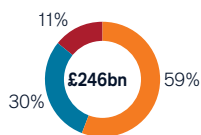


ANNUAL REPORT & ACCOUNTS

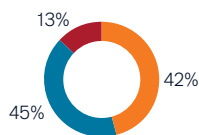
For the year ended 31 August 2022

Who are Janus Henderson Investors?

Global Strength



Assets under management



Over **340** investment professionals



More than **2,000** employees



24 Offices worldwide



4,000 company engagements by our investment teams in 2021

■ North America ■ EMEA & LatAm ■ Asia Pacific

Source: Janus Henderson Investors, Staff and assets under management (AUM) data as at 30 September 2022. AUM data excludes Exchange-Traded Note (ETN) assets.

Who we are

Janus Henderson Investors ('Janus Henderson') is a global asset manager offering a full suite of actively managed investment products across asset classes.

As a company, we believe the notion of 'connecting' is powerful – it has shaped our evolution and our world today. At Janus Henderson, we seek to benefit clients through the connections we make. Connections enable strong relationships based on trust and insight as well as the flow of ideas among our investment teams and our engagement with companies. These connections are central to our values, to what active management stands for and to the long-term outperformance we seek to deliver.

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

Why Janus Henderson Investors

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

Active because active matters

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

Global strength to deliver local solutions

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

Empowering clients through Knowledge Shared

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

Contents

Authorised Corporate Director's (ACD) report	Page 1
Director's statement	Page 2
Market review	Page 4
Statement of Authorised Corporate Director's (ACD) responsibilities	Page 5
Statement of Depositary's responsibilities and report of the Depositary to the shareholders of Janus Henderson Investment Fund OEIC	Page 6
Independent Auditors' report to the shareholders of Janus Henderson Investment Fund OEIC	Page 7
Aggregated notes to the financial statements	Page 10
Financial statements	
Janus Henderson European Growth Fund	Page 15
Janus Henderson Global Equity Income Fund	Page 40
Janus Henderson UK Alpha Fund	Page 78
Appendix - additional information (unaudited)	
Securities financing transactions	Page 99
Remuneration policy	Page 102
Further information	Page 104

Authorised Corporate Director's (ACD) report for the year ended 31 August 2022

We are pleased to present the Annual Report and Accounts for Janus Henderson Investment Fund OEIC (the 'Company') for the year ended 31 August 2022.

Authorised status

The Company is an open-ended investment company (OEIC) with variable capital incorporated in England and Wales under registered number IC106 and authorised by the Financial Conduct Authority (FCA) with effect from 18 May 2001. It is a United Kingdom Undertakings for Collective Investment in Transferable Securities (UK UCITS) scheme structured as an umbrella company, comprising of three sub-funds ('funds'), complying with chapter 5 of the Collective Investment Schemes Sourcebook (COLL). The operation of the Company is governed by the OEIC Regulations, COLL, its Instrument of Incorporation and Prospectus.

The Company has an unlimited duration. Shareholders are not liable for the debts of the Company.

Segregation of assets

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

Other information

The following legal entity name changes took place during the year:

Henderson Global Investors Limited to Janus Henderson Investors UK Limited on 15 March 2022.

Henderson Investment Funds Limited to Janus Henderson Fund Management UK Limited on 22 March 2022.

The Janus Henderson Global Equity Income Fund benchmark changed on 31 March 2022 from the MSCI World Index to the MSCI All Country World Index (ACWI) High Dividend Yield Index. The Investment Objective & Policy also changed on this fund. The changes were communicated to the investors through the Shareholder letter dated 25 January 2022.

Value assessment

The board of Janus Henderson Fund Management UK Limited (JHFMUKL) present the value assessment report for the period to 31 December 2021, made available on our website www.janushenderson.com.

Access by this link (<https://www.janushenderson.com/en-gb/investor/notice/value-assessment-report>).

The FCA, the UK's financial services regulator, requires all fund management groups to perform a detailed assessment of whether funds are providing value to investors, and publish an annual statement summarising the outcome of this process, known as the value assessment. Our report is published by JHFMUKL, the Board of the ACD (the body responsible for an investment fund) and summarises the period to 31 December 2021.

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

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

Geopolitical risks/outlook

The outbreak of the novel coronavirus ('COVID-19') and subsequent global pandemic began impacting financial markets and economies during the first quarter of 2020. The worldwide spread of the virus led to uncertainty on an unprecedented scale. The impact of COVID-19 has been taken into account in the measurement of the assets and liabilities in the primary statements for the year to 31 August 2022.

Janus Henderson continues to monitor the Russia/Ukraine conflict very closely and has established processes incorporated in the business as usual activities to be able to respond timely to changes. Prior to the Russia/Ukraine conflict, inflation and geopolitics were critical challenges to the global economy. However, the conflict, and related supply chain disruptions, have since turned inflation into a bigger geopolitical risk. We have well established and tested business continuity and crisis management processes in place, which cover a large number of disruptive scenarios, including cyber threats and market events. Janus Henderson incorporates modelling potential scenarios to inform our investment decisions, as we continue to monitor the ongoing situation.

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

Director's statement

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



R Chaudhuri
(Director)

17 November 2022

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

Service providers

	Name	Address	Regulator
Authorised Corporate Director	Janus Henderson Fund Management UK Limited Member of the Investment Association The ultimate holding company is Janus Henderson Group plc	Registered Office: 201 Bishopsgate London EC2M 3AE Registered in England No 2678531 Enquiries – 0800 832 832	Authorised and regulated by the Financial Conduct Authority
Directors of the ACD	R Chaudhuri A Crooke (to 31.03.22) G Foggin (to 30.06.22) G Fogo S Hillenbrand JR Lowry (from 07.07.22) W Lucken (from 29.06.22) H J de Sausmarez (to 30.06.22) P Shea* F Smith* *Independent		
Investment Manager	Janus Henderson Investors UK Limited The ultimate holding company is Janus Henderson Group plc	201 Bishopsgate London EC2M 3AE	Authorised and regulated by the Financial Conduct Authority
Shareholder Administrator	SS&C Financial Services International Limited and SS&C Financial Services Europe Limited	SS&C House St Nicholas Lane Basildon Essex SS15 5FS	Authorised and regulated by the Financial Conduct Authority
Depository	NatWest Trustee and Depository Services Limited The ultimate holding company is the Royal Bank of Scotland Group plc	250 Bishopsgate London EC2M 4AA	Authorised by the Prudential Regulation Authority and regulated by the Financial Conduct Authority and by the Prudential Regulation Authority
Independent Auditors	PricewaterhouseCoopers LLP	141 Bothwell Street Glasgow G2 7EQ	Institute of Chartered Accountants in England and Wales
Legal Adviser	Eversheds Sutherland (International) LLP	One Wood Street London EC2V 7WS	The Law Society

Global equities, as measured by the MSCI World Index, rose 0.9% in sterling and fell 14.7% in US dollars due to the weak pound and strong dollar. The bull market in stocks continued through the end of 2021, as COVID-19 vaccine rollouts progressed and retail sales data impressed despite the threat of Omicron-driven lockdowns. This essentially marked the peak in sentiment for equities, as stocks plunged in early 2022 on worrying inflation data and the prospect of tighter monetary policy. Russia's invasion of Ukraine and slowing economic growth also hurt sentiment.

In the UK, the FTSE All Share Index rose 1.0% in sterling terms. The UK's resource-heavy index benefited from higher commodity prices and the broader rotation from growth stocks into more defensive sectors. Progressively higher inflation has dampened the UK's economic outlook; the UK's Consumer Price Index (CPI) charged to 10.1% in July, hitting a 40-year high. The Bank of England has so far announced six consecutive interest-rate hikes in response, with the base rate ending August at 1.75%, up from 0.1% a year earlier. After growing 0.8% in the first quarter of 2022 (Q1), the UK economy shrank 0.1% in Q2. The labour market remains tight, as the Q2 jobless number stayed flat at just 3.8%. An increasingly hawkish Federal Reserve (Fed), as well as concerns for the UK economy, pushed the US dollar up significantly versus the pound.

In Europe, the FTSE World Europe Ex UK Index fell 11.5% in sterling terms and 13.4% in euros. Economic growth in the eurozone remained robust, but sentiment was clouded by Russia's invasion of Ukraine and spiralling inflation. Eurozone CPI touched a new high of 9.1% in July, largely due to a surge in wholesale natural gas prices since Russia's invasion. Despite high inflation, the European Central Bank (ECB) was slower to hike interest rates than other major central banks. The euro sank to 20-year lows against the US dollar and even traded below parity at times over the summer. In early August, the ECB raised interest rates by 0.5%, ending the era of negative borrowing costs in the eurozone.

In the US, the S&P 500 Index advanced 5.0% in sterling terms but fell by 11.2% in US dollars. Stocks continued higher until the end of 2021, before plunging on high inflation and an increasingly hawkish Fed. In January, the US announced 7% inflation for the first time since 1982, defying claims that earlier price rises were 'transitory'. This moved the Fed to start a new cycle of interest-rate hikes, putting downward pressure on equities. Several high-growth sectors, such as technology, experienced severe drawdowns. The US economy shrank in both the first and second quarters, while equities rallied in the summer on hopes of slower rate hikes. Those hopes were dashed in late August, however, when Chair Jerome Powell said the Fed will continue to tighten until inflation is under control. The US dollar was very strong during the reporting year. This was largely down to the Fed's hawkish stance and the currency's status as a safe haven.

Japan's TOPIX Index fell 3.9% in sterling and rose 2.6% in yen. In July, Japan's governing coalition won a significant majority in elections for the upper house of parliament, with the vote taking place just two days after former Prime Minister Shinzo Abe was shot dead. Inflation spent much of the year above the Bank of Japan's 2% target, but the central bank maintained its highly accommodative monetary policy. This was in marked contrast to the increasingly hawkish Federal Reserve, which pushed the yen to multi-decade lows against the US dollar. Japan's 2.2% second-quarter GDP growth was slightly below expectations, as surging COVID infections and high commodity prices weighed on growth.

In Asia, the MSCI AC Asia Pacific ex Japan Index fell by 4.8% in sterling and 19.5% in US dollars. China's economic recovery continued to stutter, as Beijing continued to pursue mass lockdowns in response to COVID-19 cases. This weighed heavily on Chinese shares, as did continuing worries over heavy regulation of the country's technology sector. South Korea's technology-heavy index suffered steep losses during the year and the won fell to record lows against the US dollar as the Federal Reserve tightened monetary policy. Taiwanese shares also suffered, as slowing global growth cast doubt on demand for electronics and semiconductors. Tensions between China and the US reached a new high in August when US House of Representatives Speaker Nancy Pelosi made an official visit to Taiwan.

The MSCI Emerging Markets Index was down 7.1% in sterling terms and 21.5% in US dollars, as investor risk appetite dwindled amid slower global growth. Shares in index heavyweight China slumped for the reasons mentioned in the Asia segment. On the other hand, Indonesian stocks performed well. Strong commodity prices have helped the country's economy to grow impressively after the pandemic: Indonesia's GDP rose 5.4% in the second quarter and the government has guided to over 5% growth for 2022. Elsewhere, Brazilian stocks finished the year up in sterling terms but down in US dollar and local currency. In a bid to curb inflation, Brazil's central bank took interest rates up to 13.75% in August 2022 from a low of 2.0% in March 2021. Former President Lula will attempt to unseat Jair Bolsonaro in October's general election. Russia's widely condemned invasion of Ukraine led to widespread financial sanctions. Russian equities were removed from several leading indices, including the MSCI Emerging Market Index.

In fixed income, yields on government bonds rose on inflation fears and higher interest rates. Yields on the benchmark 10-year US Treasury ended August at around 3.2%, up from 1.3% a year earlier. A widely watched part of the Treasury yield curve has been inverted for much of 2022; the two-year bond yield was above that of 10-year notes, which is often perceived as a possible sign of an impending recession. Yields on UK and German sovereign issues also rose significantly. In July, the ECB unveiled its Transmission Protection Instrument (TPI) to eliminate widening credit spreads between different sovereign issues from the trading bloc. Elsewhere, corporate debt issuance fell as companies adjusted to higher interest rates. This was especially visible in the global high-yield markets; issuance from January to May 2022 dived by an estimated 70%, compared to the previous year.

In commodities, oil prices rose on growing post-pandemic demand and tight supply. The US benchmark, West Texas Intermediate (WTI), finished the reporting year at about US\$89 per barrel, up from around \$69 the previous year. WTI breached \$115 a barrel in March but has trended lower since June on fears of slowing economic growth. The gloomy economic outlook also caused copper to finish sharply down for the reporting year, despite hitting a record high in March. Spot gold prices were essentially flat over the reporting year, as the availability of higher fixed-income yields offset increased geopolitical tensions and economic uncertainty.

Statement of Authorised Corporate Director's (ACD) responsibilities

for the year ended 31 August 2022

The FCA's COLL requires the ACD to prepare financial statements for each annual accounting year which give a true and fair view, in accordance with the Statement of Recommended Practice (SORP) for Authorised Funds issued by the Investment Management Association (IMA) in May 2014 and amended in June 2017, UK Generally Accepted Accounting Practice (UK GAAP) (UK Accounting Standards, comprising the Financial Reporting Standard 102 (FRS 102) applicable in the UK and Republic of Ireland), of the financial affairs of the Company and each of the sub-funds, and their revenue/expenditure for the year. In preparing the financial statements the ACD is required to:

- select suitable accounting policies and then apply them consistently;
- comply with the requirements of the SORP for Authorised Funds issued by the IMA in May 2014 and amended in June 2017;
- follow generally accepted accounting principles and applicable accounting standards;
- keep proper accounting records which enable it to demonstrate that the financial statements, as prepared by JHFMUKL, comply with the above requirements;
- make best judgements and estimates that are reasonable and;
- prepare the financial statements on a going concern basis unless it is inappropriate to presume that the Company will continue in operation for the foreseeable future.

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

Statement of the Depositary's responsibilities and report of the Depositary to the shareholders of Janus Henderson Investment Fund OEIC (the 'Company')

for the year ended 31 August 2022

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

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

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

The Depositary must ensure that:

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

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

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

- (i) has carried out the issue, sale, redemption and cancellation, and calculation of the price of the Company's shares and the application of the Company's income in accordance with the Regulations and the Scheme documents of the Company, and
- (ii) has observed the investment and borrowing powers and restrictions applicable to the Company.

NatWest Trustee and Depositary Services Limited
London
17 November 2022

Independent Auditors' report to the shareholders of Janus Henderson Investment Fund OEIC

Report on the audit of the financial statements

Opinion

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

- give a true and fair view of the financial position of the Company and each of the sub-funds as at 31 August 2022 and of the net revenue and the net capital gains/losses on the scheme property of the Company and each of the sub-funds for the year then ended; and
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards, comprising FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', and applicable law), the Statement of Recommended Practice for UK Authorised Funds, the Collective Investment Schemes sourcebook and the Instrument of Incorporation.

Janus Henderson Investment Fund OEIC is an Open Ended Investment Company ('OEIC') with three sub-funds. The financial statements of the Company comprise the financial statements of each of the sub-funds. We have audited the financial statements, included within the Annual Report & Accounts (the 'Annual Report'), which comprise: the Balance sheets as at 31 August 2022; the Statements of total return and the Statements of change in net assets attributable to shareholders for the year then ended; the Distribution tables; the Aggregated notes to the financial statements, which include a description of the significant accounting policies, and the Notes to the financial statements.

Basis for opinion

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

Independence

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

Conclusions relating to going concern

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

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

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

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

Reporting on other information

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

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

Based on our work undertaken in the course of the audit, the Collective Investment Schemes sourcebook requires us also to report certain opinions as described below.

Authorised Corporate Director's Report

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

Independent Auditors' report to the shareholders of Janus Henderson Investment Fund OEIC (continued)

Responsibilities for the financial statements and the audit

Responsibilities of the Authorised Corporate Director for the financial statements

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

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

Auditors' responsibilities for the audit of the financial statements

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

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

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

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

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

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

Use of this report

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

Independent Auditors' report to the shareholders of Janus Henderson Investment Fund OEIC (continued)

Other required reporting

Opinion on matter required by the Collective Investment Schemes sourcebook

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

Collective Investment Schemes sourcebook exception reporting

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

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

We have no exceptions to report arising from this responsibility.



PricewaterhouseCoopers LLP
Chartered Accountants and Statutory Auditors
Glasgow
17 November 2022

1 Accounting policies

(a) Basis of preparation

The financial statements of Janus Henderson Investment Fund OEIC (the 'Company') comprise the financial statements of each of the funds. They have been prepared under the historical cost basis, as modified by the revaluation of investments, and in accordance with the SORP for UK Authorised Funds issued by the IMA in May 2014 and amended in June 2017, FRS 102, the FCA's COLL, the Company's Instrument of Incorporation and Prospectus.

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

(b) Basis of valuation of investments

The valuation of listed investments has been at fair value, which is generally deemed to be bid market price, excluding any accrued interest in the case of debt securities, at close of business on the last working day of the accounting year (31 August 2022) in accordance with the provisions of the scheme particulars.

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

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

(c) Revenue recognition

Dividends receivable from quoted equity and non equity shares are credited to revenue, when the security is quoted ex-dividend. Dividends on unquoted stocks are credited to revenue when the dividend is announced.

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

Bank interest is recognised on an accruals basis.

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

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

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

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

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

(d) Treatment of expenses (including ACD expenses)

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

Annual Management Charge

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

The investment objective of Janus Henderson Global Equity Income Fund concentrates on the generation of income as a higher priority than capital growth. The ACD and Depositary have agreed that 100% of the AMC for this fund is to be taken to capital for the purpose of calculating the distribution, as permitted by the OEIC regulations and in accordance with the Prospectus. The distribution currently payable reflects this treatment together with any associated tax effect.

Aggregated notes to the financial statements (continued)

1 Accounting policies (continued)

(d) Treatment of expenses (including ACD expenses) (continued)

General Administration Charge

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

Allocation of revenue and expenses to multiple share classes

With the exception of the AMC and the GAC, which are directly attributable to individual share classes, all revenue and expenses are allocated to share classes pro rata to the value of the net assets of the relevant share class on the day that the revenue or expense is incurred.

(e) Exchange rates

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

(f) Taxation

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

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

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

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

(g) Cash flow statement

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

(h) Treatment of derivatives

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

Forward foreign currency contracts

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

(i) Dilution adjustment

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

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

2 Distribution policy

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

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

Marginal tax relief is not taken into account when determining the amount available for distribution on Janus Henderson Global Equity Income Fund, which charges AMC fees to capital.

2 Distribution policy (continued)

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

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

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

- Janus Henderson European Growth Fund
- Janus Henderson UK Alpha Fund

The following fund makes quarterly distributions (31 January, 30 April, 31 July, and 31 October) to shareholders:

- Janus Henderson Global Equity Income Fund

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

Equalisation

Income equalisation applies to Janus Henderson Global Equity Income Fund only.

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

3 Risk

In pursuing their investment objectives each fund holds a number of financial instruments. These financial instruments comprise securities and other investments, cash balances, debtors and creditors arising from the funds' operations. The funds may also enter into derivative transactions, stock lending and forward foreign exchange contracts for the purpose of efficient portfolio management only.

