	1,069	0.28
GBP 700,000	United Utilities Water Finance 2.625% 12/02/2031	757	0.20
GBP 1,280,000	Vodafone 3.00% 12/08/2056	1,190	0.31
GBP 1,600,000	Vodafone 4.875% 03/10/2078	1,692	0.44
GBP 800,000	Wales & West Utilities Finance 3.00% 03/08/2038	895	0.23
GBP 1,700,000	Wessex Water Services Finance 4.00% 24/09/2021	1,789	0.46
GBP 123,200	West Bromwich Building Society 11.00% 12/04/2038	157	0.04
GBP 830,000	Western Power Distribution East Midlands 1.75% 09/09/2031	795	0.21
GBP 1,700,000	Western Power Distribution East Midlands 5.25% 17/01/2023	1,909	0.49
GBP 300,000	Western Power Distribution South West 5.75% 23/03/2040	448	0.12
GBP 700,000	Western Power Distribution West Midlands 5.75% 16/04/2032	960	0.25
GBP 1,280,000	Westfield Stratford City Finance 1.642% 04/08/2026	1,292	0.33
GBP 826,000	WM Morrison Supermarkets 3.50% 27/07/2026	900	0.23
GBP 930,000	Wrekin Housing 2.50% 22/10/2048	904	0.23
GBP 540,000	Yorkshire Water Finance 2.75% 18/04/2041	583	0.15
		205,295	53.04
Stepped Rate Bond 0.00% (15/04/2019: 0.48%)			
Variable Rate Bond 2.51% (15/04/2019: 4.59%)			
GBP 315,000	Aviva 5.9021% 27/07/2020	322	0.08
GBP 3,800,000	Aviva 6.125% Perpetual	4,091	1.06

Portfolio statement (continued)

Holding	Investment	Market value £000	Percentage of total net assets %
Variable Rate Bond (continued)			
GBP 2,600,000	HSBC 5.844% Perpetual	3,463	0.89
GBP 700,000	National Grid Finance 5.625% 18/06/2073	782	0.20
GBP 420,000	Prudential 5.70% 19/12/2063	506	0.13
GBP 560,000	SSE 3.875% Perpetual	563	0.15
		<u>9,727</u>	<u>2.51</u>
United States 15.56% (15/04/2019: 16.14%)			
Fixed Rate Bond 15.56% (15/04/2019: 16.14%)			
GBP 1,000,000	Apple 3.05% 31/07/2029	1,140	0.29
GBP 1,400,000	Apple 3.60% 31/07/2042	1,796	0.46
GBP 2,100,000	AT&T 4.375% 14/09/2029	2,424	0.63
GBP 1,600,000	AT&T 4.875% 01/06/2044	1,994	0.52
GBP 500,000	AT&T 7.00% 30/04/2040	769	0.20
GBP 3,900,000	Bank of America 2.30% 25/07/2025	4,033	1.04
GBP 1,600,000	Bank of America 6.125% 15/09/2021	1,746	0.45
GBP 800,000	Bank of America 7.00% 31/07/2028	1,128	0.29
GBP 900,000	Becton Dickinson 3.02% 24/05/2025	946	0.24
GBP 1,500,000	Berkshire Hathaway Finance 2.375% 19/06/2039	1,558	0.40
GBP 770,000	Berkshire Hathaway Finance 2.625% 19/06/2059	845	0.22
GBP 1,500,000	Citigroup 2.75% 24/01/2024	1,564	0.40
GBP 1,750,000	Citigroup 5.15% 21/05/2026	2,117	0.55
GBP 452,000	Citigroup 6.80% 25/06/2038	749	0.19
GBP 2,100,000	Digital Stout 4.75% 13/10/2023	2,334	0.60
GBP 1,160,000	Fidelity National Information Services 2.602% 21/05/2025	1,207	0.31
GBP 900,000	Fidelity National Information Services 3.36% 21/05/2031	977	0.25
GBP 950,000	Fiserv 2.25% 01/07/2025	969	0.25
GBP 1,711,000	GE Capital UK Funding 5.875% 18/01/2033	2,126	0.55
GBP 370,000	GE Capital UK Funding 6.25% 05/05/2038	487	0.13
GBP 1,400,000	General Electric Capital 5.25% 07/12/2028	1,636	0.42
GBP 700,000	Goldman Sachs 3.125% 25/07/2029	749	0.19
GBP 200,000	Goldman Sachs 6.875% 18/01/2038	301	0.08
GBP 800,000	Johnson & Johnson 5.50% 06/11/2024	967	0.25
GBP 1,280,000	McKesson 3.125% 17/02/2029	1,328	0.34
GBP 1,600,000	New York Life Global Funding 1.75% 15/12/2022	1,627	0.42
GBP 200,000	Time Warner Cable 5.25% 15/07/2042	230	0.06
GBP 1,800,000	Time Warner Cable 5.75% 02/06/2031	2,153	0.56
GBP 600,000	Verizon Communications 1.875% 19/09/2030	585	0.15
GBP 1,700,000	Verizon Communications 3.125% 02/11/2035	1,868	0.48
GBP 1,100,000	Verizon Communications 3.375% 27/10/2036	1,238	0.32
GBP 1,800,000	Walmart 5.625% 27/03/2034	2,687	0.69
GBP 3,700,000	Walmart 5.75% 19/12/2030	5,323	1.39
GBP 1,800,000	Wells Fargo 1.375% 30/06/2022	1,800	0.47
GBP 1,570,000	Wells Fargo 2.125% 24/09/2031	1,560	0.40
GBP 1,140,000	Wells Fargo 2.50% 02/05/2029	1,183	0.31
GBP 3,600,000	Wells Fargo 5.25% 01/08/2023	4,056	1.06
		<u>60,200</u>	<u>15.56</u>

