



INTERIM SHORT REPORT

For the six months ended
30 April 2017

Janus Henderson
— INVESTORS —

Henderson Asia Pacific Capital Growth Fund

Henderson Asia Pacific Capital Growth Fund

Short Report

For the six months ended 30 April 2017

Investment Fund Managers

Andrew Gillan and Mervyn Koh

Other information

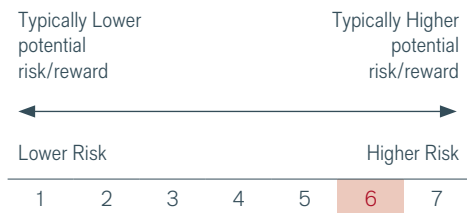
Henderson Group plc and Janus Capital Group merged on 30 May 2017 to form Janus Henderson Group plc.

Investment objective and policy

To aim to provide capital growth by investing in Pacific region and Indian sub-continent companies. The fund may invest in Australasia, but not in Japan. It is not restricted in the size of companies in which it can invest.

Risk and reward profile

The fund currently has 5 types of share in issue; A accumulation, C accumulation, I accumulation, Z accumulation and I USD accumulation. Each type of share has the same risk and reward profile which is as follows:



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 in the fund 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 share classes appear at 6 out of 7. Share classes in higher categories have shown greater and/or more frequent variations in share price in the past 5 years than those in lower categories. The lowest category does not mean risk free.

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:

Active management risk Active management techniques that have worked well in normal market conditions could prove ineffective or detrimental at other times.

Counterparty risk The fund could lose money if a counterparty with which it trades becomes unwilling or unable to meet its obligations to the fund.

Credit risk The value of a bond or money market security may fall if the financial health of the issuer weakens, or the market believes it may weaken. This risk is greater the lower the credit quality of the bond.

Derivatives risk Derivatives use exposes the fund to risks different from, and potentially greater than, the risks associated with investing directly in securities and may therefore result in additional loss, which could be significantly greater than the cost of the derivative.

Emerging markets risk Emerging markets are less established and more prone to political events than developed markets. This can mean both higher volatility and a greater risk of loss to the fund than investing in more developed markets.

Equities risk Shares can lose value rapidly, and typically involve higher risks than bonds or money market instruments. The value of your investment may fall as a result.

*Class I USD accumulation was launched on 10 April 2015, as it does not have a 5 year history, a synthetic history has been created using the fund's relevant sector average.

Exchange rate risk Changes in currency exchange rates may cause the value of your investment and any income from it to rise or fall.

Hedging risk Measures designed to reduce the impact of certain risks may not be available or may be ineffective.

Liquidity risk Any security could become hard to value or to sell at a desired time and price, increasing the risk of investment losses.

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

There have been no changes to the risk rating in the period.

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

Investment review

Asia Pacific ex Japan markets delivered a healthy return of 4.7% in sterling terms for the six-month period. After weakness in late 2016 on concerns of protectionism following Donald Trump's US presidential election win, Asian markets started 2017 strongly supported by healthy economic data and positive earnings revisions. Chinese economic data throughout the period showed stabilisation in the economy, and the purchasing managers' index data reflected the impact of last year's stimulus efforts. Export data across the region, particularly in northern Asia, also remained buoyant. The Indian market was volatile, selling off early in the period on the government's surprise demonetisation policy (an attempt to tackle corruption) but then rebounding strongly as the impact of this policy appeared less severe on growth than feared. Additionally, the ruling BJP government won significantly in the state elections, which bodes well for further reforms.

The fund outperformed, posting a gain of 5.5%. The main driver of this outperformance was our significant overweight to the information technology (IT) sector, which was the strongest performing sector. Notable performers included our positions in South Korea's Samsung Electronics and SK Hynix, which both continued to benefit from firmer pricing and industry consolidation in the memory sector. Additionally, Samsung Electronics committed to higher shareholder returns in the form of increased dividends and share buybacks, which was supplemented shortly after the period's end with a commitment to cancel its treasury shares too. Other strong performers in the IT sector included Taiwanese companies Largan Precision and Catcher.