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

In the normal course of business, the funds' activities expose them to various types of risk which are associated with the financial instruments and markets in which they invest. These financial risks: market risk (comprising currency risk, interest rate risk and other market price risk), credit and counterparty risk and liquidity risk and the approach to the management of these risks, are set out below and remain unchanged from the previous accounting year. For a detailed explanation of these and further risks involved in investing in the funds, reference should be made to the Prospectus; investors and prospective investors are recommended to discuss all potential risks with their own legal, tax and financial advisors.

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

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

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

(a) Market risk

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

The investments of the funds are subject to normal market fluctuations and other risks inherent in investing in securities in pursuance of the investment objectives and policies.

Investments in emerging markets may be more volatile than investments in more developed markets. Some of these markets may have relatively unstable governments, economies based on only a few industries and securities markets that trade only a limited number of securities. Many emerging markets do not have well developed regulatory systems and disclosure standards may be less stringent than those of developed markets. Some of the more common risks associated with emerging markets investments include: fraudulent securities; lack of liquidity; currency fluctuations; settlement and custody risks; investment and remittance restrictions; and accounting requirements.

3 Risk (continued)

(a) Market risk (continued)

Investing in smaller companies means investing in transferable securities which may be less liquid than the securities of larger companies, as a result of inadequate trading volume or restrictions on trading. Securities in smaller companies may possess greater potential for capital appreciation, but also involve risks, such as limited product lines, markets and financial or managerial resources and trading in such securities may be subject to more abrupt price movements than trading in the securities of larger companies.

The funds may use derivative instruments solely for the purpose of efficient portfolio management, and they are not intended to increase the risk profile of a fund. While the prudent use of derivatives can be beneficial, derivatives also involve risks different from, and, in certain cases, greater than, the risks presented by more traditional investments. The funds may engage various strategies in view of reducing risks and for attempting to enhance return. These strategies may include the use of derivative instruments such as options, futures, forward transactions and contracts for difference. Such strategies may be unsuccessful and incur losses for the funds, due to market conditions. The funds do not employ significant leverage.

Currency risk

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

A proportion of a fund's assets and income may be denominated in currencies other than sterling (the funds' functional currency and the one in which financial statements are reported). As a result, movements in exchange rates may affect the sterling value of those items so a fund's total return and Balance sheet can be significantly affected by currency fluctuations.

The Investment Manager may seek to manage exposure to currency movements by using hedging transactions in line with each fund's investment objective, powers and limits, though this will not eliminate the fund's currency risk.

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

Interest rate risk

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

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

Other market price risk

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

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

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

The Russia/Ukraine conflict is closely monitored and assessed by various business units which has not required activation of the business continuity plans or a change from regular business processes. The sub-funds did not have any direct exposure to Russia or Ukraine. The secondary market impact resulting in an increase in overall market volatility influences risk levels of the sub-funds. The sub-funds continue to be managed according to their investment objectives through this period of uncertainty with currently no areas of concern identified. Fund valuations are carried out without any necessary deviation from the valuation policy, the sub-funds' risk profiles remain within pre-defined ranges and redemptions and subscriptions continue to be met in the normal course of business.

(b) Credit and counterparty risk

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

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

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

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

Aggregated notes to the financial statements (continued)

3 Risk (continued)

(b) Credit and counterparty risk (continued)

Whilst COVID-19 has affected counterparties used by Janus Henderson, the risk controls and procedures in place help to mitigate the risk caused by the pandemic. The risk framework is regularly monitored and reviewed to ensure the controls and procedures are adequate to protect against credit and counterparty risk.

Please refer to the individual funds' accounts for details of credit and counterparty risk exposure.

(c) Operational risk

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

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

(d) Liquidity risk

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

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

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

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

4 Cross holdings

As at 31 August 2022 there were no sub-fund cross holdings within Janus Henderson Investment Fund OEIC (2021: none).

Janus Henderson European Growth Fund

Authorised Corporate Director's report

Investment Fund Managers

Simon Rowe and Marc Scharz

Investment objective and policy

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

Performance target: To outperform the FTSE World Europe Ex UK Index, after the deduction of charges, over any 5 year period.

The fund invests at least 80% of its assets in shares (also known as equities) of companies, in any industry, in Europe (excluding UK). Companies will be incorporated, headquartered, listed on an exchange in, or deriving significant revenue from, this region. The fund will normally have a strong bias towards medium sized companies.

The fund is actively managed with reference to the FTSE World Europe Ex UK Index, which is broadly representative of the companies in which it may invest, as this forms the basis of the fund's performance target. The Investment Manager has discretion to choose investments for the fund with weightings different to the index or not in the index.

Strategy

The Investment Manager seeks to identify companies with hidden quality by focusing on company profitability and the efficiency with which capital is used. The fund will have a bias to medium sized companies as these often have attractive niches, potential to grow, or could be potential takeover targets in the future. The manager takes a long term view, looking beyond short term data, while the risk management process focuses on identifying risks specific to the companies and industries in which the fund may be exposed rather than in relation to the wider market.

Performance summary

Cumulative performance

	One year 31 Aug 21 - 31 Aug 22 %	Three years 31 Aug 19 - 31 Aug 22 %	Five years 31 Aug 17 - 31 Aug 22 %	Since inception 20 Jul 01 - 31 Aug 22 %
Class I accumulation (Net)	(8.8)	16.7	17.2	531.1
FTSE World Europe Ex UK Index	(11.5)	13.5	20.7	291.6
IA Europe Ex UK Equity Sector	(14.1)	12.8	16.1	266.9

Discrete performance

	31 Aug 21 - 31 Aug 22 %	31 Aug 20 - 31 Aug 21 %	31 Aug 19 - 31 Aug 20 %	31 Aug 18 - 31 Aug 19 %	31 Aug 17 - 31 Aug 18 %
Class I accumulation (Net)	(8.8)	23.4	3.7	(1.7)	2.2
FTSE World Europe Ex UK Index	(11.5)	27.4	0.7	4.8	1.4
IA Europe Ex UK Equity Sector	(14.1)	27.1	3.3	0.3	2.6

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

Source: Morningstar

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

Benchmark values are as at close of business.

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

Authorised Corporate Director's report (continued)

Performance summary (continued)

Benchmark usage:

Index: FTSE World Europe Ex UK Index

Index usage: Target

Index description: The FTSE World Europe Ex UK Index is a measure of the combined performance of large and medium sized companies from developed and advanced emerging European stock markets excluding the UK. It forms the basis of the fund's performance target.

Peer group: IA Europe Ex UK Equity Sector

Peer group 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.

Past performance does not predict future returns. 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.

Significant portfolio changes for the year ended 31 August 2022

Largest purchases	£000	Largest sales	£000
KION	25,968	ASML	20,947
LVMH Moët Hennessy Louis Vuitton	22,114	Compagnie de St Gobain	20,729
ASM International	21,385	Mercedes-Benz	20,147
Mercedes-Benz	17,416	DCC	18,924
Hugo Boss	16,971	EDP - Energias de Portugal	18,078
BE Semiconductor Industries	16,204	Thales	17,735
Siemens Healthineers	16,091	Flutter Entertainment	17,449
Koninklijke DSM	15,635	Nestlé	16,738
Koninklijke Philips	15,562	Siemens Healthineers	16,520
Bayer	14,882	UPM-Kymmene	16,380
Total purchases	701,629	Total sales	791,992

Investment review

The fund fell 8.8% based on Class I accumulation (Net) over the year under review, compared with a fall of 11.5% in the FTSE World Europe Ex UK Index and a fall of 14.1% in the IA Europe Ex UK Equity Sector peer group benchmark.

The year to the end of August 2022 was a disappointing year for equities. After a strong rally coming out of the worst of the COVID-19 pandemic in 2021, equity markets ran out of steam in the second half of the year because of concerns about lagging economic growth and rising inflation. Central banks were slow to realise the risks from inflation and the prospect of higher interest rates. The likely withdrawal of central bank stimulus resulted in a sell-off of higher-valued growth and technology shares, with a rotation into value-style stocks.

The situation deteriorated dramatically with the Russian invasion of Ukraine. Energy prices surged because of fears that Russia might use its energy supplies as a weapon. Markets sold off due to the risk of yet higher input costs, energy rationing, supply-chain disruption and a likely recession in Europe. The energy crisis reinforced the inflationary situation with central banks forced to increase interest rates faster and their desire to control inflation taking priority over the risks of recession. The prospect of rising interest rates in Europe reignited concerns about debt sustainability in Italy. And summer hopes that US inflation might be peaking (and thus the need for higher rates subsiding) were killed off by remarks from the Federal Reserve (Fed) Chairman Jerome Powell, who reiterated the Fed's plan to raise interest rates. Over the year under review the US 10-year yield doubled to nearly 3.5%.

The fund's outperformance came from its low exposure to highly-valued growth and technology shares, which fell much more sharply than the market because of the change in future interest rate expectations. In addition, with the fund's sectoral exposure largely similar to the benchmark, performance was driven by stock selection within these sectors – this was despite the headwind from the fund's bias towards mid-cap stocks.

One stand-out performer was German defence contractor Rheinmetall. The company's shares almost doubled over the reporting year, after peaking much higher (when we took some profits). We had continued to hold Rheinmetall in 2020 and 2021 when the stock had suffered from having a poor ESG profile. We took the view that defence and security were important preconditions for social and economic activities and that the negative ESG view was incorrect.

Other notable contributions came from the fund's insurance holdings ASR Nederland and Sampo, which were both beneficiaries of higher interest rates. The same factor also helped AIB and Nordea Bank. Support also came from our business information and database holdings RELX and Wolters Kluwer. Elsewhere, salmon farmer Salmar continued its excellent performance, while the higher inflationary environment was a clear tailwind for Edenred and Getlink (where we also took profits). Our main energy holding, TotalEnergies, rose by around a third but the fund only has a benchmark neutral position in energy.

On the negative side, Worldline fell sharply because of concerns about competition and performance, although it recovered slightly towards the end of the year. Warehouse specialist KION also fell sharply. Although business results from both Compagnie de St Gobain and Grafton were excellent, the market slashed their value given concerns about future consumer spending. We also hold a number of positions which we thought were mispriced – such as Grifols, GN Store Nord and Ubisoft Entertainment – but none of these really came good (even despite the bid talk at Ubisoft Entertainment).

In terms of portfolio changes, we sold a number of positions that had performed well during the height of the COVID-19 pandemic but where we felt that conditions could be getting trickier. These included Smurfit Kappa, Infineon Technologies, Cellnex Telecom, DiaSorin, Fluidra and Volvo. We also exited some positions where performance has not been improving, such as Adidas, SCOR and Flutter Entertainment, or where we thought the market looked unlikely to afford proper valuations, such as DCC, Korian and SBM Offshore.

In terms of purchases, we used the major sell-off to identify what we saw as quality companies trading at a discount, including chemical distributor Azelis and Koninklijke DSM. We also took advantage of the sell-off to diversify the fund's holdings in semi-equipment suppliers such as ASM International.

As for our outlook, equities remained unsettled at the start of September, particularly in Europe given the energy situation. We think that central banks are likely to continue to raise interest rates, and that sporadic lockdowns will continue in China. The suspension of Russian gas deliveries to Germany has forced the launch of expensive support packages (€350 billion and rising) for consumers and businesses, resulting in further weakness in the euro. Business and consumer confidence is reaching new lows and, other than an end to the war in Ukraine, it is hard to see what could turn this around. That said, valuations in Europe arguably already discount a recession, and we believe that many companies that we hold in the portfolio are well-placed to survive and prosper when the current problems are resolved.

Comparative tables for the year ended 31 August 2022

	Class A accumulation		
	2022	2021	2020
	(pence per share)	(pence per share)	(pence per share)
Change in net assets per share			
Opening net asset value per share	297.60	241.89	236.58
Return before operating charges*	(22.95)	60.34	9.25
Operating charges	(4.87)	(4.63)	(3.94)
Return after operating charges*	(27.82)	55.71	5.31
Distributions on accumulation shares	(3.52)	(1.13)	(1.15)
Retained distributions on accumulation shares	3.52	1.13	1.15
Closing net asset value per share	269.78	297.60	241.89
* after direct transaction costs of:	0.43	0.47	0.25

Performance

Return after charges	(9.35%)	23.03%	2.24%
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Other information

Closing net asset value (£000s)	222,031	265,935	248,071
Closing number of shares	82,300,946	89,361,330	102,556,871
Operating charges	1.74%	1.74%	1.71%
Direct transaction costs	0.15%	0.18%	0.11%

Prices

Highest share price (pence)	303.90	298.60	248.30
Lowest share price (pence)	244.10	228.10	171.40

	Class E accumulation		
	2022	2021	2020
	(pence per share)	(pence per share)	(pence per share)
Change in net assets per share			
Opening net asset value per share	300.82	243.28	236.75
Return before operating charges*	(23.24)	60.88	9.33
Operating charges	(3.51)	(3.34)	(2.80)
Return after operating charges*	(26.75)	57.54	6.53
Distributions on accumulation shares	(5.05)	(2.54)	(2.28)
Retained distributions on accumulation shares	5.05	2.54	2.28
Closing net asset value per share	274.07	300.82	243.28
* after direct transaction costs of:	0.43	0.47	0.25

Performance

Return after charges	(8.89%)	23.65%	2.76%
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Other information

Closing net asset value (£000s)	158,045	181,463	150,650
Closing number of shares	57,666,143	60,323,315	61,923,381
Operating charges	1.24%	1.24%	1.21%
Direct transaction costs	0.15%	0.18%	0.11%

Prices

Highest share price (pence)	307.50	301.80	249.60
Lowest share price (pence)	247.40	229.60	172.00

Comparative tables (continued)

	Class I accumulation		
	2022 (pence per share)	2021 (pence per share)	2020 (pence per share)
Change in net assets per share			
Opening net asset value per share	689.63	555.63	538.76
Return before operating charges*	(53.29)	139.28	21.36
Operating charges	(5.64)	(5.28)	(4.49)
Return after operating charges*	(58.93)	134.00	16.87
Distributions on accumulation shares	(14.96)	(8.58)	(7.62)
Retained distributions on accumulation shares	14.96	8.58	7.62
Closing net asset value per share	630.70	689.63	555.63
* after direct transaction costs of:	1.00	1.08	0.58
Performance			
Return after charges	(8.55%)	24.12%	3.13%
Other information			
Closing net asset value (£000s)	332,221	436,550	410,845
Closing number of shares	52,674,916	63,301,860	73,942,439
Operating charges	0.86%	0.86%	0.85%
Direct transaction costs	0.15%	0.18%	0.11%
Prices			
Highest share price (pence)	705.40	691.90	569.90
Lowest share price (pence)	568.30	524.70	392.10
	Class S income		
	2022 (pence per share)	2021 (pence per share)	2020 (pence per share)
Change in net assets per share			
Opening net asset value per share	382.86	312.28	306.92
Return before operating charges*	(29.60)	78.66	12.38
Operating charges	(0.29)	(0.28)	(0.21)
Return after operating charges*	(29.89)	78.38	12.17
Distributions on income shares	(11.18)	(7.80)	(6.81)
Closing net asset value per share	341.79	382.86	312.28
* after direct transaction costs of:	0.55	0.61	0.33
Performance			
Return after charges	(7.81%)	25.10%	3.96%
Other information			
Closing net asset value (£000s)	19,319	24,357	22,570
Closing number of shares	5,652,200	6,361,871	7,227,415
Operating charges	0.08%	0.08%	0.07%
Direct transaction costs	0.15%	0.18%	0.11%
Prices			
Highest share price (pence)	392.30	391.90	327.00
Lowest share price (pence)	316.80	295.30	224.40

Comparative tables (continued)

	Class Z accumulation		
	2022 (pence per share)	2021 (pence per share)	2020 (pence per share)
Change in net assets per share			
Opening net asset value per share	344.64	275.55	265.11
Return before operating charges*	(26.69)	69.33	10.62
Operating charges	(0.27)	(0.24)	(0.18)
Return after operating charges*	(26.96)	69.09	10.44
Distributions on accumulation shares	(12.24)	(7.30)	(5.86)
Retained distributions on accumulation shares	12.24	7.30	5.86
Closing net asset value per share	317.68	344.64	275.55
* after direct transaction costs of:	0.51	0.53	0.29
Performance			
Return after charges	(7.82%)	25.07%	3.94%
Other information			
Closing net asset value (£000s)	87	250	393
Closing number of shares	27,398	72,629	142,656
Operating charges	0.08%	0.08%	0.07%
Direct transaction costs	0.15%	0.18%	0.11%
Prices			
Highest share price (pence)	353.00	345.80	282.40
Lowest share price (pence)	285.10	260.60	193.80

	Class I Euro accumulation		
	2022 (pence per share)	2021 (pence per share)	2020 (pence per share)
Change in net assets per share			
Opening net asset value per share	113.82	91.72	88.86
Return before operating charges*	(8.76)	22.97	3.59
Operating charges	(0.93)	(0.87)	(0.73)
Return after operating charges*	(9.69)	22.10	2.86
Distributions on accumulation shares	(2.21)	(1.47)	(1.41)
Retained distributions on accumulation shares	2.21	1.47	1.41
Closing net asset value per share	104.13	113.82	91.72
* after direct transaction costs of:	0.16	0.18	0.10
Performance			
Return after charges	(8.51%)	24.10%	3.22%
Other information			
Closing net asset value (£000s)	1	1	1
Closing number of shares	412	376	484
Operating charges	0.86%	0.86%	0.85%
Direct transaction costs	0.15%	0.18%	0.11%
Prices			
Highest share price (Euro cents)	136.80	133.10	110.50
Lowest share price (Euro cents)	113.70	95.80	71.26

Comparative tables (continued)

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

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

Operating charges

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

Share class launches and closures

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

Ongoing charge figure

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

	2022	2021
	%	%
Class A accumulation	1.74	1.74
Class E accumulation	1.24	1.24
Class I accumulation	0.86	0.86
Class S income	0.08	0.08
Class Z accumulation	0.08	0.08
Class I Euro accumulation	0.86	0.86

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

Risk and reward profile

The fund currently has 6 types of share class in issue: A accumulation, E accumulation, I accumulation, S income, Z accumulation and I Euro accumulation.

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



The share classes appear at 6 out of 7. Share classes in higher categories have shown greater and/or more frequent variations in Net Asset Value in the past five 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 five* year period, it is reviewed monthly and updated if volatility has changed materially to cause a movement in the SRRI level. The SRRI is an indicator and may not accurately reflect future volatility and market conditions.

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

The rating above is based on the historic volatility of the share classes. Historic data may not be a reliable indication of the future risk profile of the fund. The rating is not guaranteed and may change over time.

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 during the year.

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

* Class I Euro accumulation was launched on 15 December 2017 and Class E accumulation was launched on 8 July 2019. As these share classes do not have a five year history, a synthetic history has been created using the fund's relevant sector average and the A accumulation share class, respectively.