Portfolio statement (continued)

Holding	Investment	Market value £000	Percentage of total net assets %
	Derivatives (0.02%) (15/04/2019: 0.00%)		
	Futures (0.02%) (15/04/2019: 0.00%)		
26	ICF Long Gilt December 2019	(64)	(0.02)
	Investment assets including investment liabilities	374,116	96.67
	Other net assets	12,883	3.33
	Total net assets	386,999	100.00

¹ Defaulted

² Manually priced securities

All investments are listed on recognised stock exchanges and are 'approved securities' within the meaning of FCA rules unless otherwise stated.

Credit ratings

	Market value £000	Percentage of total net assets %
15/10/19		
Investments		
Investment grade (AAA - BBB)	344,663	89.06
Below investment grade (BB and below)	15,837	4.09
Unrated	13,346	3.45
Total debt securities	373,846	96.60
Equities	334	0.09
Derivatives	(64)	(0.02)
Investment assets including investment liabilities	374,116	96.67
Other net assets	12,883	3.33
Total net assets	386,999	100.00

	Market value £000	Percentage of total net assets %
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15/04/19		
Investments		
Investment grade (AAA - BBB)	364,385	88.98
Below investment grade (BB and below)	21,468	5.24
Unrated	12,897	3.15
Total debt securities	398,750	97.37
Equities	304	0.07
Investment assets	399,054	97.44
Other net assets	10,485	2.56
Total net assets	409,539	100.00

Statement of total return (unaudited) for the six months ended 15 October 2019

	15/10/19		15/10/18	
	£000	£000	£000	£000
Income				
Net capital gains/(losses)		14,637		(8,372)
Revenue	6,203		7,826	
Expenses	<u>(1,876)</u>		<u>(2,328)</u>	
Net revenue before taxation	4,327		5,498	
Taxation	<u>-</u>		<u>-</u>	
Net revenue after taxation		<u>4,327</u>		<u>5,498</u>
Total return before distributions		18,964		(2,874)
Distributions		(4,327)		(5,498)
Change in net assets attributable to unitholders from investment activities		<u>14,637</u>		<u>(8,372)</u>