Both companies supply smartphone manufacturers with key components. Largan particularly benefited from the upgrades in camera lenses in newer product cycles. Elsewhere at the sector level, our underweight to financials detracted, as this sector outperformed. We remain sceptical that higher US interest rates will translate into significantly stronger earnings for many Asian banks, which are at a very different point in both the interest rate and credit cycles. We will continue to monitor this but generally see better earnings prospects in other sectors, with the exception of the Indian banks that we continue to own.

Key transactions during the six-month period were the additions of Land & Houses, Alibaba, Advantech and Delta Electronics to the portfolio. We exited the positions in China Resources Gas, CK Hutchison, Dabur and Godrej Consumer Products. Thailand's Land & Houses is one of the country's leading property developers and offers good value and an attractive dividend yield. Alibaba has attractive growth prospects and an extremely strong franchise position in China's e-commerce sector, while Taiwan's Delta and Advantech both provide the portfolio with holdings in industrial automation at a reasonable valuation. We feel that China Resources Gas faces increased risks of changes in tariff structures that may impact its current high returns, while CK Hutchison faces headwinds from its correlation with Europe. Our Indian consumer companies, Dabur and Godrej, have both performed well for the portfolio, but we feel valuations are now too expensive to maintain these positions. Dabur in particular faces increased competition in some of its key product segments. We continue to run a very focused, high conviction portfolio of less than 40 companies.

Asian markets have started the year strongly, but valuations remain attractive relative to their own history. Earnings revisions are particularly positive compared with recent years, which gives us much comfort. Given the underperformance of Asian markets relative to developed markets over the past few years, we remain optimistic that stronger earnings growth will support improved relative performance for Asian equities. The stabilisation in China's economy is encouraging, although there remain challenges ahead: namely, addressing the high level of debt. Nonetheless, we can still identify a number of attractive investment opportunities in China and across the region for the long-term investor.

Performance summary

| Cumulative performance | Six months | One year | Five years | Since launch |
|--|---------------------|---------------------|---------------------|---------------------|
| | 31 Oct 16-30 Apr 17 | 30 Apr 16-30 Apr 17 | 30 Apr 12-30 Apr 17 | 28 Sep 90-30 Apr 17 |
| | % | % | % | % |
| Henderson Asia Pacific Capital Growth Fund | 5.5 | 40.6 | 57.1 | 1,682.6 |
| MSCI All Country Asia Pacific (ex Japan) Index | 4.7 | 36.4 | 62.1 | 1,111.2 |

| Discrete performance | 30 Apr 16-30 Apr 17 | 30 Apr 15-30 Apr 16 | 30 Apr 14-30 Apr 15 | 30 Apr 13-30 Apr 14 | 30 Apr 12-30 Apr 13 |
|----------------------|--|---------------------|---------------------|---------------------|---------------------|
| | % | % | % | % | % |
| | Henderson Asia Pacific Capital Growth Fund | 40.6 | (10.0) | 17.7 | (4.6) |

Source: Morningstar, bid to bid and net of fees as at 12 noon valuation point, based on performance of Class A accumulation. Benchmark values are as at close of business.

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.

Fund facts

| Accounting dates | Payment dates |
|----------------------|---------------|
| 30 April, 31 October | 31 December |

Ongoing charge figure

| | 30/04/17 | 31/10/16 |
|-------------|----------|----------|
| | % | % |
| Class A | 1.75 | 1.75 |
| Class C | 0.62 | 0.62 |
| Class I | 0.90 | 0.90 |
| Class Z | 0.12 | 0.11 |
| Class I USD | 0.90 | 0.89 |

The 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.