Portfolio statement as at 31 August 2022

Holding	Investment	Market value £000	Percentage of total net assets %
	Equities 98.06% (2021: 98.92%)		
	Belgium 3.41% (2021: 0.00%)		
	Basic Materials 1.47% (2021: 0.00%)		
153,863	Solvay	10,723	1.47
	Consumer Discretionary 0.57% (2021: 0.00%)		
110,105	Kinopolis	4,166	0.57
	Industrials 1.37% (2021: 0.00%)		
586,330	Azelis	9,992	1.37
	China 0.00% (2021: 0.82%)		
	Technology 0.00% (2021: 0.82%)		
	Denmark 7.99% (2021: 4.26%)		
	Consumer Staples 2.27% (2021: 2.40%)		
148,066	Carlsberg	16,633	2.27
	Energy 0.94% (2021: 0.00%)		
315,987	Vestas Wind Systems	6,864	0.94
	Financials 1.03% (2021: 0.00%)		
5,956,752	Alm Brand	7,537	1.03
	Health Care 3.75% (2021: 1.86%)		
284,817	GN Store Nord	6,993	0.95
222,986	Novo Nordisk 'B'	20,468	2.80
		27,461	3.75
	Finland 9.76% (2021: 9.39%)		
	Basic Materials 1.80% (2021: 2.56%)		
449,767	UPM-Kymmene	13,149	1.80
	Financials 5.19% (2021: 5.49%)		
2,443,856	Nordea Bank	19,571	2.68
471,266	Sampo	18,372	2.51
		37,943	5.19
	Industrials 2.77% (2021: 1.34%)		
248,220	Kone	8,574	1.17
1,726,110	Metso Outotec	11,707	1.60
		20,281	2.77
	France 22.78% (2021: 25.97%)		
	Consumer Discretionary 3.38% (2021: 1.97%)		
34,619	LVMH Moet Hennessy Louis Vuitton	19,371	2.65
135,277	Ubisoft Entertainment	5,378	0.73
		24,749	3.38
	Consumer Staples 1.14% (2021: 1.16%)		
184,414	Danone	8,368	1.14

Portfolio statement (continued)

Holding	Investment	Market value £000	Percentage of total net assets %
	Energy 4.24% (2021: 1.97%)		
708,725	TotalEnergies	31,046	4.24
	Financials 1.42% (2021: 3.16%)		
258,724	BNP Paribas	10,393	1.42
	Health Care 4.56% (2021: 5.75%)		
104,012	EssilorLuxottica	13,416	1.83
281,507	Sanofi	19,992	2.73
		<u>33,408</u>	<u>4.56</u>
	Industrials 8.04% (2021: 11.96%)		
428,636	Compagnie de St Gobain	14,947	2.04
230,105	Edenred	10,038	1.37
1,193,110	SPIE	22,436	3.07
308,307	Worldline	11,401	1.56
		<u>58,822</u>	<u>8.04</u>
	Germany 16.09% (2021: 14.15%)		
	Consumer Discretionary 4.64% (2021: 4.96%)		
360,050	Hugo Boss	16,927	2.32
348,654	Mercedes-Benz	16,996	2.32
		<u>33,923</u>	<u>4.64</u>
	Energy 0.00% (2021: 1.07%)		
	Health Care 5.57% (2021: 4.08%)		
257,517	Bayer	11,634	1.59
99,728	Merck	14,785	2.02
339,381	Siemens Healthineers	14,310	1.96
		<u>40,729</u>	<u>5.57</u>
	Industrials 5.88% (2021: 2.50%)		
441,153	Daimler Truck	9,748	1.33
277,131	KION	9,554	1.31
96,928	MTU Aero Engines	14,705	2.01
66,025	Rheinmetall	9,021	1.23
		<u>43,028</u>	<u>5.88</u>
	Technology 0.00% (2021: 1.54%)		
	Ireland 1.91% (2021: 4.70%)		
	Consumer Discretionary 0.00% (2021: 1.74%)		
	Financials 0.68% (2021: 1.36%)		
2,534,598	AIB	4,959	0.68
	Industrials 1.23% (2021: 1.60%)		
283,970	CRH	9,025	1.23

Portfolio statement (continued)

Holding	Investment	Market value £000	Percentage of total net assets %
	Italy 0.00% (2021: 1.94%)		
	Consumer Discretionary 0.00% (2021: 0.57%)		
	Health Care 0.00% (2021: 1.37%)		
	Netherlands 17.67% (2021: 15.90%)		
	Basic Materials 0.88% (2021: 1.30%)		
117,840	Akzo Nobel	6,420	0.88
	Consumer Discretionary 3.51% (2021: 4.45%)		
519,137	Universal Music	8,884	1.21
199,699	Wolters Kluwer	16,809	2.30
		<u>25,693</u>	<u>3.51</u>
	Consumer Staples 3.59% (2021: 1.54%)		
557,692	Koninklijke Ahold Delhaize	13,206	1.81
118,653	Koninklijke DSM	13,058	1.78
		<u>26,264</u>	<u>3.59</u>
	Energy 0.00% (2021: 1.43%)		
	Financials 4.67% (2021: 4.12%)		
658,469	ASR Nederland	23,137	3.16
172,764	Euronext	11,016	1.51
		<u>34,153</u>	<u>4.67</u>
	Technology 5.02% (2021: 3.06%)		
75,257	ASM International	17,619	2.41
25,366	ASML	10,624	1.45
207,480	BE Semiconductor Industries	8,497	1.16
		<u>36,740</u>	<u>5.02</u>
	Norway 1.11% (2021: 1.04%)		
	Consumer Staples 1.11% (2021: 1.04%)		
142,426	Salmar	8,122	1.11
	Portugal 2.68% (2021: 2.82%)		
	Utilities 2.68% (2021: 2.82%)		
4,762,772	EDP - Energias de Portugal	19,596	2.68
	Spain 0.98% (2021: 2.84%)		
	Health Care 0.98% (2021: 1.28%)		
689,643	Grifols	7,179	0.98

Portfolio statement (continued)

Holding	Investment	Market value £000	Percentage of total net assets %
	Telecommunications 0.00% (2021: 1.56%)		
	Sweden 0.00% (2021: 1.13%)		
	Industrials 0.00% (2021: 1.13%)		
	Switzerland 3.47% (2021: 8.99%)		
	Consumer Staples 0.00% (2021: 3.47%)		
	Health Care 1.90% (2021: 5.52%)		
244,286	Alcon	13,879	1.90
	Industrials 1.57% (2021: 0.00%)		
21,159	Burckhardt Compression	7,630	1.04
8,988,094	Meyer Burger	3,878	0.53
		11,508	1.57
	United Kingdom 4.53% (2021: 4.97%)		
	Basic Materials 1.22% (2021: 2.07%)		
36,905	Linde	8,967	1.22
	Consumer Discretionary 2.87% (2021: 0.00%)		
929,489	RELX	20,989	2.87
	Industrials 0.44% (2021: 2.90%)		
445,714	Grafton	3,220	0.44
	United States 5.68% (2021: 0.00%)		
	Consumer Staples 2.95% (2021: 0.00%)		
214,101	Nestlé	21,599	2.95
	Health Care 2.73% (2021: 0.00%)		
71,890	Roche Non-Voting Shares	19,963	2.73
	Derivatives 0.00% (2021: 0.00%)		
	Forward Foreign Exchange Contracts (0.00%) (2021: 0.00%)¹		
	Buy GBP 197,652 : Sell EUR 233,492 September 2022	(4)	-
	Buy GBP 215,573 : Sell EUR 252,369 September 2022	(3)	-
	Buy GBP 226,846 : Sell EUR 263,724 September 2022	(1)	-
		(8)	-
	Investment assets including investment liabilities	717,483	98.06
	Other net assets	14,221	1.94
	Total net assets	731,704	100.00

¹ Not listed on an official stock exchange

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

Statement of total return for the year ended 31 August 2022

	Note	2022		2021	
		£000	£000	£000	£000
Income					
Net capital (losses)/gains	2		(90,970)		176,293
Revenue	3	24,100		21,054	
Expenses	4	(9,543)		(10,096)	
Interest payable and similar charges	5	<u>(56)</u>		<u>(75)</u>	
Net revenue before taxation		14,501		10,883	
Taxation	6	<u>(171)</u>		<u>(2,405)</u>	
Net revenue after taxation			<u>14,330</u>		<u>8,478</u>
Total return before distributions			(76,640)		184,771
Distributions	7		(14,330)		(8,478)
Change in net assets attributable to shareholders from investment activities			<u>(90,970)</u>		<u>176,293</u>

Statement of change in net assets attributable to shareholders for the year ended 31 August 2022

	2022		2021	
	£000	£000	£000	£000
Opening net assets attributable to shareholders		908,556		832,530
Amounts receivable on issue of shares	8,283		3,378	
Amounts payable on cancellation of shares	<u>(107,863)</u>		<u>(111,627)</u>	
		(99,580)		(108,249)
Change in net assets attributable to shareholders from investment activities		(90,970)		176,293
Retained distributions on accumulation shares		13,698		7,982
Closing net assets attributable to shareholders		<u>731,704</u>		<u>908,556</u>

Balance sheet as at 31 August 2022

	Note	2022 £000	2021 £000
Assets:			
Investments		717,491	898,783
Current assets:			
Debtors	8	12,748	7,617
Cash and bank balances	9	5,880	6,071
Total assets		736,119	912,471
Liabilities:			
Investment liabilities		8	1
Creditors:			
Distributions payable		632	496
Other creditors	11	3,775	3,418
Total liabilities		4,415	3,915
Net assets attributable to shareholders		731,704	908,556

Notes to the financial statements for the year ended 31 August 2022

1 Accounting policies

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

2 Net capital (losses)/gains

Net capital (losses)/gains on investments during the year comprise:

	2022	2021
	£000	£000
Forward currency contracts	(72)	(7)
Non-derivative securities	(90,928)	176,983
Other currency gains/(losses)	46	(673)
Transaction costs	(16)	(10)
Net capital (losses)/gains	(90,970)	176,293

3 Revenue

	2022	2021
	£000	£000
Bank interest	33	-
Overseas dividends	23,350	20,243
UK dividends	717	811
Total revenue	24,100	21,054

4 Expenses

	2022	2021
	£000	£000
Payable to the ACD, associates of the ACD and agents of either of them:		
Annual management charge	8,138	8,626
GAC*	1,254	1,316
	<u>9,392</u>	<u>9,942</u>
Payable to the Depositary, associates of the Depositary and agents of either of them:		
Depositary fees	46	55
Safe custody fees	44	45
	<u>90</u>	<u>100</u>
Other expenses:		
Professional fees**	61	54
	<u>61</u>	<u>54</u>
Total expenses	9,543	10,096

Irrecoverable VAT is included in the above expenses where relevant.

* The current audit fee, which is levied through the GAC, is £9,956 (2021: £9,393).

** Included with professional fees are fees paid to the auditors of £17,451 in relation to non-audit services provided for withholding tax reclaims (2021: £31,869).

Notes to the financial statements (continued)

5 Interest payable and similar charges

The interest payable and similar charges comprise:

	2022	2021
	£000	£000
Interest payable	56	75
Total interest payable and similar charges	56	75

6 Taxation

a) Analysis of charge in the year

The tax charge comprises:

	2022	2021
	£000	£000
Current tax		
Corporation tax	(1,254)	-
Overseas withholding tax	1,425	2,405
Total tax (note 6b)	171	2,405

b) Factors affecting tax charge for year

The tax assessed for each year is different to the standard rate of corporation tax in the UK for funds of authorised OEICs of 20% (2021: 20%). The differences are explained below:

	2022	2021
	£000	£000
Net revenue before taxation	14,501	10,883
Corporation tax at 20% (2021: 20%)	2,900	2,177
Effects of:		
Adjustment in respect of corporation tax	(1,254)	-
Double tax relief	-	(24)
Expenses not deductible for tax purposes	-	3
Overseas withholding tax	1,425	2,405
Overseas dividends	(4,670)	(3,888)
UK dividends*	(142)	(162)
Unused management expenses	1,912	1,894
Tax charge for the year (note 6a)	171	2,405

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

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

c) Deferred tax

There is no provision required for deferred taxation at the Balance sheet date (2021: nil).

d) Factors that may affect future tax charges

At the year end, after claiming relief against revenue taxable on receipt, there is a potential deferred tax asset of £30,827,103 (2021: £28,914,692) in relation to surplus management expenses. It is unlikely that the fund will generate sufficient taxable profits in the future to utilise these amounts and therefore no deferred tax asset has been recognised at the current or prior year end.

Notes to the financial statements (continued)

7 Distributions

	2022	2021
	£000	£000
Final income	632	496
Final accumulation	13,698	7,982
Total distributions	14,330	8,478

Details of the distribution per share are set out in the Distribution table on page 39.

8 Debtors

	2022	2021
	£000	£000
Accrued revenue	898	922
Amounts receivable for issue of shares	-	2
Corporation tax recoverable	1,260	-
Overseas withholding tax reclaimable	8,015	5,366
Sales awaiting settlement	2,478	1,327
Other assets – Fortis settlement	97	-
Total debtors	12,748	7,617

9 Cash and bank balances

	2022	2021
	£000	£000
Cash and bank balances	5,880	6,071
Total cash and bank balances	5,880	6,071

10 Other creditors

	2022	2021
	£000	£000
Accrued annual management charge	656	770
Accrued Depositary's fee	4	5
Accrued other expenses	135	129
Amounts payable for cancellation of shares	981	1,184
Corporation tax payable	463	459
Currency transactions awaiting settlement	6	-
Purchases awaiting settlement	1,530	871
Total other creditors	3,775	3,418

11 Contingent liabilities and commitments

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

Notes to the financial statements (continued)

12 Related party transactions

JHFMUKL as ACD to the fund is deemed to be a related party in respect of their dealings with the fund. All transactions and balances associated with the ACD are disclosed within the 'Statement of total return', the 'Statement of change in net assets attributable to shareholders' and the 'Balance sheet' on pages 28 and 29 and notes 4, 7, 8 and 11 on pages 30 to 32 including all issues and cancellations where the ACD acted as principal.

Transactions with the ACD are as follows:

- All issues and cancellations
- Annual management charge
- GAC

There were no material shareholders at the year end (2021: nil).

13 Shareholders' funds

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

	2022	2021
	%	%
Class A	1.50	1.50
Class E	1.00	1.00
Class I	0.75	0.75
Class S ¹	0.00	0.00
Class Z ¹	0.00	0.00
Class I Euro	0.75	0.75

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

The net asset value of each share class, the net asset value per share and the number of shares in each share class are given in the Comparative tables on pages 18 to 21. The distribution per share class is given in the Distribution table on page 39. All share classes have the same rights on winding up.

Shares reconciliation as at 31 August 2022

	Class A accumulation	Class E accumulation	Class I accumulation
Opening number of shares	89,361,330	60,323,315	63,301,860
Issues during the year	1,826,952	73,160	411,821
Cancellations during the year	(7,286,373)	(3,511,534)	(11,386,543)
Shares converted during the year	(1,600,963)	781,202	347,778
Closing shares in issue	82,300,946	57,666,143	52,674,916
	Class S income	Class Z accumulation	Class I Euro accumulation
Opening number of shares	6,361,871	72,629	376
Issues during the year	176,138	-	433
Cancellations during the year	(885,809)	(45,231)	(397)
Shares converted during the year	-	-	-
Closing shares in issue	5,652,200	27,398	412

Notes to the financial statements (continued)

14 Financial derivatives

The fund may use financial derivatives to reduce risk or to manage the fund more efficiently.

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

There was no collateral pledged or collateral held in respect of forward foreign exchange contracts as at 31 August 2022 (2021: nil). The fund had cash assets of nil (2021: nil) and cash liabilities of nil (2021: nil) held in margin accounts at derivative clearing houses and brokers as at 31 August 2022.

2022

The fund had no exposure to derivatives as at 31 August 2022 with a positive market value.

2021

The fund had no exposure to derivatives as at 31 August 2021 with a positive market value.

The following additional disclosure has been included by the ACD to give a greater understanding of the underlying economic exposure (commitment) to market created by the derivative positions held on the fund's portfolio. Increased cash, bank balances and cash equivalents will be held by the fund if it has a large exposure to market, to ensure that the fund has sufficient cash backing to settle any derivative liabilities.

2022

As at 31 August 2022 the underlying exposure to each counterparty, calculated on a notional basis using the market values for each derivative instrument held, was as follows:

Counterparty	Forward foreign exchange contracts £000	Total by counterparty £000
BNP Paribas	648	648
	<u>648</u>	<u>648</u>

2021

As at 31 August 2021 the underlying exposure to each counterparty, calculated on a notional basis using the market values for each derivative instrument held, was as follows:

Counterparty	Forward foreign exchange contracts £000	Total by counterparty £000
BNP Paribas	1,115	1,115
	<u>1,115</u>	<u>1,115</u>

15 Stock lending

The fund and the Investment Manager have entered into a stock lending programme with JPMorgan Chase Bank, National Association (London branch) acting as the stock lending agent in order to generate additional revenue.

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

Eligible collateral types for stock lending and borrowing transactions are approved by the Investment Manager and may consist of (i) cash, (ii) securities issued or guaranteed by an EU Member State, a Member State of the OECD or by their local authorities or supranational institutions and organisations with regional, EU and world-wide scope or by Hong Kong or Singapore, generally subject to a minimum long term credit rating of at least A- by one or more major rating agency or (iii) equities. Collateral should be highly liquid and traded on a regulated market. Collateral is subject to a haircut on a sliding scale based on the combination of the underlying instrument being lent versus the asset being received as collateral. The value of collateral required will range from 102% to 110% of the value of the stock on loan.

2022

The fund had no stock on loan and no stock lending revenue as at 31 August 2022.

2021

The fund had no stock on loan and no stock lending revenue as at 31 August 2021.

Notes to the financial statements (continued)

16 Risk

Currency risk

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

	Investment assets including (investment liabilities) £000	Other net assets/ (liabilities) £000	Total net assets £000
2022			
Currency			
Danish krone	58,495	1,452	59,947
Euro	580,056	14,155	594,211
Norwegian krone	8,122	79	8,201
Swiss franc	66,950	-	66,950
UK sterling	3,860	(1,515)	2,345
US dollar		50	50
Total	717,483	14,221	731,704

	Investment assets including (investment liabilities) £000	Other net assets/ (liabilities) £000	Total net assets/ (liabilities) £000
2021			
Currency			
Danish krone	38,749	1,706	40,455
Euro	731,217	10,747	741,964
Norwegian krone	9,443	135	9,578
Swedish krona	10,240	132	10,372
Swiss franc	81,699	-	81,699
UK sterling	27,434	(3,041)	24,393
US dollar	-	95	95
Total	898,782	9,774	908,556

Sensitivity analysis

The net foreign currency assets held by the fund at the year end were £729,359,010 (2021: £884,162,895). A 10% increase/(decrease) in the foreign exchange rates applied to the fund's net foreign currency assets would have the effect of increasing/(decreasing) the return for the accounting year and the year end net assets by £72,935,901 (2021: £88,416,289).

Interest rate risk

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

Other market price risk

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

Leverage

The fund has not employed significant leverage in the current or prior year.