Statement of change in net assets attributable to unitholders

(unaudited) for the six months ended 15 October 2019

	15/10/19		15/10/18	
	£000	£000	£000	£000
Opening net assets attributable to unitholders*		409,539		492,486
Amounts receivable on issue of units	2,810		24,160	
Amounts payable on cancellation of units	<u>(43,193)</u>		<u>(63,547)</u>	
		(40,383)		(39,387)
Dilution adjustment		-		126
Change in net assets attributable to unitholders from investment activities		14,637		(8,372)
Retained distributions on accumulation units		3,200		3,863
Unclaimed distributions		6		6
Closing net assets attributable to unitholders		<u>386,999</u>		<u>448,722</u>

* The opening net assets attributable to unitholders for the current period do not equal the closing net assets attributable for the comparative period as they are not consecutive periods.

Balance sheet (unaudited) as at 15 October 2019

	15/10/19 £000	15/04/19 £000
Assets:		
Investments	374,180	399,054
Current assets:		
Debtors	10,115	7,147
Cash and bank balances	15,359	11,570
Total assets	399,654	417,771
Liabilities:		
Investment liabilities	64	-
Creditors:		
Bank overdrafts	3,239	3,439
Distribution payable	482	545
Other creditors	8,870	4,248
Total liabilities	12,655	8,232
Net assets attributable to unitholders	386,999	409,539

Directors' 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. We hereby certify the investment review and financial statements on behalf of the Directors of Henderson Investment Funds Limited.



G Foggin
(Director)



S Hillenbrand
(Director)

10 December 2019

Notes to the financial statements for the six months ended 15 October 2019

Accounting policies

Basis of preparation

The interim financial statements have been prepared under the historical cost basis, as modified by the revaluation of investments, and in accordance with the Statement of Recommended Practice (SORP) for UK Authorised Funds issued by the Investment Management Association (IMA) in May 2014, the Financial Reporting Standard 102 (FRS 102), the Financial Conduct Authority's (FCA) Collective Investment Schemes Sourcebook (COLL), Trust Deed and Prospectus. The financial statements have been prepared on a going concern basis.

The accounting policies, distribution policy and potential risks are consistent with those of the financial statements for the year ended 15 April 2019 and are described in those annual accounts.

Distribution tables for the six months ended 15 October 2019 (in pence per unit)

Interim interest distribution (accounting date 15 July 2019, paid on 13 September 2019)

Group 1: units purchased prior to 16 April 2019

Group 2: units purchased on or after 16 April 2019

	Distribution per unit	Equalisation	Total distribution per unit 13/09/19	Total distribution per unit 14/09/18
Accumulation units				
Group 1	1.0908	-	1.0908	1.2384
Group 2	0.5429	0.5479	1.0908	1.2384
Income units				
Group 1	0.3140	-	0.3140	0.3641
Group 2	0.1270	0.1870	0.3140	0.3641
Class E accumulation¹				
Group 1	1.1579	-	1.1579	n/a
Group 2	0.1881	0.9698	1.1579	n/a
Class E income¹				
Group 1	0.3333	-	0.3333	n/a
Group 2	0.0599	0.2734	0.3333	n/a
Class I accumulation				
Group 1	0.8500	-	0.8500	0.9262
Group 2	0.3165	0.5335	0.8500	0.9262
Class I income				
Group 1	0.6999	-	0.6999	0.7853
Group 2	0.2866	0.4133	0.6999	0.7853

¹ Class E accumulation and Class E income launched on 24 June 2019.

