



INTERIM SHORT REPORT

For the six months ended
31 July 2016

Henderson
GLOBAL INVESTORS

Henderson Multi-Manager Active Fund

Henderson Multi-Manager Active Fund

Short Report

For the six months ended 31 July 2016

Investment Fund Managers

Henderson Multi-Asset Team

Investment objective and policy

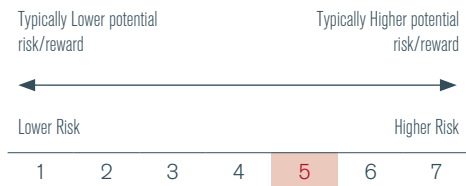
To achieve capital growth by investing in markets in both the UK and overseas.

The fund may invest in collective investment schemes, exchange traded funds, unregulated collective investment schemes (which include limited partnerships), money-market instruments and deposits.

Investment will not be confined to any particular sector.

Risk and reward profile

The fund currently has 4 types of share class in issue: A accumulation, I accumulation, B accumulation and Y accumulation. The risk and reward profile of each type of share class 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 lowest category does not mean risk free.

The fund's risk level reflects the following:

- The fund invests in, or otherwise gains exposure to, a mix of different asset classes.
- Fluctuations in exchange rates may cause the value of your investment to rise or fall.

The rating does not reflect the possible effects of unusual market conditions or large unpredictable events. Under normal market conditions the following risk may apply:

Focus risk The fund's value may fall where it has concentrated exposure to an issuer or type of security that is heavily affected by an adverse event.

Liquidity risk In difficult market conditions certain securities could become hard to value or sell at a desired time and price.

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

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

This fund is a non-UCITS retail fund and we have adopted this disclosure to enable comparison across our fund range.

Investment review

The fund returned 15.1% over the period, strongly outperforming the IA Flexible Investment sector average by 2.3%.

The underlying portfolio delivered strong positive performance. The best performing asset class over the period was North American equities. Key holdings in the Findlay Park American Fund were up 23.7%, the Vanguard S&P 500 ETF rose by 20.8% and the Fidelity American Special Situations Fund was up 25.7%. The UK equity portfolio also

contributed to the fund's outperformance, with key holdings in the JO Hambro UK Opportunities Fund and the Majedie UK Equity Fund gaining 12.6% and 13%, respectively.

Furthermore, returns were buoyed across the global equity portfolio as the UK's decision to leave the European Union depressed the value of sterling; the positions in Veritas Global Equity Income Fund and RECM Global Fund returned 29.5% and 23.8%.

Elsewhere, other notable outperformance was delivered by holdings in the Henderson European Growth Fund (up 18.1%), the Hermes Asia ex Japan Equity Fund (up 26%), the First State Japan Equity Fund (up 26%) and the JPM Emerging Markets Fund (up 35.3%). Commodities also enjoyed a significant bounce as positive sentiment returned to the sector once again. The ETFS Physical Gold ETF was up by almost 29%, benefiting also from currency movements.

Earlier in the period, our holding in the Physical Gold ETF was increased, while a new UK equity value holding in the Jupiter UK Special Situations Fund was added to the portfolio. This was funded by reducing our positions in Artemis Income Fund and JO Hambro UK Opportunities Fund. In early March, we also added a new holding in the Invesco Perpetual European Equity Income Fund, which was funded by adjusting the mix of existing European ex UK equity fund holdings.

Cash in the overall portfolio was raised towards the end of the second quarter of 2016, as the Brexit referendum result gave rise to wider concerns

about risk assets and future economic activity in the UK and Europe. Allocations to cyclical regions including Europe and Japan were reduced by selling Eurostoxx 50, by scaling back the underlying European equity fund holdings, and by reducing the position in the Man GLG Japan CoreAlpha Fund. Elsewhere, a new position was initiated in the Henderson Gartmore Emerging Markets Fund. This trade was driven by the improving relative macroeconomic momentum in the emerging markets region, as illustrated by the resilience of GDP and earnings growth forecasts compared with developed markets.

Finally, in July we took profits by reducing our position in ETFS Physical Gold following some significant price appreciation over the course of the year to date, and within UK equities we adjusted the overall holdings in order to reduce the large-cap underweight. We did this by reducing both the Majedie UK Equity Fund and the short FTSE 100 index futures position.

From an economic perspective, nominal growth remains subdued, which continues to support global bond yields. Nevertheless, the increasing propensity to implement fiscal over monetary policy may begin to reverse this relationship to a degree. We continue to overweight equities relative to duration (interest rate sensitive) assets and we see credit as more attractive than government bonds in our fixed income allocations. Our cash levels remain above average and we continue to be underweight sterling relative to other international currencies.

Performance summary

	Six months	One year	Five years	Since launch	
	31 Jan 16- 31 Jul 16	31 Jul 14- 31 Jul 15	31 Jul 10- 31 Jul 15	28 Jun 96- 31 Jul 16	
	%	%	%	%	
Cumulative performance					
Henderson Multi-Manager Active Fund	15.1	9.4	35.2	314.3	
IA Flexible Investment sector average	12.8	6.6	34.7	n/a*	
	31 Jul 15- 31 Jul 16	31 Jul 14- 31 Jul 15	31 Jul 13- 31 Jul 14	31 Jul 12- 31 Jul 13	31 Jul 11- 31 Jul 12
	%	%	%	%	%
Discrete year performance					
Henderson Multi-Manager Active Fund	9.4	7.0	3.6	24.5	(10.6)

Source : Morningstar - Bid to Bid and net of fees as at 12 noon valuation point, GBP, based on performance of Class A accumulation.