Notes to the financial statements (continued)

16 Risk (continued)

Liquidity risk

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

	On demand £000	Within one year £000	Over one year but not more than five years £000	Over five years £000
2022				
Derivative financial liabilities	-	8	-	-
Distribution payable	-	632	-	-
Other creditors	-	3,775	-	-
Total	-	4,415	-	-

	On demand £000	Within one year £000	Over one year but not more than five years £000	Over five years £000
2021				
Derivative financial liabilities	-	1	-	-
Distribution payable	-	496	-	-
Other creditors	-	3,418	-	-
Total	-	3,915	-	-

17 Fair value disclosure

Fair value measurement

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

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

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

Level 1

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

Level 2

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

Level 3

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

Notes to the financial statements (continued)

17 Fair value disclosure (continued)

Fair value hierarchy

	2022		2021	
	Assets £000	Liabilities £000	Assets £000	Liabilities £000
Level 1	717,491	-	898,783	-
Level 2	-	8	-	1
Level 3	-	-	-	-
	<u>717,491</u>	<u>8</u>	<u>898,783</u>	<u>1</u>

18 Direct transaction costs

	Purchases		Sales	
	2022 £000	2021 £000	2022 £000	2021 £000
Trades in the year				
Equities	700,675	661,911	792,269	762,103
Trades in the year before transaction costs	<u>700,675</u>	<u>661,911</u>	<u>792,269</u>	<u>762,103</u>
Transaction costs				
Commissions				
Equities	205	209	277	257
Total commissions	<u>205</u>	<u>209</u>	<u>277</u>	<u>257</u>
Taxes				
Equities	308	401	-	-
Total taxes	<u>308</u>	<u>401</u>	<u>-</u>	<u>-</u>
Other expenses				
Equities	441	649	-	1
Total other expenses	<u>441</u>	<u>649</u>	<u>-</u>	<u>1</u>
Total transaction costs	<u>954</u>	<u>1,259</u>	<u>277</u>	<u>258</u>
Total net trades in the year after transaction costs	<u>701,629</u>	<u>663,170</u>	<u>791,992</u>	<u>761,845</u>

Notes to the financial statements (continued)

18 Direct transaction costs (continued)

	Purchases		Sales	
	2022 %	2021 %	2022 %	2021 %
Total transaction costs expressed as a percentage of asset type cost				
Commissions				
Equities	0.03	0.03	0.04	0.03
Taxes				
Equities	0.04	0.06	-	-
Other expenses				
Equities	0.06	0.10	-	-
	2022 %	2021 %		
Total transaction costs expressed as a percentage of net asset value				
Commissions	0.06	0.05		
Taxes	0.04	0.05		
Other expenses	0.05	0.08		
Total costs	0.15	0.18		

There were no in specie transfers during the year (2021: nil). There were no corporate actions during the year (2021: £501,398).

There were no direct transaction costs associated with derivatives in the year (2021: nil).

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

The portfolio dealing spread as at 31 August 2022 was 0.07% (2021: 0.06%). The portfolio dealing spread is calculated at a 12 noon valuation point.

19 Events after the Balance sheet date

Subsequent to the fund's year end, as a result of the Russia/Ukraine conflict and general market volatility the fund could be affected by fluctuations in global stock markets, inflation and adverse investor sentiment. As at 14 November 2022, which was the latest valuation available at the time of signing, the Net Asset Value of the fund is £748,896,853 which is an increase of 2.35% from the Balance sheet date. The market movements are considered to be a non-adjusting post Balance sheet event and therefore no adjustments to the financial statements were required as a result.

Distribution table for the year ended 31 August 2022 (in pence per share)

Final dividend distribution (accounting date 31 August 2022, paid on 31 October 2022)

Group 1: shares purchased prior to 1 September 2021

Group 2: shares purchased on or after 1 September 2021

	Distribution per share	Total distribution per share 31/10/22	Total distribution per share 29/10/21
Class A accumulation			
Group 1	3.5234	3.5234	1.1335
Group 2	3.5234	3.5234	1.1335
Class E accumulation			
Group 1	5.0530	5.0530	2.5382
Group 2	5.0530	5.0530	2.5382
Class I accumulation			
Group 1	14.9619	14.9619	8.5825
Group 2	14.9619	14.9619	8.5825
Class S income			
Group 1	11.1800	11.1800	7.7955
Group 2	11.1800	11.1800	7.7955
Class Z accumulation			
Group 1	12.2385	12.2385	7.3010
Group 2	12.2385	12.2385	7.3010
Class I Euro accumulation¹			
Group 1	2.5545	2.5545	1.7105
Group 2	2.5545	2.5545	1.7105

¹ in Euro cents per share

Janus Henderson Global Equity Income Fund

Authorised Corporate Director's report

Investment Fund Managers

Andrew Jones and Ben Lofthouse

Investment objective and policy

The fund aims to provide an income in excess of 80% of the income generated by the MSCI ACWI High Dividend Yield Index over any 3 year period with the potential for capital growth over the long term (5 years or more).

The fund invests at least 80% of its assets in shares (also known as equities) of companies, of any size, in any industry, in any country.

The fund is actively managed with reference to the MSCI ACWI High Dividend Yield Index, which is broadly representative of the companies in which it may invest, as this forms the basis of the fund's income target. The Investment Manager has discretion to choose investments for the fund with weightings different to the index or not in the index.

Strategy

The Investment Manager follows a dividend-seeking, valuation-driven strategy that focuses on companies with good and growing cash flow. The investment process seeks to identify companies from around the world with income growth prospects (typically with defensible competitive positions, affordable investment requirements, aligned management behaviour and sustainable returns) and companies with capital growth prospects (typically unloved, with under-appreciated earnings and undervalued shares). The process results in a portfolio well diversified by sector and geography.

Performance summary

Cumulative performance

	One year 31 Aug 21 - 31 Aug 22 %	Three years 31 Aug 19 - 31 Aug 22 %	Five years 31 Aug 17 - 31 Aug 22 %	Since inception 22 Feb 02 - 31 Aug 22 %
Class I accumulation (Net)	3.5	18.3	28.0	94.5
MSCI ACWI High Dividend Yield Index*	3.9**	40.6**	70.6**	182.7**
IA Global Equity Income Sector	2.8	23.8	38.3	101.1

Discrete performance

	31 Aug 21 - 31 Aug 22 %	31 Aug 20 - 31 Aug 21 %	31 Aug 19 - 31 Aug 20 %	31 Aug 18 - 31 Aug 19 %	31 Aug 17 - 31 Aug 18 %
Class I accumulation (Net)	3.5	19.0	(4.0)	2.8	5.3
MSCI ACWI High Dividend Yield Index*	3.9**	26.8*	6.8*	7.6*	12.7*
IA Global Equity Income Sector	2.8	23.7	(2.6)	5.7	5.7

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

* From 31 March 2022, the fund benchmark changed from MSCI World Index to MSCI ACWI High Dividend Yield Index. Past Performance before 31 March 2022 is shown for the previous fund benchmark.

** Performance is a blend of the old and new benchmark.

Source: Morningstar

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

Benchmark values are as at close of business.

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

Authorised Corporate Director's report (continued)

Performance summary (continued)

Benchmark usage:

Index: MSCI ACWI High Dividend Yield Index

Index usage: Target - 80% of the MSCI ACWI High Dividend Yield Index

Index description: The MSCI ACWI High Dividend Yield Index is a measure of the combined performance of large and medium sized companies that pay above average dividends across developed and Emerging Market stock markets around the world. It is the basis for the fund's income target.

Peer group: IA Global Equity Income Sector

Peer group 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.

Past performance does not predict future returns. 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.

Significant portfolio changes for the year ended 31 August 2022

Largest purchases	£000	Largest sales	£000
Fidelity National Information Services	11,271	Lloyds Bank	14,713
Deutsche Telekom	9,230	Texas Instruments	12,584
CIE Financiere Richemont 'A'	8,066	Citigroup	12,166
Sanofi	7,495	Verizon Communications	10,264
Woodside Energy	7,121	Panasonic	9,755
Lloyds Bank	7,113	ABB	9,413
Zurich Insurance	7,087	CME 'A'	9,391
Sandvik	7,025	Vivendi	7,935
Unilever	6,919	UBS	7,812
ING	6,247	Amcor	7,330
Total purchases	142,780	Total sales	163,636

Investment review

The fund returned 3.5% based on Class I accumulation (Net) over the year under review, compared with a return of 3.9% in the MSCI ACWI High Dividend Yield Index and a return of 2.8% in the IA Global Equity Income Sector peer group benchmark.

Global equity markets mostly fell in local currency terms over the year. However, as a result of the weakness of the pound, global indices ended in modestly positive territory when measured in sterling. As the year progressed, markets became more concerned about how far central banks would have to raise interest rates in order to control inflationary pressures, and the effects that this would have on global economic growth. The further increase in the oil price caused by Russia's invasion of Ukraine added to these pressures and resulted in the economic outlook for Europe being particularly uncertain.

In terms of attribution to fund performance over the reporting year, as oil prices increased the holdings in Shell and TotalEnergies were positive. Both companies generated significantly greater cash flow, which improved the dividend cover as well as enabled them to undertake share buy-backs. Despite significant outperformance, valuations do not seem elevated to us when we consider the level of the oil price. As such, we maintain both positions.

The fund also benefited from its holdings in a number of defensive sectors. Pharmaceuticals performed particularly well as valuations appeared modest at the beginning of the year and the companies produced robust results and continued to offer attractive dividends. AstraZeneca rose significantly over the year as the company continued to announce very positive results from its product pipeline, which has resulted in the company having a much higher growth rate than the broader industry. Merck and Bristol-Myers Squibb also performed well during the year and continued to offer good prospects at what we saw as an inexpensive valuation. Against an uncertain economic backdrop, the holdings in Coca-Cola and Imperial Brands also aided performance with both companies delivering good results during the year.

Conversely, the fund's holdings in medical technology firm Medtronic, branded goods company VF, and Italian utility Enel were detrimental to performance. Medtronic underperformed as it announced a delay to one of its key new products in diabetes while VF announced results that were disappointing as they showed the company was recovering more slowly than some of its peers due to a larger exposure to China. Enel underperformed due to fears that the company would be subject to windfall taxes as a result of high energy prices. Relative to the benchmark, not holding either Apple or Tesla due to their low/zero dividend yields was also negative for performance during the period.

We sold the positions in engineering group ABB and semiconductor firm Texas Instruments during the year. ABB had seen resilience in earnings following its restructuring, with its valuation coming closer to our target price. Texas Instruments meanwhile had outperformed its peers and was vulnerable to earnings and cash flow downgrades as a result of the worsening economic environment. We used the proceeds to initiate a position in Woodside Energy, a petroleum and natural gas production company, and CIE Financiere Richemont, a leading luxury goods company. Woodside Energy's recent merger with BHP Petroleum, alongside its focus on natural gas with fields in OECD regions, offered a compelling investment case which we thought was yet to be reflected in its share price. Meanwhile, CIE Financiere Richemont boasts leading brands in both jewellery and watches and we found its valuation attractive since it was trading at a significant discount to its peer group.

In terms of our outlook, the economic environment is the most challenging it has been for several years. It is likely that the increase in interest rates that most central banks have undertaken to control inflation will lead to subdued economic growth, and potentially a recession in many countries. This is likely to result in earnings downgrades across a variety of sectors, with demand falling and costs rising. That said there has already been meaningful weakness across markets, and employment and the financial system are in much better health than at the start of previous slowdowns. It is therefore our view that there will be opportunities to identify attractively valued companies with good cash flow characteristics and strong balance sheets that are well placed to deal with the challenging environment.

Comparative tables for the year ended 31 August 2022

	Class A accumulation		
	2022 (pence per share)	2021 (pence per share)	2020 (pence per share)
Change in net assets per share			
Opening net asset value per share	423.16	355.22	376.88
Return before operating charges*	17.88	74.89	(15.33)
Operating charges	(7.56)	(6.95)	(6.33)
Return after operating charges*	10.32	67.94	(21.66)
Distributions on accumulation shares	(14.55)	(12.53)	(12.36)
Retained distributions on accumulation shares	14.55	12.53	12.36
Closing net asset value per share	433.48	423.16	355.22
* after direct transaction costs of:	0.15	0.25	0.25
Performance			
Return after charges	2.44%	19.13%	(5.75%)
Other information			
Closing net asset value (£000s)	50,512	55,354	53,335
Closing number of shares	11,652,865	13,081,320	15,014,434
Operating charges	1.78%	1.77%	1.74%
Direct transaction costs	0.03%	0.06%	0.07%
Prices			
Highest share price (pence)	448.60	424.80	398.70
Lowest share price (pence)	400.90	340.00	290.80
	Class A income		
	2022 (pence per share)	2021 (pence per share)	2020 (pence per share)
Change in net assets per share			
Opening net asset value per share	64.52	55.88	61.37
Return before operating charges*	2.71	11.67	(2.48)
Operating charges	(1.14)	(1.08)	(1.02)
Return after operating charges*	1.57	10.59	(3.50)
Distributions on income shares	(2.19)	(1.95)	(1.99)
Closing net asset value per share	63.90	64.52	55.88
* after direct transaction costs of:	0.02	0.04	0.04
Performance			
Return after charges	2.43%	18.95%	(5.70%)
Other information			
Closing net asset value (£000s)	80,222	87,488	83,679
Closing number of shares	125,548,910	135,600,323	149,754,468
Operating charges	1.78%	1.77%	1.74%
Direct transaction costs	0.03%	0.06%	0.07%
Prices			
Highest share price (pence)	66.83	65.22	64.51
Lowest share price (pence)	60.53	53.49	46.76

Comparative tables (continued)

	Class E accumulation		
	2022 (pence per share)	2021 (pence per share)	2020 (pence per share)
Change in net assets per share			
Opening net asset value per share	427.84	357.36	377.23
Return before operating charges*	18.14	75.52	(15.31)
Operating charges	(5.50)	(5.04)	(4.56)
Return after operating charges*	12.64	70.48	(19.87)
Distributions on accumulation shares	(14.75)	(12.64)	(12.41)
Retained distributions on accumulation shares	14.75	12.64	12.41
Closing net asset value per share	440.48	427.84	357.36
* after direct transaction costs of:	0.15	0.25	0.26
Performance			
Return after charges	2.95%	19.72%	(5.27%)
Other information			
Closing net asset value (£000s)	91,310	92,725	78,752
Closing number of shares	20,729,638	21,672,627	22,037,136
Operating charges	1.28%	1.27%	1.25%
Direct transaction costs	0.03%	0.06%	0.07%
Prices			
Highest share price (pence)	455.80	429.40	399.80
Lowest share price (pence)	406.40	342.40	291.80
	Class E income		
	2022 (pence per share)	2021 (pence per share)	2020 (pence per share)
Change in net assets per share			
Opening net asset value per share	65.23	56.21	61.43
Return before operating charges*	2.75	11.77	(2.49)
Operating charges	(0.83)	(0.78)	(0.73)
Return after operating charges*	1.92	10.99	(3.22)
Distributions on income shares	(2.22)	(1.97)	(2.00)
Closing net asset value per share	64.93	65.23	56.21
* after direct transaction costs of:	0.02	0.04	0.04
Performance			
Return after charges	2.94%	19.55%	(5.24%)
Other information			
Closing net asset value (£000s)	312,550	318,493	273,726
Closing number of shares	481,374,691	488,246,657	486,954,946
Operating charges	1.28%	1.27%	1.25%
Direct transaction costs	0.03%	0.06%	0.07%
Prices			
Highest share price (pence)	67.68	65.93	64.70
Lowest share price (pence)	61.35	53.85	46.93

Comparative tables (continued)

	Class G accumulation		
	2022 (pence per share)	2021 (pence per share)	2020 (pence per share)
Change in net assets per share			
Opening net asset value per share	173.22	143.93	151.16
Return before operating charges*	7.37	30.49	(6.15)
Operating charges	(1.32)	(1.20)	(1.08)
Return after operating charges*	6.05	29.29	(7.23)
Distributions on accumulation shares	(6.34)	(5.43)	(5.25)
Retained distributions on accumulation shares	6.34	5.43	5.25
Closing net asset value per share	179.27	173.22	143.93
* after direct transaction costs of:	0.06	0.10	0.10
Performance			
Return after charges	3.49%	20.35%	(4.78%)
Other information			
Closing net asset value (£000s)	4,467	4,042	4,502
Closing number of shares	2,491,809	2,333,433	3,127,937
Operating charges	0.75%	0.75%	0.74%
Direct transaction costs	0.03%	0.06%	0.07%
Prices			
Highest share price (pence)	185.50	173.80	160.50
Lowest share price (pence)	165.00	138.00	117.30
	Class G income		
	2022 (pence per share)	2021 (pence per share)	2020 (pence per share)
Change in net assets per share			
Opening net asset value per share	141.27	121.33	132.16
Return before operating charges*	5.97	25.47	(5.36)
Operating charges	(1.06)	(1.01)	(0.94)
Return after operating charges*	4.91	24.46	(6.30)
Distributions on income shares	(5.11)	(4.52)	(4.53)
Closing net asset value per share	141.07	141.27	121.33
* after direct transaction costs of:	0.05	0.08	0.09
Performance			
Return after charges	3.48%	20.16%	(4.77%)
Other information			
Closing net asset value (£000s)	26,514	29,115	12,993
Closing number of shares	18,794,462	20,609,012	10,708,589
Operating charges	0.75%	0.75%	0.74%
Direct transaction costs	0.03%	0.06%	0.07%
Prices			
Highest share price (pence)	147.00	142.80	139.40
Lowest share price (pence)	133.10	116.30	101.20

Comparative tables (continued)

	Class I accumulation		
	2022 (pence per share)	2021 (pence per share)	2020 (pence per share)
Change in net assets per share			
Opening net asset value per share	187.59	156.03	164.05
Return before operating charges*	7.99	33.03	(6.67)
Operating charges	(1.64)	(1.47)	(1.35)
Return after operating charges*	6.35	31.56	(8.02)
Distributions on accumulation shares	(6.81)	(5.83)	(5.64)
Retained distributions on accumulation shares	6.81	5.83	5.64
Closing net asset value per share	193.94	187.59	156.03
* after direct transaction costs of:	0.07	0.11	0.11

Performance

Return after charges	3.39%	20.23%	(4.89%)
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Other information

Closing net asset value (£000s)	35,864	38,635	38,879
Closing number of shares	18,491,801	20,595,230	24,917,224
Operating charges	0.86%	0.85%	0.85%
Direct transaction costs	0.03%	0.06%	0.07%

Prices

Highest share price (pence)	200.60	188.20	174.20
Lowest share price (pence)	178.60	149.60	127.20

	Class I income		
	2022 (pence per share)	2021 (pence per share)	2020 (pence per share)
Change in net assets per share			
Opening net asset value per share	141.03	121.22	132.14
Return before operating charges*	5.97	25.41	(5.35)
Operating charges	(1.22)	(1.13)	(1.08)
Return after operating charges*	4.75	24.28	(6.43)
Distributions on income shares	(5.06)	(4.47)	(4.49)
Closing net asset value per share	140.72	141.03	121.22
* after direct transaction costs of:	0.05	0.08	0.09

Performance

Return after charges	3.37%	20.03%	(4.87%)
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Other information

Closing net asset value (£000s)	99,237	111,837	109,517
Closing number of shares	70,520,976	79,302,820	90,346,877
Operating charges	0.86%	0.85%	0.85%
Direct transaction costs	0.03%	0.06%	0.07%

Prices

Highest share price (pence)	146.70	142.60	139.30
Lowest share price (pence)	132.80	116.20	101.10

Comparative tables (continued)