Distribution tables (continued)

Interim interest distribution (accounting date 15 October 2019, paid on 13 December 2019)

Group 1: units purchased prior to 16 July 2019

Group 2: units purchased on or after 16 July 2019

	Distribution per unit	Equalisation	Total distribution per unit 13/12/19	Total distribution per unit 14/12/18
Accumulation units				
Group 1	1.0074	-	1.0074	1.0080
Group 2	0.3488	0.6586	1.0074	1.0080
Income units				
Group 1	0.2885	-	0.2885	0.2934
Group 2	0.1094	0.1791	0.2885	0.2934
Class E accumulation¹				
Group 1	1.3079	-	1.3079	n/a
Group 2	0.4045	0.9034	1.3079	n/a
Class E income¹				
Group 1	0.3746	-	0.3746	n/a
Group 2	0.1225	0.2521	0.3746	n/a
Class I accumulation				
Group 1	0.8102	-	0.8102	0.7911
Group 2	0.2719	0.5383	0.8102	0.7911
Class I income				
Group 1	0.6634	-	0.6634	0.6640
Group 2	0.3145	0.3489	0.6634	0.6640

¹ Class E accumulation and Class E income launched on 24 June 2019.

Appendix - additional information (unaudited)

Securities financing transactions

The fund engages in securities financing transactions (SFTs) (as defined in Article 3 of Regulation (EU) 2015/2365, securities financing transactions 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, the fund's involvement in and exposures related to securities lending for the six months ended 15 October 2019 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 assets under management (AUM) as at 15 October 2019:

Fund	Market value of securities on loan £000	% of lendable assets	% of AUM
Janus Henderson Sterling Bond Unit Trust	37,196	9.94%	9.61%

Concentration data

The following table lists the ten largest collateral issuers by value of collateral received (across all SFTs) for the fund as at 15 October 2019:

Issuer	Market value of collateral received £000
Government of France	15,297
UK Treasury	11,551
Bank Nederlandse Gemeenten	5,977
Kingdom of Spain	2,111
Caisse d'Amortissement de la Dette Sociale	1,503
Kingdom of Denmark	1,373
RATP	353
Banco Santander Central Hispano	168
Toyota Motor	167
Iberdrola	127

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 15 October 2019:

Counterparty	Market value of securities on loan £000	Settlement basis
JP Morgan	19,098	Triparty
Barclays	13,591	Triparty
BNP Paribas	2,755	Triparty
Natixis	1,752	Triparty
	37,196	

Appendix - additional information (unaudited) (continued)

Securities financing transactions (continued)

Aggregate transaction data

The following tables provide an analysis of the collateral received by the fund in respect of each type of SFTs as at 15 October 2019:

Counterparty	Counterparty country of origin	Type	Quality	Collateral Currency	Settlement basis	Custodian	Market value of collateral received £000
Barclays	United Kingdom	Government Bond	Investment grade	EUR	Triparty	BNP Paribas	2,588
Barclays	United Kingdom	Government Bond	Investment grade	GBP	Triparty	BNP Paribas	11,551
BNP Paribas	France	Corporate Bond	Investment grade	EUR	Triparty	BNP Paribas	3,039
JP Morgan	United States	Corporate Bond	Investment grade	EUR	Triparty	BNP Paribas	4,874
JP Morgan	United States	Corporate Bond	Investment grade	JPY	Triparty	BNP Paribas	28
JP Morgan	United States	Government Bond	Investment grade	DKK	Triparty	BNP Paribas	1,373
JP Morgan	United States	Government Bond	Investment grade	EUR	Triparty	BNP Paribas	14,821
Natixis	France	Equity	Main market listing	CHF	Triparty	BNP Paribas	140
Natixis	France	Equity	Main market listing	EUR	Triparty	BNP Paribas	1,315
Natixis	France	Equity	Main market listing	GBP	Triparty	BNP Paribas	39
Natixis	France	Equity	Main market listing	HKD	Triparty	BNP Paribas	12
Natixis	France	Equity	Main market listing	JPY	Triparty	BNP Paribas	371
Natixis	France	Equity	Main market listing	USD	Triparty	BNP Paribas	71
							40,222

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 six months ended 15 October 2019:

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 Sterling Bond Unit Trust	29	4	25	15%	85%

Further information

Unitholder 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 units 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.

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