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

Comparative tables for the six months ended 30 April 2017

| | Class A accumulation | | | |
|---|-----------------------------|--------------------------|--------------------------|--------------------------|
| | 30/04/17 | 31/10/16 | 31/10/15 | 31/10/14 |
| | (pence per share) | (pence per share) | (pence per share) | (pence per share) |
| Change in net assets per share | | | | |
| Opening net asset value per share | 948.04 | 692.34 | 749.71 | 716.42 |
| Return before operating charges* | 65.30 | 269.16 | (44.41) | 45.80 |
| Operating charges | (8.23) | (13.46) | (12.96) | (12.51) |
| Return after operating charges* | 57.07 | 255.70 | (57.37) | 33.29 |
| Distributions on accumulation shares | - | (1.22) | (1.03) | (5.71) |
| Retained distributions on accumulation shares | - | 1.22 | 1.03 | 5.71 |
| Closing net asset value per share | 1,005.11 | 948.04 | 692.34 | 749.71 |
| * after direct transaction costs of: | 0.54 | 1.67 | 1.77 | 4.26 |
| Performance | | | | |
| Return after charges | 6.02% | 36.93% | (7.65%) | 4.65% |
| Other information | | | | |
| Closing net asset value (£000s) | 129,975 | 127,311 | 117,652 | 153,797 |
| Closing number of shares | 12,931,386 | 13,428,759 | 16,993,418 | 20,514,090 |
| Operating charges (annualised) | 1.75% | 1.75% | 1.73% | 1.79% |
| Direct transaction costs | 0.06% | 0.22% | 0.24% | 0.61% |
| Prices | | | | |
| Highest share price (pence) | 1,017.00 | 968.10 | 868.90 | 775.80 |
| Lowest share price (pence) | 858.20 | 638.80 | 612.60 | 651.50 |

Comparative tables (continued)

| | Class C accumulation | | | |
|---|-------------------------------|-------------------------------|-------------------------------|-------------------------------|
| | 30/04/17 (pence per share) | 31/10/16 (pence per share) | 31/10/15 (pence per share) | 31/10/14 (pence per share) |
| Change in net assets per share | | | | |
| Opening net asset value per share | 662.68 | 478.48 | 512.27 | 485.36 |
| Return before operating charges* | 45.84 | 189.38 | (28.94) | 31.81 |
| Operating charges | (2.02) | (5.18) | (4.85) | (4.90) |
| Return after operating charges* | 43.82 | 184.20 | (33.79) | 26.91 |
| Distributions on accumulation shares | - | (7.28) | (7.37) | (9.53) |
| Retained distributions on accumulation shares | - | 7.28 | 7.37 | 9.53 |
| Closing net asset value per share | 706.50 | 662.68 | 478.48 | 512.27 |
| * after direct transaction costs of: | 0.38 | 1.81 | 1.91 | 4.59 |
| Performance | | | | |
| Return after charges | 6.61% | 38.50% | (6.60%) | 5.54% |
| Other information | | | | |
| Closing net asset value (£000s) | 633 | 2,885 | 2,149 | 2,724 |
| Closing number of shares | 89,629 | 435,381 | 449,254 | 531,782 |
| Operating charges (annualised) | 0.62% | 0.62% | 0.60% | 0.65% |
| Direct transaction costs | 0.06% | 0.22% | 0.24% | 0.61% |
| Prices | | | | |
| Highest share price (pence) | 714.10 | 676.20 | 596.70 | 529.20 |
| Lowest share price (pence) | 600.50 | 442.90 | 422.50 | 411.50 |

Comparative tables (continued)

| | Class I accumulation | | | |
|---|-----------------------------|--------------------------|--------------------------|--------------------------|
| | 30/04/17 | 31/10/16 | 31/10/15 | 31/10/14 |
| | (pence per share) | (pence per share) | (pence per share) | (pence per share) |
| Change in net assets per share | | | | |
| Opening net asset value per share | 1,040.20 | 753.17 | 808.59 | 767.55 |
| Return before operating charges* | 71.96 | 295.26 | (47.57) | 48.62 |
| Operating charges | (4.66) | (8.23) | (7.85) | (7.58) |
| Return after operating charges* | 67.30 | 287.03 | (55.42) | 41.04 |
| Distributions on accumulation shares | - | (10.11) | (7.79) | (10.51) |
| Retained distributions on accumulation shares | - | 10.11 | 7.79 | 10.51 |
| Closing net asset value per share | 1,107.50 | 1,040.20 | 753.17 | 808.59 |
| * after direct transaction costs of: | 0.59 | 1.99 | 2.08 | 4.86 |
| Performance | | | | |
| Return after charges | 6.47% | 38.11% | (6.85%) | 5.35% |
| Other information | | | | |
| Closing net asset value (£000s) | 64,874 | 59,089 | 43,936 | 35,151 |
| Closing number of shares | 5,857,666 | 5,680,580 | 5,833,524 | 4,347,218 |
| Operating charges (annualised) | 0.90% | 0.90% | 0.89% | 0.95% |
| Direct transaction costs | 0.06% | 0.22% | 0.24% | 0.61% |
| Prices | | | | |
| Highest share price (pence) | 1,120.00 | 1,062.00 | 940.70 | 835.70 |
| Lowest share price (pence) | 942.40 | 696.70 | 665.30 | 698.30 |