	Class S income		
	2022 (pence per share)	2021 (pence per share)	2020 (pence per share)
Change in net assets per share			
Opening net asset value per share	148.14	126.38	136.73
Return before operating charges*	6.30	26.59	(5.56)
Operating charges	(0.12)	(0.10)	(0.09)
Return after operating charges*	6.18	26.49	(5.65)
Distributions on income shares	(5.38)	(4.73)	(4.70)
Closing net asset value per share	148.94	148.14	126.38
* after direct transaction costs of:	0.05	0.09	0.09
Performance			
Return after charges	4.17%	20.96%	(4.13%)
Other information			
Closing net asset value (£000s)	1,124	1,303	1,481
Closing number of shares	754,946	879,814	1,171,789
Operating charges	0.08%	0.07%	0.07%
Direct transaction costs	0.03%	0.06%	0.07%
Prices			
Highest share price (pence)	155.20	149.70	144.60
Lowest share price (pence)	140.10	121.30	105.00
	Class A Euro accumulation		
	2022 (pence per share)	2021 (pence per share)	2020 (pence per share)
Change in net assets per share			
Opening net asset value per share	79.01	66.29	70.30
Return before operating charges*	3.34	14.01	(2.86)
Operating charges	(1.38)	(1.29)	(1.15)
Return after operating charges*	1.96	12.72	(4.01)
Distributions on accumulation shares	(2.75)	(2.37)	(2.34)
Retained distributions on accumulation shares	2.75	2.37	2.34
Closing net asset value per share	80.97	79.01	66.29
* after direct transaction costs of:	0.03	0.05	0.05
Performance			
Return after charges	2.48%	19.19%	(5.70%)
Other information			
Closing net asset value (£000s)	98	95	23
Closing number of shares	120,813	120,813	35,238
Operating charges	1.74%	1.73%	1.71%
Direct transaction costs	0.03%	0.06%	0.07%
Prices			
Highest share price (Euro cents)	98.65	93.30	88.31
Lowest share price (Euro cents)	89.16	70.17	59.67

Comparative tables (continued)

	Class A Euro income		
	2022 (pence per share)	2021 (pence per share)	2020 (pence per share)
Change in net assets per share			
Opening net asset value per share	59.74	51.74	56.82
Return before operating charges*	2.51	10.81	(2.29)
Operating charges	(1.03)	(0.98)	(0.93)
Return after operating charges*	1.48	9.83	(3.22)
Distributions on income shares	(2.06)	(1.83)	(1.86)
Closing net asset value per share	59.16	59.74	51.74
* after direct transaction costs of:	0.02	0.04	0.04
Performance			
Return after charges	2.48%	18.99%	(5.67%)
Other information			
Closing net asset value (£000s)	1,414	1,450	1,371
Closing number of shares	2,389,984	2,427,608	2,650,719
Operating charges	1.74%	1.73%	1.71%
Direct transaction costs	0.03%	0.06%	0.07%
Prices			
Highest share price (Euro cents)	74.02	71.05	70.92
Lowest share price (Euro cents)	65.89	54.76	47.62
	Class A US Dollar accumulation		
	2022 (pence per share)	2021 (pence per share)	2020 (pence per share)
Change in net assets per share			
Opening net asset value per share	547.90	459.78	487.61
Return before operating charges*	23.20	96.49	(19.78)
Operating charges	(9.58)	(8.37)	(8.05)
Return after operating charges*	13.62	88.12	(27.83)
Distributions on accumulation shares	(19.13)	(16.44)	(16.17)
Retained distributions on accumulation shares	19.13	16.44	16.17
Closing net asset value per share	561.52	547.90	459.78
* after direct transaction costs of:	0.19	0.30	0.33
Performance			
Return after charges	2.49%	19.17%	(5.71%)
Other information			
Closing net asset value (£000s)	4	3	114
Closing number of shares	600	600	24,812
Operating charges	1.74%	1.73%	1.71%
Direct transaction costs	0.03%	0.06%	0.07%
Prices			
Highest share price (USD cents)	778.27	760.56	670.49
Lowest share price (USD cents)	639.68	569.65	446.00

Comparative tables (continued)

	Class A US Dollar income		
	2022 (pence per share)	2021 (pence per share)	2020 (pence per share)
Change in net assets per share			
Opening net asset value per share	45.41	39.33	43.20
Return before operating charges*	1.93	8.19	(1.75)
Operating charges	(0.79)	(0.72)	(0.71)
Return after operating charges*	1.14	7.47	(2.46)
Distributions on income shares	(1.57)	(1.39)	(1.41)
Closing net asset value per share	44.98	45.41	39.33
* after direct transaction costs of:	0.02	0.03	0.03
Performance			
Return after charges	2.51%	19.00%	(5.69%)
Other information			
Closing net asset value (£000s)	24	24	186
Closing number of shares	53,189	53,189	471,778
Operating charges	1.74%	1.73%	1.71%
Direct transaction costs	0.03%	0.06%	0.07%
Prices			
Highest share price (USD cents)	64.11	63.77	59.02
Lowest share price (USD cents)	51.60	48.73	39.02
	Class I Euro accumulation		
	2022 (pence per share)	2021 (pence per share)	2020 (pence per share)
Change in net assets per share			
Opening net asset value per share	109.11	90.63	95.24
Return before operating charges*	4.86	19.34	(3.83)
Operating charges	(0.95)	(0.86)	(0.78)
Return after operating charges*	3.91	18.48	(4.61)
Distributions on accumulation shares	(4.09)	(3.49)	(3.38)
Retained distributions on accumulation shares	4.09	3.49	3.38
Closing net asset value per share	113.02	109.11	90.63
* after direct transaction costs of:	0.04	0.06	0.06
Performance			
Return after charges	3.58%	20.39%	(4.84%)
Other information			
Closing net asset value (£000s)	1	1	1
Closing number of shares	1,000	1,000	1,000
Operating charges	0.86%	0.85%	0.85%
Direct transaction costs	0.03%	0.06%	0.07%
Prices			
Highest share price (Euro cents)	137.70	128.80	120.20
Lowest share price (Euro cents)	123.20	96.08	81.24

Comparative tables (continued)

	Class I US Dollar income		
	2022 (pence per share)	2021 (pence per share)	2020 (pence per share)
Change in net assets per share			
Opening net asset value per share	96.81	83.23	90.73
Return before operating charges*	4.11	17.43	(3.67)
Operating charges	(0.84)	(0.78)	(0.74)
Return after operating charges*	3.27	16.65	(4.41)
Distributions on income shares	(3.47)	(3.07)	(3.09)
Closing net asset value per share	96.61	96.81	83.23
* after direct transaction costs of:	0.03	0.06	0.06
Performance			
Return after charges	3.38%	20.01%	(4.86%)
Other information			
Closing net asset value (£000s)	70	127	157
Closing number of shares	72,774	130,746	189,043
Operating charges	0.86%	0.85%	0.85%
Direct transaction costs	0.03%	0.06%	0.07%
Prices			
Highest share price (USD cents)	137.10	135.70	124.30
Lowest share price (USD cents)	110.70	103.30	82.29

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

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

Operating charges

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

Share class launches and closures

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

Ongoing charge figure

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

	2022	2021
	%	%
Class A accumulation	1.78	1.77
Class A income	1.78	1.77
Class E accumulation	1.28	1.27
Class E income	1.28	1.27
Class G accumulation	0.75	0.75
Class G income	0.75	0.75
Class I accumulation	0.86	0.85
Class I income	0.86	0.85
Class S income	0.08	0.07
Class A Euro accumulation	1.74	1.73
Class A Euro income	1.74	1.73
Class A US Dollar accumulation	1.74	1.73
Class A US Dollar income	1.74	1.73
Class I Euro accumulation	0.86	0.85
Class I US Dollar income	0.86	0.85

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

Risk and reward profile

The fund currently has 15 types of share class in issue: A accumulation, A income, E accumulation, E income, G accumulation, G income, I accumulation, I income, S income, A Euro accumulation, A Euro income, A US Dollar accumulation, A US Dollar income, I Euro accumulation and I US Dollar income.

The risk and reward profile for A accumulation, A income, E accumulation, E income, G accumulation, G income, I accumulation, I income, S income, A Euro accumulation, A Euro income and I Euro accumulation is as follows:



The risk and reward profile for A US Dollar accumulation, A US Dollar income and I US Dollar income is as follows:



The share classes appear at 5 out of 7, with the exception of Class A US Dollar accumulation, Class A US Dollar income and Class I US Dollar income which appear at 6 out of 7. Share classes in higher categories have shown greater and/or more frequent variations in Net Asset Value in the past five years than those in lower categories. The lowest category does not mean risk free.

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

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

The ratings above are based on the historic volatility of the share classes. Historic data may not be a reliable indication of the future risk profile of the fund. The ratings are not guaranteed and may change over time.

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 ratings during the year.

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

* Class E accumulation and Class E income launched on 24 June 2019. As these share classes do not have a five year history, a synthetic history has been created using the A accumulation and A income share classes, respectively.

Portfolio statement as at 31 August 2022

Holding	Investment	Market value £000	Percentage of total net assets %
	Equities 98.00% (2021: 95.44%)		
	Australia 1.13% (2021: 0.00%)		
	Energy 1.13% (2021: 0.00%)		
392,866	Woodside Energy	7,925	1.13
	Austria 1.33% (2021: 1.07%)		
	Financials 1.33% (2021: 1.07%)		
239,513	BAWAG	9,352	1.33
	Canada 2.78% (2021: 2.73%)		
	Communication Services 1.82% (2021: 1.48%)		
658,842	TELUS	12,780	1.82
	Financials 0.96% (2021: 1.25%)		
452,895	Manulife Financial	6,750	0.96
	China 1.59% (2021: 1.86%)		
	Communication Services 0.97% (2021: 1.07%)		
190,200	Tencent	6,814	0.97
	Consumer Discretionary 0.62% (2021: 0.79%)		
6,411,000	Topsports International	4,352	0.62
	Denmark 2.65% (2021: 2.54%)		
	Consumer Staples 1.28% (2021: 1.51%)		
79,869	Carlsberg	8,972	1.28
	Health Care 1.37% (2021: 1.03%)		
104,972	Novo Nordisk 'B'	9,636	1.37
	Finland 1.77% (2021: 1.70%)		
	Materials 1.77% (2021: 1.70%)		
426,760	UPM-Kymmene	12,477	1.77
	France 7.12% (2021: 6.85%)		
	Communication Services 0.00% (2021: 1.07%)		
	Energy 1.95% (2021: 1.78%)		
313,908	TotalEnergies	13,751	1.95
	Financials 2.26% (2021: 2.16%)		
782,944	AXA	15,917	2.26
	Health Care 2.91% (2021: 1.84%)		
288,710	Sanofi	20,504	2.91
	Germany 2.47% (2021: 0.90%)		
	Communication Services 1.50% (2021: 0.00%)		
650,586	Deutsche Telekom	10,556	1.50

Portfolio statement (continued)

Holding	Investment	Market value £000	Percentage of total net assets %
	Consumer Discretionary 0.97% (2021: 0.90%)		
139,401	Mercedes-Benz	6,796	0.97
	Hong Kong 1.15% (2021: 0.95%)		
	Financials 1.15% (2021: 0.95%)		
977,400	AIA	8,123	1.15
	Italy 0.86% (2021: 1.67%)		
	Utilities 0.86% (2021: 1.67%)		
1,495,672	Enel	6,069	0.86
	Japan 1.17% (2021: 2.33%)		
	Communication Services 1.17% (2021: 0.75%)		
23,200	Nintendo	8,195	1.17
	Consumer Discretionary 0.00% (2021: 1.58%)		
	Netherlands 4.60% (2021: 2.84%)		
	Consumer Staples 0.00% (2021: 0.00%)		
	Energy 3.17% (2021: 1.81%)		
975,757	Shell	22,304	3.17
	Financials 1.43% (2021: 1.03%)		
1,324,031	ING	10,030	1.43
	Industrials 0.00% (2021: 0.00%)		
	South Africa 1.60% (2021: 1.05%)		
	Materials 1.60% (2021: 1.05%)		
405,715	Anglo American	11,289	1.60
	South Korea 1.99% (2021: 1.96%)		
	Information Technology 1.99% (2021: 1.96%)		
399,435	Samsung Electronics Preference Shares	13,987	1.99
	Spain 1.69% (2021: 1.43%)		
	Utilities 1.69% (2021: 1.43%)		
1,322,591	Iberdrola	11,864	1.69
	Sweden 3.10% (2021: 3.13%)		
	Communication Services 1.20% (2021: 1.35%)		
920,069	Tele2 'B'	8,436	1.20
	Industrials 1.86% (2021: 1.78%)		
418,242	Sandvik	5,659	0.81
540,947	Volvo 'B'	7,400	1.05
		<u>13,059</u>	<u>1.86</u>

Portfolio statement (continued)

Holding	Investment	Market value £000	Percentage of total net assets %
	Information Technology 0.04% (2021: 0.00%)		
83,648	Alleima	<u>279</u>	<u>0.04</u>
	Switzerland 4.53% (2021: 4.56%)		
	Consumer Discretionary 1.40% (2021: 0.00%)		
101,883	CIE Financiere Richemont 'A'	<u>9,851</u>	<u>1.40</u>
	Consumer Staples 0.00% (2021: 0.00%)		
	Financials 1.06% (2021: 1.07%)		
19,570	Zurich Insurance	<u>7,477</u>	<u>1.06</u>
	Health Care 2.07% (2021: 2.12%)		
208,609	Novartis	<u>14,534</u>	<u>2.07</u>
	Industrials 0.00% (2021: 1.37%)		
	Taiwan 2.59% (2021: 2.96%)		
	Information Technology 2.59% (2021: 2.96%)		
221,000	MediaTek	4,162	0.59
196,332	Taiwan Semiconductor Manufacturing ADS	<u>14,062</u>	<u>2.00</u>
		<u>18,224</u>	<u>2.59</u>
	United Kingdom 11.99% (2021: 11.10%)		
	Consumer Discretionary 0.95% (2021: 1.49%)		
381,250	Burberry	<u>6,664</u>	<u>0.95</u>
	Consumer Staples 4.42% (2021: 2.97%)		
579,944	Imperial Brands	10,996	1.56
511,278	Unilever	<u>20,070</u>	<u>2.86</u>
		<u>31,066</u>	<u>4.42</u>
	Financials 0.60% (2021: 0.95%)		
2,052,514	Direct Line Insurance	<u>4,226</u>	<u>0.60</u>
	Health Care 2.39% (2021: 2.22%)		
157,643	AstraZeneca	<u>16,780</u>	<u>2.39</u>
	Industrials 2.15% (2021: 1.66%)		
671,107	RELX	<u>15,154</u>	<u>2.15</u>
	Information Technology 0.41% (2021: 0.92%)		
2,166,622	Alphawave IP	<u>2,903</u>	<u>0.41</u>
	Materials 0.00% (2021: 0.00%)		
	Utilities 1.07% (2021: 0.89%)		
699,952	National Grid	<u>7,542</u>	<u>1.07</u>

Portfolio statement (continued)

Holding	Investment	Market value £000	Percentage of total net assets %
United States 41.89% (2021: 43.81%)			
Communication Services 0.00% (2021: 1.46%)			
Consumer Discretionary 3.43% (2021: 4.91%)			
43,855	McDonald's	9,508	1.35
758,009	Stellantis	8,747	1.24
165,835	VF	5,907	0.84
		<u>24,162</u>	<u>3.43</u>
Consumer Staples 8.59% (2021: 6.68%)			
359,751	Coca-Cola	19,076	2.71
166,143	Mondelez International	8,830	1.26
205,891	Nestlé	20,770	2.95
79,182	PepsiCo	11,722	1.67
		<u>60,398</u>	<u>8.59</u>
Financials 1.05% (2021: 3.75%)			
53,199	The Travelers Companies	7,389	1.05
Health Care 9.55% (2021: 8.25%)			
328,100	Bristol-Myers Squibb	19,005	2.70
36,350	Johnson & Johnson	5,040	0.72
130,178	Medtronic	9,835	1.40
240,261	Merck	17,633	2.51
56,350	Roche Non-Voting Shares	15,648	2.22
		<u>67,161</u>	<u>9.55</u>
Industrials 4.48% (2021: 2.97%)			
69,229	Honeywell International	11,263	1.60
393,919	nVent Electric	11,155	1.59
88,544	Schneider Electric	9,086	1.29
		<u>31,504</u>	<u>4.48</u>
Information Technology 11.48% (2021: 11.75%)			
25,006	Broadcom	10,724	1.52
413,164	Cisco Systems	15,868	2.26
390,250	Corning	11,514	1.64
131,205	Fidelity National Information Services	10,302	1.46
144,164	Microsoft	32,391	4.60
		<u>80,799</u>	<u>11.48</u>
Materials 2.13% (2021: 2.44%)			
69,108	Air Products and Chemicals	14,991	2.13
Real Estate 1.18% (2021: 1.08%)			
56,760	Crown Castle International REIT	8,329	1.18

Portfolio statement (continued)

Holding	Investment	Market value £000	Percentage of total net assets %
	Utilities 0.00% (2021: 0.52%)		
	Investment assets	689,371	98.00
	Other net assets	14,040	2.00
	Total net assets	703,411	100.00

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

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

Statement of total return for the year ended 31 August 2022

	Note	2022		2021	
		£000	£000	£000	£000
Income					
Net capital gains	2		3,484		110,281
Revenue	3	28,680		27,625	
Expenses	4	(9,151)		(8,948)	
Interest payable and similar charges	5	(2)		(2)	
Net revenue before taxation		19,527		18,675	
Taxation	6	(2,133)		(3,160)	
Net revenue after taxation			17,394		15,515
Total return before distributions			20,878		125,796
Distributions	7		(24,857)		(22,833)
Change in net assets attributable to shareholders from investment activities			(3,979)		102,963

Statement of change in net assets attributable to shareholders for the year ended 31 August 2022

	2022		2021	
	£000	£000	£000	£000
Opening net assets attributable to shareholders		740,692		658,716
Amounts receivable on issue of shares	31,254		37,186	
Amounts payable on cancellation of shares	(71,063)		(64,213)	
		(39,809)		(27,027)
Dilution adjustment		-		10
Change in net assets attributable to shareholders from investment activities		(3,979)		102,963
Retained distributions on accumulation shares		6,364		5,837
Unclaimed distributions		143		193
Closing net assets attributable to shareholders		703,411		740,692

Balance sheet as at 31 August 2022

	Note	2022 £000	2021 £000
Assets:			
Investments		689,371	706,914
Current assets:			
Debtors	8	3,784	4,692
Cash and bank balances	9	15,879	34,505
Total assets		709,034	746,111
Liabilities:			
Creditors:			
Distributions payable		3,664	3,949
Other creditors	10	1,959	1,470
Total liabilities		5,623	5,419
Net assets attributable to shareholders		703,411	740,692

Notes to the financial statements for the year ended 31 August 2022

1 Accounting policies

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

2 Net capital gains

Net capital gains on investments during the year comprise:

	2022	2021
	£000	£000
Forward currency contracts	-	(13)
Non-derivative securities	3,437	110,884
Other currency gains/(losses)	48	(590)
Transaction costs	(1)	-
Net capital gains	3,484	110,281

3 Revenue

	2022	2021
	£000	£000
Bank interest	52	-
Overseas dividends	23,218	22,687
Overseas REIT revenue	146	352
Stock lending revenue	129	68
UK dividends	5,135	4,518
Total revenue	28,680	27,625

4 Expenses

	2022	2021
	£000	£000
Payable to the ACD, associates of the ACD and agents of either of them:		
Annual management charge	7,463	7,318
GAC*	1,571	1,530
	<u>9,034</u>	<u>8,848</u>
Payable to the Depositary, associates of the Depositary and agents of either of them:"		
Depositary fees	52	52
Safe custody fees	48	45
	<u>100</u>	<u>97</u>
Other expenses:		
Professional fees**	17	3
	<u>17</u>	<u>3</u>
Total expenses	9,151	8,948

Irrecoverable VAT is included in the above expenses where relevant.