Benchmark values are as at close of business.

* Benchmark return is not quoted as the fund inception date is earlier than the benchmark inception date.

Figures in brackets are negative.

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.

Summary of fund performance

	Net asset value* 31/07/16	Net asset value* 31/01/16	Net asset value* % change
Share class	p	p	
Class A accumulation	194.80	169.14	15.17
Class B accumulation	122.65	106.10	15.60
Class I accumulation	156.49	135.34	15.63
Class Y accumulation	156.45	135.84	15.17

*The net asset value is calculated as at close of business on the last business day of the accounting period. The investments are valued at fair value which is generally deemed to be the bid market price.

Fund facts

Accounting dates

31 July, 31 January

Payment dates

31 May

Ongoing charge figure

	31/07/16	31/01/16
	%	%
Class A	2.39	2.40
Class B	1.64	1.28 ¹
Class I	1.58	1.58
Class Y	2.39	2.40

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.

The OCF includes a synthetic element of 0.73% (31/01/2016: 0.74%) to incorporate the OCF of underlying funds.

¹ Annual management charge commenced on 25 July 2015.

This fund is a non-UCITS retail fund and we have adopted this disclosure to enable comparison across our fund range.

Performance record

Calendar year	Net revenue (pence per share)	Highest price (pence per share)	Lowest price (pence per share)
Class A accumulation			
2011	-	163.40	121.20
2012	-	136.80	123.00
2013	-	165.90	137.40
2014	-	173.30	159.70
2015	-	189.10	164.70
2016	-	195.40+	161.60+
Class B accumulation			
2013 ²	-	101.40	98.89
2014	0.39	107.20	98.23
2015	1.46	117.70	103.00
2016	1.10	123.00+	101.40+
Class I accumulation			
2012 ¹	-	106.70	100.10
2013	0.23	130.50	107.20
2014	0.33	137.30	126.40
2015	0.76	150.40	131.40
2016	0.55	157.00+	129.30+
Class Y accumulation			
2011	-	120.70	97.30
2012	-	109.80	98.77
2013	-	133.30	110.30
2014	-	139.20	128.30
2015	-	151.90	132.30
2016	-	156.90+	129.80+

+ to 29 July

¹ Share class I was Launched on 1 August 2012.

² Share class B Launched on 26 November 2013.

Past performance is not a guide to future performance.

Major holdings

as at 31/07/16	%
Findlay Park American Fund	7.56
Henderson European Growth Fund I Accumulation +	5.93
JO Hambro UK Opportunities Fund B Accumulation	5.86
BlackRock European Dynamic Fund A Accumulation	5.67
Majedie UK Equity Fund	4.99
Vanguard S&P 500 ETF	4.80
Hermes Asia Ex Japan Equity Fund C Accumulation	4.44
First State Global Japan Equity III	4.08
ETFS Physical Gold	3.91
Stewart Investors Asia Pacific Leaders Fund	3.77

+ Related party to the fund

Major holdings

as at 31/01/16	%
Findlay Park American Fund	9.52
MAN GLG Japan Core Alpha	7.00
Henderson European Growth Fund I Accumulation +	6.70
BlackRock European Dynamic Fund A Accumulation	6.57
JO Hambro UK Opportunities Fund B Accumulation	6.55
Majedie UK Equity Fund	5.52
Artemis European Growth Fund I Accumulation	5.28
Hermes Asia Ex Japan Equity Fund C Accumulation	4.43
Old Mutual UK Alpha Fund Accumulation	4.15
ETFS Physical Gold	3.99

Asset allocation	
as at 31/07/16	%
UK Equity	20.61
North America Equity	17.56
Europe ex UK Equity	16.41
Asia ex Japan Equity	10.42
Global Emerging Market Equity	6.91
Japan Equity	6.91
Global Equity	6.45
Commodities	3.91
Specialist Equity	3.29
Derivatives	(0.53)
Other net assets	8.06
Total net assets	100.00

Asset allocation	
as at 31/01/16	%
UK Equity	21.64
Europe ex UK Equity	18.55
North America Equity	15.49
Japan Equity	10.53
Asia ex Japan Equity	9.69
Global Equity	6.71
Global Emerging Market Equity	5.76
Commodities	3.99
Specialist Equity	2.97
Derivatives	(0.50)
Other net assets	5.17
Total net assets	100.00

Report and accounts

This document is a short report of the Henderson Multi-Manager Active Fund for the six months ended 31 July 2016.

Copies of the annual and half yearly long form reports of this fund are available on our website www.henderson.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,
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Member of the The Investment Association and
authorised and regulated
by the Financial Conduct Authority.
Registered in England No 2678531

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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.

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Changes of address - regulatory requirements

FCA regulation requires us to send this report mailing to the address held on file on the accounting date of 31 July 2016. If you have confirmed a change of address with us since that date we will ensure all future correspondence will be sent to your new address.

Online valuations

You can value your Henderson Multi-Manager Active Fund at any time by logging on to www.henderson.com. Select 'Personal Investor' and then access 'Valuations' from the Tools Menu. Simply select the fund you hold and enter the appropriate number of shares.

Any questions?

Further information about the activities and performance of the fund for this and previous periods can be obtained from the Investment Manager. If you have any questions please call our Client Services Team on 0800 832 832 or email support@henderson.com.

Important Information

Henderson Global Investors is the name under which Henderson Global Investors Limited (reg. no. 906355), Henderson Fund Management Limited (reg. no. 2607112), 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 at 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. Ref: 34V

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

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