Comparative tables (continued)

| | Class Z accumulation | | | |
|---|-----------------------------|--------------------------|--------------------------|--------------------------|
| | 30/04/17 | 31/10/16 | 31/10/15 | 31/10/14 |
| | (pence per share) | (pence per share) | (pence per share) | (pence per share) |
| Change in net assets per share | | | | |
| Opening net asset value per share | 1,137.82 | 817.62 | 871.03 | 822.17 |
| Return before operating charges* | 79.03 | 320.79 | (52.90) | 49.38 |
| Operating charges | (0.68) | (0.59) | (0.51) | (0.52) |
| Return after operating charges* | 78.35 | 320.20 | (53.41) | 48.86 |
| Distributions on accumulation shares | - | (557.10) | (20.05) | (620.49) |
| Retained distributions on accumulation shares | - | 557.10 | 20.05 | 620.49 |
| Closing net asset value per share | 1,216.17 | 1,137.82 | 817.62 | 871.03 |
| * after direct transaction costs of: | 0.65 | 1.17 | 1.22 | 2.90 |
| Performance | | | | |
| Return after charges | 6.89% | 39.16% | (6.13%) | 5.94% |
| Other information | | | | |
| Closing net asset value (£000s) | 9 | 9 | 199 | 581 |
| Closing number of shares | 767 | 767 | 24,359 | 66,737 |
| Operating charges (annualised) | 0.12% | 0.11% | 0.10% | 0.11% |
| Direct transaction costs | 0.06% | 0.22% | 0.24% | 0.61% |
| Prices | | | | |
| Highest share price (pence) | 1,229.00 | 1,161.00 | 1,017.00 | 899.20 |
| Lowest share price (pence) | 1,032.00 | 758.00 | 721.30 | 747.80 |

Comparative tables (continued)

| | Class I USD accumulation | | |
|---|-------------------------------|-------------------------------|-------------------------------|
| | 30/04/17 (pence per share) | 31/10/16 (pence per share) | 31/10/15 (pence per share) |
| Change in net assets per share | | | |
| Opening net asset value per share | 757.50 | 548.67 | 682.43 ¹ |
| Return before operating charges* | 52.91 | 214.31 | (128.67) |
| Operating charges | (3.39) | (5.48) | (5.09) |
| Return after operating charges* | 49.52 | 208.82 | (133.76) |
| Distributions on accumulation shares | - | (6.38) | (4.82) |
| Retained distributions on accumulation shares | - | 6.38 | 4.82 |
| Closing net asset value per share | 807.02 | 757.50 | 548.67 |
| * after direct transaction costs of: | 0.43 | 1.34 | 1.35 |
| Performance | | | |
| Return after charges | 6.54% | 38.06% | (19.60%) |
| Other information | | | |
| Closing net asset value (£000s) | 1 | 1 | 1 |
| Closing number of shares | 150 | 150 | 150 |
| Operating charges (annualised) | 0.90% | 0.89% | 0.89% |
| Direct transaction costs | 0.06% | 0.22% | 0.24% |
| Prices | | | |
| Highest share price (USD cents) | 1,048.00 | 962.60 | 1,000.00 |
| Lowest share price (USD cents) | 851.80 | 734.80 | 761.90 |

¹Class I USD accumulation was launched on 10 April 2015 and this is the first published price.

Performance values are at close of business and may differ from 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 in the period.