* The current audit fee, which is levied through the GAC, is £12,984 (2021: £12,249).

** Included with professional fees are fees paid to the auditors of £17,451 in relation to non-audit services provided for withholding tax reclaims (2021: £2,443).

Notes to the financial statements (continued)

5 Interest payable and similar charges

The interest payable and similar charges comprise:

	2022	2021
	£000	£000
Interest payable	2	2
Total interest payable and similar charges	2	2

6 Taxation

a) Analysis of charge in the year

The tax charge comprises:

	2022	2021
	£000	£000
Current tax		
Overseas withholding tax	2,133	3,160
Total tax (note 6b)	2,133	3,160

b) Factors affecting tax charge for year

The tax assessed for each year is different to the standard rate of corporation tax in the UK for funds of OEICs of 20% (2021: 20%).

The differences are explained below:

	2022	2021
	£000	£000
Net revenue before taxation	19,527	18,675
Corporation tax at 20% (2021: 20%)	3,905	3,735
Effects of:		
Double tax relief	(3)	(11)
Overseas withholding tax	2,133	3,160
Overseas dividends	(4,644)	(4,537)
UK dividends*	(1,026)	(904)
Unused management expenses	1,768	1,717
Tax charge for the year (note 6a)	2,133	3,160

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

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

c) Deferred tax

There is no provision required for deferred taxation at the Balance sheet date (2021: nil).

d) Factors that may affect future tax charges

At the year end, after claiming relief against revenue taxable on receipt, there is a potential deferred tax asset of £33,373,967 (2021: £31,605,482) in relation to surplus management expenses. It is unlikely that the fund will generate sufficient taxable profits in the future to utilise these amounts and therefore no deferred tax asset has been recognised at the current or prior year end.

Notes to the financial statements (continued)

7 Distributions

The distributions take account of revenue received on the issue of shares and revenue deducted on the cancellation of shares, and comprise:

	2022	2021
	£000	£000
Interim income	14,677	12,946
Interim accumulation	5,094	4,479
Final income	3,664	3,949
Final accumulation	1,270	1,358
	<u>24,705</u>	<u>22,732</u>
Amounts deducted on cancellation of shares	310	251
Amounts received on issue of shares	(158)	(150)
Total distributions	<u>24,857</u>	<u>22,833</u>
Net revenue after taxation	17,394	15,515
Annual management charge borne by the capital account	7,463	7,318
Total distributions	<u>24,857</u>	<u>22,833</u>

Details of the distribution per share are set out in the Distribution tables on pages 70 to 77.

8 Debtors

	2022	2021
	£000	£000
Accrued revenue	1,827	2,759
Amounts receivable for issue of shares	89	284
Overseas withholding tax reclaimable	1,868	1,649
Total debtors	<u>3,784</u>	<u>4,692</u>

9 Cash and bank balances

	2022	2021
	£000	£000
Cash and bank balances	15,879	34,505
Total cash and bank balances	<u>15,879</u>	<u>34,505</u>

Notes to the financial statements (continued)

10 Other creditors

	2022	2021
	£000	£000
Accrued annual management charge	637	657
Accrued Depository's fee	4	5
Accrued other expenses	137	144
Amounts payable for cancellation of shares	1,181	664
Total other creditors	1,959	1,470

11 Contingent liabilities and commitments

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

12 Related party transactions

JHFMUKL as ACD to the fund is deemed to be a related party in respect of their dealings with the fund. All transactions and balances associated with the ACD are disclosed within the 'Statement of total return', the 'Statement of change in net assets attributable to shareholders' and the 'Balance sheet' on pages 58 and 59 and notes 4, 7, 8 and 10 on pages 60 to 63 including all issues and cancellations where the ACD acted as principal.

Transactions with the ACD are as follows:

- All issues and cancellations
- Annual management charge
- GAC

There were no material shareholders at the year end (2021: nil).

13 Shareholders' funds

The fund currently has 9 share classes available: Class A (Retail), Class E (Retail), Class G (Institutional), Class I (Institutional), Class S (Institutional), Class A Euro (Retail), Class A US Dollar (Retail), Class I Euro (Institutional) and Class I US Dollar (Institutional). The annual management charge on each share class is as follows:

	2022	2021
	%	%
Class A	1.50	1.50
Class E	1.00	1.00
Class G	0.675	0.675
Class I	0.75	0.75
Class S ¹	0.00	0.00
Class A Euro	1.50	1.50
Class A US Dollar	1.50	1.50
Class I Euro	0.75	0.75
Class I US Dollar	0.75	0.75

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

The net asset value of each share class, the net asset value per share and the number of shares in each share class are given in the Comparative tables on pages 43 to 50. The distribution per share class is given in the Distribution tables on pages 70 to 77. All share classes have the same rights on winding up.

Notes to the financial statements (continued)

13 Shareholders' funds (continued)

Shares reconciliation as at 31 August 2022

	Class A accumulation	Class A income	Class E accumulation	Class E income
Opening number of shares	13,081,320	135,600,323	21,672,627	488,246,657
Issues during the year	2,125,116	3,722,608	56,929	16,271,239
Cancellations during the year	(3,091,242)	(9,965,186)	(1,392,237)	(25,760,135)
Shares converted during the year	(462,329)	(3,808,835)	392,319	2,616,930
Closing shares in issue	11,652,865	125,548,910	20,729,638	481,374,691
	Class G accumulation	Class G income	Class I accumulation	Class I income
Opening number of shares	2,333,433	20,609,012	20,595,230	79,302,820
Issues during the year	462,970	1,418,956	672,512	3,412,440
Cancellations during the year	(304,594)	(3,166,186)	(2,943,910)	(12,756,739)
Shares converted during the year	-	(67,320)	167,969	562,455
Closing shares in issue	2,491,809	18,794,462	18,491,801	70,520,976
	Class S income	Class A Euro accumulation	Class A Euro income	Class A US Dollar accumulation
Opening number of shares	879,814	120,813	2,427,608	600
Issues during the year	56,924	-	-	-
Cancellations during the year	(181,792)	-	(37,624)	-
Shares converted during the year	-	-	-	-
Closing shares in issue	754,946	120,813	2,389,984	600
	Class A US Dollar accumulation	Class I Euro accumulation	Class I US Dollar income	
Opening number of shares	53,189	1,000	130,746	
Issues during the year	-	-	2,601	
Cancellations during the year	-	-	(60,573)	
Shares converted during the year	-	-	-	
Closing shares in issue	53,189	1,000	72,774	

14 Financial derivatives

The fund may use derivatives to reduce risk, to manage the fund more efficiently, or to generate additional income for the fund.

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

There was no collateral pledged or collateral held in respect of derivatives as at 31 August 2022.

2022

The fund had no exposure to derivatives as at 31 August 2022.

2021

The fund had no exposure to derivatives as at 31 August 2021.

Notes to the financial statements (continued)

15 Stock lending

The fund and the Investment Manager have entered into a stock lending programme with JPMorgan Chase Bank, National Association (London branch) acting as the stock lending agent in order to generate additional revenue.

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

Eligible collateral types for stock lending and borrowing transactions are approved by the Investment Manager and may consist of (i) cash, (ii) securities issued or guaranteed by a Member State of the OECD or by their local authorities or supranational institutions and organisations with regional, EU and world-wide scope or by Hong Kong or Singapore, generally subject to a minimum long term credit rating of at least A- by one or more major rating agency or (iii) equities. Collateral should be highly liquid and traded on a regulated market. Collateral is subject to a haircut on a sliding scale based on the combination of the underlying instrument being lent versus the asset being received as collateral. The value of collateral required will range from 102% to 110% of the value of the stock on loan.

2022 Counterparty	Total market value of stock on loan £000	Amount of collateral received £000	Type of collateral category
Bank of America	12,454	13,595	Government Bond
Citigroup	2,011	2,185	Equity / Government Bond
Credit Suisse	86	99	Equity / Government Bond
Morgan Stanley	9,461	10,147	Government Bond
UBS	5,926	6,688	Equity / Government Bond
	29,938	32,714	

Recipient	Relationship	Total gross amount of stock lending revenue £000	Direct and indirect costs and fees deducted by securities lending agent £000	Net stock lending revenue retained by the fund £000
JPMorgan Chase	Stock lending agent	140	11	129

2021 Counterparty	Total market value of stock on loan £000	Amount of collateral received £000	Type of collateral category
Morgan Stanley	6,978	7,413	Government Bond
	6,978	7,413	

Recipient	Relationship	Total gross amount of stock lending revenue £000	Direct and indirect costs and fees deducted by securities lending agent £000	Net stock lending revenue retained by the fund £000
BNP Paribas ¹	Stock lending agent	27	4	23
JPMorgan Chase ²	Stock lending agent	49	4	45

¹ Until 9 March 2021 BNP Paribas was the securities lending agent.

² From 10 March 2021 JPMorgan Chase was the securities lending agent.

Notes to the financial statements (continued)

16 Risk

Currency risk

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

2022	Investment assets £000	Other net assets £000	Total net assets £000
Currency			
Australian dollar	7,925	-	7,925
Canadian dollar	19,530	83	19,613
Danish krone	18,608	194	18,802
Euro	192,677	1,671	194,348
Hong Kong dollar	19,289	-	19,289
Israeli shekel	-	212	212
Japanese yen	8,195	-	8,195
Korean won	13,987	-	13,987
Swedish krona	21,774	30	21,804
Swiss franc	68,281	-	68,281
Taiwan dollar	4,162	-	4,162
UK sterling	60,400	10,750	71,150
US dollar	254,543	1,100	255,643
Total	689,371	14,040	703,411
2021	Investment assets £000	Other net assets £000	Total net assets £000
Currency			
Australian dollar	7,659	-	7,659
Canadian dollar	20,228	89	20,317
Danish krone	18,810	149	18,959
Euro	163,016	1,194	164,210
Hong Kong dollar	20,813	-	20,813
Israeli new shekel	-	186	186
Japanese yen	17,238	-	17,238
Korean won	14,489	-	14,489
Norwegian krone	-	94	94
Swedish krona	23,171	266	23,437
Swiss franc	69,144	-	69,144
Taiwan dollar	8,116	326	8,442
UK sterling	64,680	31,207	95,887
US dollar	279,550	267	279,817
Total	706,914	33,778	740,692

Sensitivity analysis

The net foreign currency assets held by the fund at the year end were £632,261,302 (2021: £644,805,476). A 10% increase/(decrease) in the foreign exchange rates applied to the fund's net foreign currency assets would have the effect of increasing/(decreasing) the return for the accounting year and the year end net assets by £63,226,130 (2021: £64,480,548).

Interest rate risk

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

Other market price risk

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

Leverage

The fund has not employed significant leverage in the current or prior year.

Notes to the financial statements (continued)

16 Risk (continued)

Liquidity risk

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

	On demand £000	Within one year £000	Over one year but not more than five years £000	Over five years £000
2022				
Distribution payable	-	3,664	-	-
Other creditors	-	1,959	-	-
Total	-	5,623	-	-
	On demand £000	Within one year £000	Over one year but not more than five years £000	Over five years £000
2021				
Distribution payable	-	3,949	-	-
Other creditors	-	1,470	-	-
Total	-	5,419	-	-

17 Fair value disclosure

Fair value measurement

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

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

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

Level 1

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

Level 2

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

Level 3

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

Fair value hierarchy

	2022		2021	
	Assets £000	Liabilities £000	Assets £000	Liabilities £000
Level 1	689,371	-	706,914	-
Level 2	-	-	-	-
Level 3	-	-	-	-
	689,371	-	706,914	-

Notes to the financial statements (continued)

18 Direct transaction costs

	Purchases		Sales	
	2022	2021	2022	2021
	£000	£000	£000	£000
Trades in the year				
Equities	142,604	258,125	163,709	315,140
Trades in the year before transaction costs	142,604	258,125	163,709	315,140
Transaction costs				
Commissions				
Equities	44	85	49	95
Total commissions	44	85	49	95
Taxes				
Equities	97	204	23	5
Total taxes	97	204	23	5
Other expenses				
Equities	35	44	1	21
Total other expenses	35	44	1	21
Total transaction costs	176	333	73	121
Total net trades in the year after transaction costs	142,780	258,458	163,636	315,019

	Purchases		Sales	
	2022	2021	2022	2021
	%	%	%	%
Total transaction costs expressed as a percentage of asset type cost				
Commissions				
Equities	0.03	0.03	0.03	0.03
Taxes				
Equities	0.07	0.08	0.01	-
Other expenses				
Equities	0.02	0.02	-	0.01
	2022	2021		
	%	%		
Total transaction costs expressed as a percentage of net asset value				
Commissions	0.01	0.03		
Taxes	0.02	0.03		
Other expenses	-	0.01		
Total costs	0.03	0.07		

There were no in specie transfers during the year (2021: nil). There were corporate actions during the year of £123,342 (2021: £2,114,334).

There were no direct transaction costs associated with derivatives in the year (2021: nil).

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

The portfolio dealing spread as at 31 August 2022 was 0.06% (2021: 0.08%). The portfolio dealing spread is calculated at a 12 noon valuation point.

Notes to the financial statements (continued)

19 Events after the Balance sheet date

Subsequent to the fund's year end, as a result of the Russia/Ukraine conflict and general market volatility the fund could be affected by fluctuations in global stock markets, inflation and adverse investor sentiment. As at 14 November 2022, which was the latest valuation available at the time of signing, the Net Asset Value of the fund is £714,219,759 which is an increase of 1.54% from the Balance sheet date. The market movements are considered to be a non-adjusting post Balance sheet event and therefore no adjustments to the financial statements were required as a result.

Distribution tables for the year ended 31 August 2022 (in pence per share)

Interim dividend distribution (accounting date 30 November 2021, paid on 31 January 2022)

Group 1: shares purchased prior to 1 September 2021

Group 2: shares purchased on or after 1 September 2021

	Distribution per share	Equalisation	Total distribution per share 31/01/22	Total distribution per share 29/01/21
Class A accumulation				
Group 1	2.5828	-	2.5828	1.8712
Group 2	1.4869	1.0959	2.5828	1.8712
Class A income				
Group 1	0.3937	-	0.3937	0.2943
Group 2	0.1282	0.2655	0.3937	0.2943
Class E accumulation				
Group 1	2.6126	-	2.6126	1.8843
Group 2	1.4025	1.2101	2.6126	1.8843
Class E income				
Group 1	0.3983	-	0.3983	0.2963
Group 2	0.1263	0.2720	0.3983	0.2963
Class G accumulation				
Group 1	1.1445	-	1.1445	0.8326
Group 2	1.0226	0.1219	1.1445	0.8326
Class G income				
Group 1	0.9335	-	0.9335	0.7019
Group 2	0.3047	0.6288	0.9335	0.7019
Class I accumulation				
Group 1	1.2254	-	1.2254	0.8906
Group 2	0.5338	0.6916	1.2254	0.8906
Class I income				
Group 1	0.9212	-	0.9212	0.6919
Group 2	0.5454	0.3758	0.9212	0.6919
Class S income				
Group 1	0.9795	-	0.9795	0.7318
Group 2	0.9795	-	0.9795	0.7318
Class A Euro accumulation¹				
Group 1	0.5761	-	0.5761	0.3995
Group 2	0.5761	-	0.5761	0.3995
Class A Euro income¹				
Group 1	0.4355	-	0.4355	0.3101
Group 2	0.4355	-	0.4355	0.3101
Class A US Dollar accumulation²				
Group 1	4.5179	-	4.5179	3.2985
Group 2	4.5179	-	4.5179	3.2985
Class A US Dollar income²				
Group 1	0.3744	-	0.3744	0.2817
Group 2	0.3744	-	0.3744	0.2817

Distribution tables (continued)

Interim dividend distribution (accounting date 30 November 2021, paid on 31 January 2022) (continued)

Group 1: shares purchased prior to 1 September 2021

Group 2: shares purchased on or after 1 September 2021

	Distribution per share	Equalisation	Total distribution per share 31/01/22	Total distribution per share 29/01/21
Class I Euro accumulation¹				
Group 1	0.8733	-	0.8733	0.6038
Group 2	0.8733	-	0.8733	0.6038
Class I US Dollar income²				
Group 1	0.8364	-	0.8364	0.6345
Group 2	0.1937	0.6427	0.8364	0.6345

¹ in Euro cents per share

² in USD cents per share

Distribution tables (continued)

Interim dividend distribution (accounting date 28 February 2022, paid on 29 April 2022)

Group 1: shares purchased prior to 1 December 2021

Group 2: shares purchased on or after 1 December 2021

	Distribution per share	Equalisation	Total distribution per share 29/04/22	Total distribution per share 30/04/21
Class A accumulation				
Group 1	1.6062	-	1.6062	2.2246
Group 2	0.8310	0.7752	1.6062	2.2246
Class A income				
Group 1	0.2435	-	0.2435	0.3482
Group 2	0.1201	0.1234	0.2435	0.3482
Class E accumulation				
Group 1	1.6276	-	1.6276	2.2422
Group 2	0.9589	0.6687	1.6276	2.2422
Class E income				
Group 1	0.2467	-	0.2467	0.3510
Group 2	0.1271	0.1196	0.2467	0.3510
Class G accumulation				
Group 1	0.7480	-	0.7480	0.9829
Group 2	0.6557	0.0923	0.7480	0.9829
Class G income				
Group 1	0.6061	-	0.6061	0.8243
Group 2	0.2872	0.3189	0.6061	0.8243
Class I accumulation				
Group 1	0.7954	-	0.7954	1.0525
Group 2	0.4021	0.3933	0.7954	1.0525
Class I income				
Group 1	0.5941	-	0.5941	0.8133
Group 2	0.3403	0.2538	0.5941	0.8133
Class S income				
Group 1	0.6372	-	0.6372	0.8606
Group 2	0.4731	0.1641	0.6372	0.8606
Class A Euro accumulation¹				
Group 1	0.3681	-	0.3681	0.4865
Group 2	0.3681	-	0.3681	0.4865
Class A Euro income¹				
Group 1	0.2765	-	0.2765	0.3777
Group 2	0.2765	-	0.2765	0.3777
Class A US Dollar accumulation²				
Group 1	2.8891	-	2.8891	4.0925
Group 2	2.8891	-	2.8891	4.0925
Class A US Dollar income²				
Group 1	0.2377	-	0.2377	0.3477
Group 2	0.2377	-	0.2377	0.3477

Distribution tables (continued)

Interim dividend distribution (accounting date 28 February 2022, paid on 29 April 2022) (continued)

Group 1: shares purchased prior to 1 December 2021

Group 2: shares purchased on or after 1 December 2021

	Distribution per share	Equalisation	Total distribution per share 29/04/22	Total distribution per share 30/04/21
Class I Euro accumulation¹				
Group 1	0.5889	-	0.5889	0.7337
Group 2	0.5889	-	0.5889	0.7337
Class I US Dollar income²				
Group 1	0.5469	-	0.5469	0.7810
Group 2	0.2880	0.2589	0.5469	0.7810

¹ in Euro cents per share

² in USD cents per share

Distribution tables (continued)

Interim dividend distribution (accounting date 31 May 2022, paid on 29 July 2022)

Group 1: shares purchased prior to 1 March 2022

Group 2: shares purchased on or after 1 March 2022

	Distribution per share	Equalisation	Total distribution per share 29/07/22	Total distribution per share 30/07/21
Class A accumulation				
Group 1	7.3784	-	7.3784	5.4652
Group 2	1.3095	6.0689	7.3784	5.4652
Class A income				
Group 1	1.1139	-	1.1139	0.8506
Group 2	0.4355	0.6784	1.1139	0.8506
Class E accumulation				
Group 1	7.4831	-	7.4831	5.5152
Group 2	3.9401	3.5430	7.4831	5.5152
Class E income				
Group 1	1.1296	-	1.1296	0.8583
Group 2	0.4753	0.6543	1.1296	0.8583
Class G accumulation				
Group 1	3.1281	-	3.1281	2.3112
Group 2	3.1281	-	3.1281	2.3112
Class G income				
Group 1	2.5234	-	2.5234	1.9259
Group 2	0.7462	1.7772	2.5234	1.9259
Class I accumulation				
Group 1	3.3711	-	3.3711	2.4905
Group 2	1.8463	1.5248	3.3711	2.4905
Class I income				
Group 1	2.5071	-	2.5071	1.9126
Group 2	1.1708	1.3363	2.5071	1.9126
Class S income				
Group 1	2.6573	-	2.6573	2.0142
Group 2	2.6571	0.0002	2.6573	2.0142
Class A Euro accumulation¹				
Group 1	1.6308	-	1.6308	1.1950
Group 2	1.6308	-	1.6308	1.1950
Class A Euro income¹				
Group 1	1.2204	-	1.2204	0.9225
Group 2	1.2204	-	1.2204	0.9225
Class A US Dollar accumulation²				
Group 1	12.1259	-	12.1259	10.1446
Group 2	12.1259	-	12.1259	10.1446
Class A US Dollar income²				
Group 1	0.9952	-	0.9952	0.8595
Group 2	0.9952	-	0.9952	0.8595

Distribution tables (continued)

Interim dividend distribution (accounting date 31 May 2022, paid on 29 July 2022) (continued)

Group 1: shares purchased prior to 1 March 2022

Group 2: shares purchased on or after 1 March 2022

	Distribution per share	Equalisation	Total distribution per share 29/07/22	Total distribution per share 30/07/21
Class I Euro accumulation¹				
Group 1	2.3458	-	2.3458	1.7183
Group 2	2.3458	-	2.3458	1.7183
Class I US Dollar income²				
Group 1	2.1699	-	2.1699	1.8668
Group 2	0.9121	1.2578	2.1699	1.8668

¹ in Euro cents per share

² in USD cents per share

Distribution tables (continued)

Final dividend distribution (accounting date 31 August 2022, paid on 31 October 2022)

Group 1: shares purchased prior to 1 June 2022

Group 2: shares purchased on or after 1 June 2022

	Distribution per share	Equalisation	Total distribution per share 31/10/22	Total distribution per share 29/10/21
Class A accumulation				
Group 1	2.9795	-	2.9795	2.9710
Group 2	1.8083	1.1712	2.9795	2.9710
Class A income				
Group 1	0.4426	-	0.4426	0.4562
Group 2	0.2337	0.2089	0.4426	0.4562
Class E accumulation				
Group 1	3.0259	-	3.0259	3.0023
Group 2	1.9790	1.0469	3.0259	3.0023
Class E income				
Group 1	0.4495	-	0.4495	0.4610
Group 2	0.2367	0.2128	0.4495	0.4610
Class G accumulation				
Group 1	1.3201	-	1.3201	1.3009
Group 2	1.1196	0.2005	1.3201	1.3009
Class G income				
Group 1	1.0474	-	1.0474	1.0690
Group 2	0.4665	0.5809	1.0474	1.0690
Class I accumulation				
Group 1	1.4139	-	1.4139	1.3950
Group 2	0.6312	0.7827	1.4139	1.3950
Class I income				
Group 1	1.0342	-	1.0342	1.0566
Group 2	0.5499	0.4843	1.0342	1.0566
Class S income				
Group 1	1.1049	-	1.1049	1.1200
Group 2	0.0579	1.0470	1.1049	1.1200
Class A Euro accumulation¹				
Group 1	0.6533	-	0.6533	0.6559
Group 2	0.6533	-	0.6533	0.6559
Class A Euro income¹				
Group 1	0.4811	-	0.4811	0.4995
Group 2	0.4811	-	0.4811	0.4995
Class A US Dollar accumulation²				
Group 1	4.5883	-	4.5883	5.3810
Group 2	4.5883	-	4.5883	5.3810
Class A US Dollar income²				
Group 1	0.3693	-	0.3693	0.4504
Group 2	0.3693	-	0.3693	0.4504

Distribution tables (continued)

Final dividend distribution (accounting date 31 August 2022, paid on 31 October 2022) (continued)

Group 1: shares purchased prior to 1 June 2022

Group 2: shares purchased on or after 1 June 2022

	Distribution per share	Equalisation	Total distribution per share 31/10/22	Total distribution per share 29/10/21
Class I Euro accumulation¹				
Group 1	0.9905	-	0.9905	0.9758
Group 2	0.9905	-	0.9905	0.9758
Class I US Dollar income²				
Group 1	0.8266	-	0.8266	0.9981
Group 2	0.4283	0.3983	0.8266	0.9981

¹ in Euro cents per share

² in USD cents per share

Janus Henderson UK Alpha Fund

Authorised Corporate Director's report

Investment Fund Managers

Neil Hermon and Indriatti van Hien

Investment objective and policy

The fund aims to provide capital growth over the long term (5 years or more).

The fund invests at least 80% of its assets in a concentrated portfolio of shares (also known as equities) of companies, of any size, in any industry, in the UK. Companies will be incorporated, headquartered, or deriving significant revenue from, the UK.

The portfolio may be concentrated in terms of its number of holdings and/or the size of its largest holdings.

The fund is actively managed with reference to the FTSE All Share Index, which is broadly representative of the companies in which it may invest, as this can provide a useful comparator for assessing the fund's performance. The Investment Manager has discretion to choose investments for the fund with weightings different to the index or not in the index.

Strategy

The Investment Manager seeks to identify high quality, cash generative growth companies that may be mispriced by the market. The fund focuses on companies that have attractive market positions, healthy balance sheets, and demonstrate robust and growing levels of cash flow. Close attention is also paid to management's ability and willingness to invest capital in a sensible and consistent manner. The fund invests in small, medium and large companies with the flexibility to have a significant bias towards medium or smaller-sized companies.

Performance summary

Cumulative performance

	One year 31 Aug 21 - 31 Aug 22 %	Three years 31 Aug 19 - 31 Aug 22 %	Five years 31 Aug 17 - 31 Aug 22 %	Since inception 9 Nov 01 - 31 Aug 22 %
Class I accumulation (Net)	(25.0)	0.3	(1.7)	219.9
FTSE All Share Index	1.0	12.0	17.8	230.5
IA UK All Companies Equity Sector	(10.5)	7.8	11.4	210.6

Discrete performance

	31 Aug 21 - 31 Aug 22 %	31 Aug 20 - 31 Aug 21 %	31 Aug 19 - 31 Aug 20 %	31 Aug 18 - 31 Aug 19 %	31 Aug 17 - 31 Aug 18 %
Class I accumulation (Net)	(25.0)	46.3	(8.6)	(9.6)	8.5
FTSE All Share Index	1.0	26.9	(12.6)	0.4	4.7
IA UK All Companies Equity Sector	(10.5)	32.1	(8.8)	(3.1)	6.6

Source: Morningstar

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

Benchmark values are as at close of business.

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

Benchmark usage:

Index: FTSE All Share Index

Index usage: Comparator

Index description: The FTSE All Share Index is a measure of the combined performance of a large number of the companies listed on the London Stock Exchange and includes large, medium and smaller companies. It provides a useful comparison against which the fund's performance can be assessed over time.

Authorised Corporate Director's report (continued)

Performance summary (continued)

Benchmark usage (continued):

Peer group: IA UK All Companies Equity Sector

Peer group 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.

Past performance does not predict future returns. 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.

Significant portfolio changes for the year ended 31 August 2022

Largest purchases	£000	Largest sales	£000
Barclays	6,339	Sanne	14,143
Harbour Energy	4,147	Clinigen	10,752
Shell	3,936	Watches of Switzerland	5,458
Serco	2,699	Ultra Electronics	3,882
Future	2,618	Countryside Partnerships	3,416
Halfords	1,808	JD Sports Fashion	3,199
Bytes Technology	1,359	Rightmove	3,196
Moonpig	1,323	Dr. Martens	3,064
Wickes	1,271	Jet2	2,415
GBG	1,190	Mitchells & Butlers	1,747
Total purchases	43,883	Total sales	66,449

Investment review

The fund fell 25.0% based on Class I accumulation (Net) over the year under review, compared with a return of 1.0% in FTSE All Share Index and a fall of 10.5% in the IA UK All Companies Equity Sector peer group benchmark.

The UK equity market was volatile but ultimately ended the year flat. The economic ramifications of the conflict between Russia and Ukraine along with tightening monetary conditions globally dominated market debate. The Russian invasion of Ukraine dampened animal spirits around the world but economically Europe suffered the most acute impact as sanctions against Russia caused gas prices on the continent to spike. This exacerbated inflation and put pressure on corporate margins and household budgets, and alongside a clumsy transition of power in the governing Conservative party, contributed to consumer confidence levels in the UK falling to record lows.

Inflation globally has remained higher than both central banks' targets and market expectations going into the year. While inflation in the US appears to have peaked over the summer, in the UK the July inflation print hit a 40-year high at 10.1% and is forecast to rise further. Despite slowing macroeconomic indicators, central bankers have become more hawkish and committed to restoring price stability. Base rates in the UK and US are now at their highest level since the Global Financial crisis. Consequently, bond yields rose materially which led to a dramatic rotation away from higher-rated growth stocks towards value stocks. Oil companies rose while base material commodity prices rolled over, reflecting the heightened risk of recession.

Sterling depreciated materially against the dollar causing the more international-exposed large-cap stocks to materially outperform the more domestic-exposed mid-cap stocks over the year

The fund's biggest contributors to performance included Clinigen, Euromoney Institutional Investor and Balfour Beatty. Shares in Clinigen, the speciality pharmaceuticals company, performed strongly following an agreed bid by Triton Advisers at a significant premium to the share price. Similarly, shares in Euromoney Institutional Investor, the information services company, benefited from a recommended cash offer for the company by Becketts Bicdo. Shares in Balfour Beatty, the infrastructure owner and construction group, rallied following a strong set of results which highlighted margin upgrades across the group, driven by good execution and strong end-market demand. Strong cash performance also allowed the company to undertake a larger-than-expected share buy-back.

The biggest detractors to fund performance included Intermediate Capital, Ascential and GBG. Despite a slew of positive trading updates evidencing strong fund raising, shares in Intermediate Capital, the alternative finance provider and asset manager, de-rated materially. This reflected underlying investor concerns around rising interest rates and the negative impact this may have on demand for the asset classes the company invests in. Shares in Ascential, the specialist information, analytics and events provider, suffered following its interim results which showed a significant contraction in the margins of its digital commerce business. This happened despite the company providing earnings upgrades at the group level. Its management has reassured that many of the contributing factors to the lower margin are one-off in nature while its shares continued to trade at a notable discount to its peers on a sum-of-the-parts basis. Shares in GBG, the provider of identity verification, fraud prevention and location services, fell following a heavily discounted equity placing which was used to fund the strategically important acquisition of Acuant – a complementary US identity verification and fraud prevention business.

During the year we initiated a position in Serco. Serco is an outsourced provider of essential public services working in defence, transport, justice, immigration, health care and other citizen services across the UK, Europe, North America, Asia Pacific and Middle East. We believe the company has a well-invested platform which should be able to take advantage of some large and growing pipelines in its main regions. The company has been targeting growth of twice the pace of the market and strong cash generation has left it with ample firepower to embark on further merger and acquisition (M&A) activity or return cash to shareholders.

Elsewhere, we sold the holdings in Countryside Partnerships and Rightmove. After months of trimming the position, we disposed of Countryside Partnerships following a profit-warning and the swift departure of its CEO. We sold the position in Rightmove to reduce the fund's exposure to the UK housing market. We also disposed of the positions in Clinigen, Sanne and Ultra Electronics following agreed bids.

The conflict between Russia and Ukraine, in conjunction with the hangover of COVID-19 (stimulus in The West and continued use of lockdowns in The East) has caused continued disruption to supply chains and left inflation around the world at elevated levels against both official targets and market forecasts. As a result, central banks – led by the US Federal Reserve – have become increasingly hawkish. The market is now forecasting further significant rises in interest rates globally and a move from quantitative easing to tightening. Oscillating confidence levels in central bankers' willingness and ability to strike the right balance between containing inflation and supporting economic growth has dampened sentiment and driven heightened levels of uncertainty and volatility in global equity markets.

Macroeconomics and geopolitics are driving market movements while micro-fundamentals have taken a back seat. However, we expect micro-fundamentals to ultimately be the driver of the longer-term performance of company share prices. Although uncertainty remains around short-term economic conditions, it is our view that equities represent good value versus history and other asset classes. We are encouraged by the fact that conditions in the corporate sector, balance sheets in particular, are much stronger than when they entered the Global Financial Crisis, and we continue to see plenty of opportunities to invest in what we see as quality growth companies.

Comparative tables for the year ended 31 August 2022

	Class A accumulation		
	2022 (pence per share)	2021 (pence per share)	2020 (pence per share)
Change in net assets per share			
Opening net asset value per share	183.14	126.71	139.36
Return before operating charges*	(44.29)	59.08	(10.34)
Operating charges	(2.73)	(2.65)	(2.31)
Return after operating charges*	(47.02)	56.43	(12.65)
Distributions on accumulation shares	(1.57)	(0.47)	(0.44)
Retained distributions on accumulation shares	1.57	0.47	0.44
Closing net asset value per share	136.12	183.14	126.71
* after direct transaction costs of:	0.10	0.06	0.15
Performance			
Return after charges	(25.67%)	44.53%	(9.08%)
Other information			
Closing net asset value (£000s)	116,038	168,849	129,996
Closing number of shares	85,244,799	92,196,064	102,591,898
Operating charges	1.73%	1.73%	1.70%
Direct transaction costs	0.06%	0.04%	0.11%
Prices			
Highest share price (pence)	185.00	183.30	160.60
Lowest share price (pence)	131.50	118.60	92.27
	Class C accumulation		
	2022 (pence per share)	2021 (pence per share)	2020 (pence per share)
Change in net assets per share			
Opening net asset value per share	1,095.28	749.08	814.42
Return before operating charges*	(266.25)	351.33	(60.82)
Operating charges	(5.43)	(5.13)	(4.52)
Return after operating charges*	(271.68)	346.20	(65.34)
Distributions on accumulation shares	(20.85)	(13.74)	(12.11)
Retained distributions on accumulation shares	20.85	13.74	12.11
Closing net asset value per share	823.60	1,095.28	749.08
* after direct transaction costs of:	0.62	0.34	0.90
Performance			
Return after charges	(24.80%)	46.22%	(8.02%)
Other information			
Closing net asset value (£000s)	295	424	477
Closing number of shares	35,899	38,687	63,591
Operating charges	0.57%	0.57%	0.56%
Direct transaction costs	0.06%	0.04%	0.11%
Prices			
Highest share price (pence)	1,106.00	1,096.00	942.10
Lowest share price (pence)	794.00	701.80	542.60

Comparative tables (continued)

	Class E accumulation		
	2022 (pence per share)	2021 (pence per share)	2020 (pence per share)
Change in net assets per share			
Opening net asset value per share	185.13	127.45	139.46
Return before operating charges*	(44.88)	59.58	(10.36)
Operating charges	(1.96)	(1.90)	(1.65)
Return after operating charges*	(46.84)	57.68	(12.01)
Distributions on accumulation shares	(2.41)	(1.27)	(0.94)
Retained distributions on accumulation shares	2.41	1.27	0.94
Closing net asset value per share	138.29	185.13	127.45
* after direct transaction costs of:	0.10	0.06	0.15

Performance

Return after charges	(25.30%)	45.26%	(8.61%)
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Other information

Closing net asset value (£000s)	112,490	158,612	110,184
Closing number of shares	81,342,178	85,676,314	86,454,467
Operating charges	1.23%	1.23%	1.21%
Direct transaction costs	0.06%	0.04%	0.11%

Prices

Highest share price (pence)	187.00	185.30	161.00
Lowest share price (pence)	133.50	119.30	92.59

	Class I accumulation		
	2022 (pence per share)	2021 (pence per share)	2020 (pence per share)
Change in net assets per share			
Opening net asset value per share	426.17	292.28	318.66
Return before operating charges*	(103.46)	136.91	(23.75)
Operating charges	(3.15)	(3.02)	(2.63)
Return after operating charges*	(106.61)	133.89	(26.38)
Distributions on accumulation shares	(7.08)	(4.28)	(3.96)
Retained distributions on accumulation shares	7.08	4.28	3.96
Closing net asset value per share	319.56	426.17	292.28
* after direct transaction costs of:	0.24	0.13	0.35

Performance

Return after charges	(25.02%)	45.81%	(8.28%)
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Other information

Closing net asset value (£000s)	66,558	95,483	71,036
Closing number of shares	20,827,947	22,405,166	24,304,283
Operating charges	0.85%	0.85%	0.84%
Direct transaction costs	0.06%	0.04%	0.11%

Prices

Highest share price (pence)	430.50	426.50	368.30
Lowest share price (pence)	308.20	273.80	212.00

Comparative tables (continued)

	Class Z accumulation		
	2022	2021	2020
	(pence per share)	(pence per share)	(pence per share)
Change in net assets per share			
Opening net asset value per share	257.15	174.99	189.30
Return before operating charges*	(62.64)	82.31	(14.20)
Operating charges	(0.16)	(0.15)	(0.11)
Return after operating charges*	(62.80)	82.16	(14.31)
Distributions on accumulation shares	(6.35)	(4.49)	(3.31)
Retained distributions on accumulation shares	6.35	4.49	3.31
Closing net asset value per share	194.35	257.15	174.99
* after direct transaction costs of:	0.15	0.08	0.20
Performance			
Return after charges	(24.42%)	46.95%	(7.56%)
Other information			
Closing net asset value (£000s)	95	159	128
Closing number of shares	48,841	61,819	73,301
Operating charges	0.07%	0.07%	0.06%
Direct transaction costs	0.06%	0.04%	0.11%
Prices			
Highest share price (pence)	259.80	257.40	219.40
Lowest share price (pence)	187.20	164.00	126.50

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

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

Operating charges

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

Share class launches and closures

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

Ongoing charge figure

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

	2022	2021
	%	%
Class A accumulation	1.73	1.73
Class C accumulation	0.57	0.57
Class E accumulation	1.23	1.23
Class I accumulation	0.85	0.85
Class Z accumulation	0.07	0.07

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

Risk and reward profile

The fund currently has 5 types of share class in issue: A accumulation, C accumulation, E accumulation, I accumulation and Z accumulation.