Past performance is not a guide to future performance

Major holdings

| as at 30/04/17 | % |
|---------------------------------------|------|
| Samsung Electronics Preference Shares | 8.03 |
| Tencent Holdings | 6.60 |
| Taiwan Semiconductor Manufacturing | 5.60 |
| Housing Development Finance | 5.00 |
| AIA | 4.96 |
| CSL | 4.88 |
| HDFC Bank | 3.04 |
| Largan Precision | 2.95 |
| Ayala | 2.88 |
| Samsonite International | 2.73 |

Asset allocation

| as at 30/04/17 | % |
|-------------------------|---------------|
| India | 19.76 |
| Taiwan | 17.53 |
| China | 16.66 |
| South Korea | 13.30 |
| Hong Kong | 7.69 |
| Australia | 6.73 |
| Philippines | 5.54 |
| Singapore | 2.88 |
| Vietnam | 2.06 |
| Indonesia | 1.80 |
| Sri Lanka | 1.77 |
| Thailand | 1.34 |
| Other net assets | 2.94 |
| Total net assets | 100.00 |

Major holdings

| as at 31/10/16 | % |
|---------------------------------------|------|
| Samsung Electronics Preference Shares | 6.82 |
| Taiwan Semiconductor Manufacturing | 6.39 |
| Tencent Holdings | 6.12 |
| Housing Development Finance | 5.37 |
| AIA | 4.94 |
| CSL | 4.12 |
| Largan Precision | 3.18 |
| ITC | 2.98 |
| NetEase.com ADR | 2.82 |
| Ayala | 2.77 |

Asset allocation

| as at 31/10/16 | % |
|-------------------------|---------------|
| India | 24.03 |
| Taiwan | 16.01 |
| China | 15.33 |
| South Korea | 12.35 |
| Hong Kong | 9.08 |
| Australia | 6.04 |
| Philippines | 5.38 |
| Singapore | 3.64 |
| Vietnam | 2.20 |
| Indonesia | 1.85 |
| Sri Lanka | 1.85 |
| Thailand | 1.17 |
| Other net assets | 1.07 |
| Total net assets | 100.00 |

Report and accounts

This document is a short report of the Henderson Asia Pacific Capital Growth Fund for the six months ended 30 April 2017.

Copies of the annual and half yearly long form report of this fund are available on our website www.janushenderson.com or contact client services on the telephone number provided.

Other information

The information in this report is designed to enable you to make an informed judgement on the activities of the fund during the period it covers and the results of those activities at the end of the period.

Issued by:

Henderson Investment Funds Limited
Registered office:
201 Bishopsgate
London
EC2M 3AE
Member of The Investment Association and authorised and regulated by the Financial Conduct Authority.
Registered in England No 2678531

Shareholder Administrator

International Financial Data Services (UK) Limited
IFDS House
St Nicholas Lane
Basildon
Essex
SS15 5FS

Risk warning

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.

Depository

National Westminster Bank Plc
135 Bishopsgate
London
EC2M 3UR

Auditor

PricewaterhouseCoopers LLP
141 Bothwell Street
Glasgow
G2 7EQ

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.

Online valuations

You can value your Henderson Asia Pacific Capital Growth Fund at any time by logging on to www.janushenderson.com. Select 'UK Private Investor' and then access 'Valuations' from the Tools Menu. Simply select the fund you hold and enter the appropriate number of shares.

Important Information

Janus Henderson Investors is the name under which Janus Capital International Limited (reg no. 3594615), Henderson Global Investors Limited (reg. no. 906355), Henderson Investment Funds Limited (reg. no. 2678531), Henderson Investment Management Limited (reg. no. 1795354), AlphaGen Capital Limited (reg. no. 962757), Henderson Equity Partners Limited (reg. no. 2606646), Gartmore Investment Limited (reg. no. 1508030), (each incorporated and registered in England and Wales with registered office 201 Bishopsgate, London EC2M 3AE) are authorised and regulated by the Financial Conduct Authority to provide investment products and services. Telephone calls may be recorded and monitored.

Unless otherwise stated, all data is sourced by Janus Henderson Investors.