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



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

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

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

The rating above is based on the historic volatility of the share classes. Historic data may not be a reliable indication of the future risk profile of the fund. The rating is not guaranteed and may change over time.

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 during the year.

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

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

Portfolio statement as at 31 August 2022

Holding	Investment	Market value £000	Percentage of total net assets %
	Equities 97.42% (2021: 99.76%)		
	Australia 3.31% (2021: 2.85%)		
	Basic Materials 3.31% (2021: 2.85%)		
204,785	Rio Tinto	9,770	3.31
	Energy 0.00% (2021: 0.00%)		
28,370,334	International Petroleum ¹	-	-
	China 1.33% (2021: 1.93%)		
	Consumer Discretionary 1.33% (2021: 1.93%)		
2,685,340	TI Fluid Systems	3,926	1.33
	Ireland 1.71% (2021: 1.21%)		
	Industrials 1.71% (2021: 1.21%)		
159,021	CRH	5,050	1.71
	Italy 2.18% (2021: 2.04%)		
	Consumer Staples 2.18% (2021: 2.04%)		
327,681	Coca-Cola HBC	6,455	2.18
	Netherlands 7.09% (2021: 2.51%)		
	Energy 7.09% (2021: 2.51%)		
914,675	Shell	20,937	7.09
	United Kingdom 81.18% (2021: 88.74%)		
	Basic Materials 2.17% (2021: 2.83%)		
1,580,849	Synthomer	3,108	1.05
188,784	Victrix	3,304	1.12
		6,412	2.17
	Consumer Discretionary 16.55% (2021: 23.07%)		
367,924	Bellway	7,517	2.54
1,530,479	DFS Furniture	1,910	0.65
272,932	Future	4,247	1.44
53,488	Jet2	457	0.15
1,733,500	Mitchells & Butlers	2,678	0.91
1,092,011	Moonpig	2,138	0.72
557,423	RELX	12,609	4.27
694,322	Team17	2,638	0.89
956,011	Trainline	3,303	1.12
1,163,705	Watches of Switzerland	9,124	3.09
1,909,651	Wickes	2,269	0.77
		48,890	16.55
	Consumer Staples 0.00% (2021: 0.19%)		
	Energy 1.52% (2021: 0.86%)		
939,218	Harbour Energy	4,478	1.52

Portfolio statement (continued)

Holding	Investment	Market value £000	Percentage of total net assets %
Financials 20.39% (2021: 20.58%)			
3,175,000	Barclays	5,222	1.77
451,301	Bridgepoint	1,130	0.38
1,069,000	Foresight	4,276	1.45
640,117	Impax Asset Management	3,975	1.35
1,705,964	IntegraFin	4,579	1.55
768,245	Intermediate Capital	10,494	3.55
5,411,845	Just	3,897	1.32
1,750,000	OSB	9,616	3.25
1,953,471	Paragon Banking	10,490	3.55
727,468	Prudential	6,572	2.22
3,758	Thomas Murray Network Management ¹	-	-
		<u>60,251</u>	<u>20.39</u>
Health Care 0.86% (2021: 3.06%)			
73,210	Dechra Pharmaceuticals	<u>2,545</u>	<u>0.86</u>
Industrials 25.63% (2021: 20.80%)			
2,799,064	Balfour Beatty	8,817	2.98
1,234,643	Chemring	3,864	1.31
532,800	Euromoney Institutional Investor	7,726	2.61
685,423	Grafton	4,952	1.68
66	Keronite ¹	-	-
2,614,740	Melrose Industries	3,569	1.21
466,974	Oxford Instruments	9,339	3.16
125,148	Renishaw	4,623	1.57
1,009,975	Rentokil Initial	5,262	1.78
1,059,992	Restore	4,558	1.54
341,934	RS	3,710	1.26
1,033,732	RWS	3,558	1.20
2,012,331	Serco	3,524	1.19
3,934,632	SigmaRoc	1,928	0.65
328,007	Smart Metering Systems	2,978	1.01
137,644	Spectris	3,838	1.30
1,004,558	Vesuvius	3,490	1.18
		<u>75,736</u>	<u>25.63</u>
Real Estate 3.33% (2021: 4.31%)			
421,132	Savills	3,992	1.35
292,328	Segro	2,757	0.93
593,557	Workspace REIT	3,092	1.05
		<u>9,841</u>	<u>3.33</u>
Technology 9.60% (2021: 11.55%)			
680,139	Alphawave IP	912	0.31
2,530,164	Ascential	5,131	1.74
301,985	Auction Technology	2,482	0.84
982,226	Bytes Technology	4,094	1.38
1,134,506	GBG	5,071	1.72
4,225,269	Learning Technologies	4,808	1.63

Portfolio statement (continued)

Holding	Investment	Market value £000	Percentage of total net assets %
	Technology (continued)		
1,087,000	Moneysupermarket.com	2,144	0.72
288,659	Softcat	3,738	1.26
		<u>28,380</u>	<u>9.60</u>
	Telecommunications 1.13% (2021: 1.49%)		
310,277	Gamma Communications	<u>3,351</u>	<u>1.13</u>
	United States 0.62% (2021: 0.48%)		
	Financials 0.62% (2021: 0.48%)		
226,722	Burford Capital	1,829	0.62
1,116,667	Xshares Income Preference 'A' Shares ¹	-	-
		<u>1,829</u>	<u>0.62</u>
	Industrials 0.00% (2021: 0.00%)		
358	Texfi Industries ¹	-	-
	Investment assets	287,851	97.42
	Other net assets	<u>7,625</u>	<u>2.58</u>
	Total net assets	295,476	100.00

¹ Suspended or delisted securities

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

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

Statement of total return for the year ended 31 August 2022

	Note	2022		2021	
		£000	£000	£000	£000
Income					
Net capital (losses)/gains	2		(109,004)		132,588
Revenue	3	9,562		7,393	
Expenses	4	<u>(4,778)</u>		<u>(4,903)</u>	
Net revenue before taxation		4,784		2,490	
Taxation	5	<u>-</u>		<u>-</u>	
Net revenue after taxation			<u>4,784</u>		<u>2,490</u>
Total return before distributions			(104,220)		135,078
Distributions	6		(4,784)		(2,490)
Change in net assets attributable to shareholders from investment activities			<u>(109,004)</u>		<u>132,588</u>

Statement of change in net assets attributable to shareholders for the year ended 31 August 2022

	2022		2021	
	£000	£000	£000	£000
Opening net assets attributable to shareholders		423,527		311,821
Amounts receivable on issue of shares	1,065		4,161	
Amounts payable on cancellation of shares	<u>(24,896)</u>		<u>(27,533)</u>	
		(23,831)		(23,372)
Change in net assets attributable to shareholders from investment activities		(109,004)		132,588
Retained distributions on accumulation shares		4,784		2,490
Closing net assets attributable to shareholders		<u>295,476</u>		<u>423,527</u>

Balance sheet as at 31 August 2022

	Note	2022 £000	2021 £000
Assets:			
Investments		287,851	422,521
Current assets:			
Debtors	7	3,398	1,879
Cash and bank balances	8	4,913	74
Total assets		296,162	424,474
Liabilities:			
Creditors:			
Other creditors	9	686	947
Total liabilities		686	947
Net assets attributable to shareholders		295,476	423,527

Notes to the financial statements for the year ended 31 August 2022

1 Accounting policies

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

2 Net capital (losses)/gains

Net capital (losses)/gains on investments during the year comprise:

	2022	2021
	£000	£000
Non-derivative securities	(109,005)	132,590
Other currency gains	2	-
Transaction costs	(1)	(2)
Net capital (losses)/gains	(109,004)	132,588

3 Revenue

	2022	2021
	£000	£000
Bank interest	10	-
Overseas dividends	565	721
UK dividends	8,786	6,487
UK REIT revenue - PID	177	163
UK REIT revenue - non PID	24	22
Total revenue	9,562	7,393

4 Expenses

	2022	2021
	£000	£000
Payable to the ACD, associates of the ACD and agents of either of them:		
Annual management charge	4,059	4,168
GAC*	678	693
	<u>4,737</u>	<u>4,861</u>
Payable to the Depositary, associates of the Depositary and agents of either of them:		
Depositary fees	30	31
Safe custody fees	11	11
	<u>41</u>	<u>42</u>
Total expenses	4,778	4,903

Irrecoverable VAT is included in the above expenses where relevant.

* The current audit fee, which is levied through the GAC, is £9,956 (2021: £9,393).

Notes to the financial statements (continued)

5 Taxation

a) Analysis of charge in the year

There is no tax charge for the current year (2021: nil).

b) Factors affecting tax charge for year

The tax assessed for each year is different to the standard rate of corporation tax in the UK for funds of authorised OEICs of 20% (2021: 20%). The differences are explained below:

	2022	2021
	£000	£000
Net revenue before taxation	4,784	2,490
Corporation tax at 20% (2021: 20%)	957	498
Effects of:		
Overseas dividends	(113)	(144)
UK dividends*	(1,762)	(1,302)
Unused management expenses	918	948
Tax charge for the year (note 5a)	-	-

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

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

c) Deferred tax

There is no provision required for deferred taxation at the Balance sheet date (2021: nil).

d) Factors that may affect future tax charges

At the year end, after claiming relief against revenue taxable on receipt, there is a potential deferred tax asset of £19,483,233 (2021: £18,565,136) in relation to surplus management expenses. It is unlikely that the fund will generate sufficient taxable profits in the future to utilise these amounts and therefore no deferred tax asset has been recognised at the current or prior year end.

6 Distributions

	2022	2021
	£000	£000
Final accumulation	4,784	2,490
Total distributions	4,784	2,490

Details of the distribution per share are set out in the Distribution table on page 98.

7 Debtors

	2022	2021
	£000	£000
Accrued revenue	1,370	1,862
Amounts receivable for issue of shares	2	17
Sales awaiting settlement	2,026	-
Total debtors	3,398	1,879

8 Cash and bank balances

	2022	2021
	£000	£000
Cash and bank balances	4,913	74
Total cash and bank balances	4,913	74

Notes to the financial statements (continued)

9 Other creditors

	2022	2021
	£000	£000
Accrued annual management charge	305	407
Accrued Depository's fee	2	3
Accrued other expenses	51	70
Amounts payable for cancellation of shares	328	457
Purchases awaiting settlement	-	10
Total other creditors	686	947

10 Contingent liabilities and commitments

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

11 Related party transactions

JHFMUKL as ACD to the fund is deemed to be a related party in respect of their dealings with the fund. All transactions and balances associated with the ACD are disclosed within the 'Statement of total return', the 'Statement of change in net assets attributable to shareholders' and the 'Balance sheet' on pages 89 and 90 and notes 4, 7 and 9 on pages 91 to 93 including all issues and cancellations where the ACD acted as principal.

Transactions with the ACD are as follows:

- All issues and cancellations
- Annual management charge
- GAC

There were no material shareholders at the year end (2021: nil).

12 Shareholders' funds

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

	2022	2021
	%	%
Class A	1.50	1.50
Class C	0.50	0.50
Class E	1.00	1.00
Class I	0.75	0.75
Class Z ¹	0.00	0.00

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

The net asset value of each share class, the net asset value per share and the number of shares in each share class are given in the Comparative tables on pages 81 to 83. The distribution per share class is given in the Distribution table on page 98. All share classes have the same rights on winding up.

Notes to the financial statements (continued)

12 Shareholders' funds (continued)

Shares reconciliation as at 31 August 2022

	Class A accumulation	Class C accumulation	Class E accumulation
Opening number of shares	92,196,064	38,687	85,676,314
Issues during the year	250,460	509	104,744
Cancellations during the year	(5,395,620)	(12,974)	(5,644,300)
Shares converted during the year	(1,806,105)	9,677	1,205,420
Closing shares in issue	85,244,799	35,899	81,342,178

	Class I accumulation	Class Z accumulation
Opening number of shares	22,405,166	61,819
Issues during the year	136,146	-
Cancellations during the year	(1,936,770)	(12,978)
Shares converted during the year	223,405	-
Closing shares in issue	20,827,947	48,841

13 Financial derivatives

The fund may use financial derivatives to reduce risk or to manage the fund more efficiently.

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

There was no collateral pledged or collateral held in respect of derivatives as at 31 August 2022 (2021: nil).

2022

The fund had no exposure to derivatives as at 31 August 2022.

2021

The fund had no exposure to derivatives as at 31 August 2021.

14 Stock lending

The fund and the Investment Manager have entered into a stock lending programme with JPMorgan Chase Bank, National Association (London branch) acting as the stock lending agent in order to generate additional revenue.

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

Eligible collateral types for stock lending and borrowing transactions are approved by the Investment Manager and may consist of (i) cash, (ii) securities issued or guaranteed by a Member State of the OECD or by their local authorities or supranational institutions and organisations with regional, EU and world-wide scope or by Hong Kong or Singapore, generally subject to a minimum long term credit rating of at least A- by one or more major rating agency or (iii) equities. Collateral should be highly liquid and traded on a regulated market. Collateral is subject to a haircut on a sliding scale based on the combination of the underlying instrument being lent versus the asset being received as collateral. The value of collateral required will range from 102% to 110% of the value of the stock on loan.

2022

The fund had no stock on loan as at 31 August 2022 and no stock lending revenue received in the year to 31 August 2022.

2021

The fund had no stock on loan as at 31 August 2021 and no stock lending revenue received in the year to 31 August 2021.

15 Risk

Currency risk

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

Interest rate risk

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

Notes to the financial statements (continued)

15 Risk (continued)

Leverage

The fund has not employed significant leverage in the current or prior year.

Liquidity risk

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

	On demand £000	Within one year £000	Over one year but not more than five years £000	Over five years £000
2022				
Other creditors	-	686	-	-
Total	-	686	-	-
	On demand £000	Within one year £000	Over one year but not more than five years £000	Over five years £000
2021				
Other creditors	-	947	-	-
Total	-	947	-	-

16 Fair value disclosure

Fair value measurement

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

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

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

Level 1

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

Level 2

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

Level 3

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

Fair value hierarchy

	2022		2021	
	Assets £000	Liabilities £000	Assets £000	Liabilities £000
Level 1	287,851	-	422,521	-
Level 2	-	-	-	-
Level 3	-	-	-	-
	287,851	-	422,521	-

Notes to the financial statements (continued)

17 Direct transaction costs

	Purchases		Sales	
	2022	2021	2022	2021
	£000	£000	£000	£000
Trades in the year				
Equities	43,684	56,477	66,480	72,767
Trades in the year before transaction costs	43,684	56,477	66,480	72,767
Transaction costs				
Commissions				
Equities	18	11	31	28
Total commissions	18	11	31	28
Taxes				
Equities	181	97	-	-
Total taxes	181	97	-	-
Other expenses				
Equities	-	-	-	-
Total other expenses	-	-	-	-
Total transaction costs	199	108	31	28
Total net trades in the year after transaction costs	43,883	56,585	66,449	72,739

	Purchases		Sales	
	2022	2021	2022	2021
	%	%	%	%
Total transaction costs expressed as a percentage of asset type cost				
Commissions				
Equities	0.04	0.02	0.05	0.04
Taxes				
Equities	0.41	0.17	-	-
Other expenses				
Equities	-	-	-	-
	2022	2021		
	%	%		
Total transaction costs expressed as a percentage of net asset value				
Commissions	0.01	0.01		
Taxes	0.05	0.03		
Other expenses	-	-		
Total costs	0.06	0.04		

There were no in specie transfers during the year (2021: nil). There were corporate actions during the year of £3,532,310 (2021: £755,754).

There were no direct transaction costs associated with derivatives in the year (2021: nil).

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

The portfolio dealing spread as at 31 August 2022 was 0.34% (2021: 0.28%). The portfolio dealing spread is calculated at a 12 noon valuation point.

Notes to the financial statements (continued)

18 Events after the Balance sheet date

Subsequent to the fund's year end, as a result of the Russia/Ukraine conflict and general market volatility the fund could be affected by fluctuations in global stock markets, inflation and adverse investor sentiment. As at 14 November 2022, which was the latest valuation available at the time of signing, the Net Asset Value of the fund is £291,692,782 which is a decrease of 1.28% from the Balance sheet date. The market movements are considered to be a non-adjusting post Balance sheet event and therefore no adjustments to the financial statements were required as a result.

Distribution table for the year ended 31 August 2022 (in pence per share)

Final dividend distribution (accounting date 31 August 2022, paid on 31 October 2022)

Group 1: shares purchased prior to 1 September 2021

Group 2: shares purchased on or after 1 September 2021

	Distribution per share	Total distribution per share 31/10/22	Total distribution per share 29/10/21
Class A accumulation			
Group 1	1.5740	1.5740	0.4729
Group 2	1.5740	1.5740	0.4729
Class C accumulation			
Group 1	20.8548	20.8548	13.7414
Group 2	20.8548	20.8548	13.7414
Class E accumulation			
Group 1	2.4053	2.4053	1.2696
Group 2	2.4053	2.4053	1.2696
Class I accumulation			
Group 1	7.0813	7.0813	4.2769
Group 2	7.0813	7.0813	4.2769
Class Z accumulation			
Group 1	6.3476	6.3476	4.4946
Group 2	6.3476	6.3476	4.4946

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, as amended by the Transparency of Securities Financing Transactions and Reuse (Amendment) (EU Exit) Regulations 2019, SFTs include repurchase transactions, securities or commodities lending and securities or commodities borrowing, buy-sell back transactions or sell-buy back transactions and margin lending transactions). In accordance with Article 13 of the Regulation (EU) 2015/2365, as amended by the Transparency of Securities Financing Transactions and Reuse (Amendment) (EU Exit) Regulations 2019, the fund's involvement in and exposures related to securities lending for the year ended 31 August 2022 are detailed below.

Global data

The table lists the amount of securities on loan as a proportion of total lendable assets and the fund's AUM as at 31 August 2022:

Fund	Market value of securities on loan £000	% of lendable assets	% of AUM
Janus Henderson Global Equity income Fund	29,938	4.34	4.26

Concentration data

The following table lists the ten largest collateral issuers by value of collateral received (across all SFTs) for the fund as at 31 August 2022:

Issuer	Market value of collateral received £000
Government of Japan	15,037
US Treasury	7,341
UK Treasury	1,950
Government of France	1,370
Hitachi	318
Nippon Telegraph & Telephone	299
AGC	261
Shell	246
Trend Micro	240
Lamb Weston	196

The following table details the top ten counterparties of each type of SFTs (based on gross volume of outstanding transactions), for the fund as at 31 August 2022:

Counterparty	Market value of securities on loan £000	Settlement basis
Bank of America	12,454	Triparty
Morgan Stanley	9,461	Triparty
UBS	5,926	Triparty
Citigroup	2,011	Triparty
Credit Suisse	86	Triparty
	29,938	

All counterparties have been included.

Appendix - additional information (unaudited) (continued)

Securities financing transactions (continued)

Aggregate transaction data

The following table provides an analysis of the collateral received by the fund in respect of each type of SFTs as at 31 August 2022:

Counterparty	Counterparty country of origin	Type	Quality	Collateral currency	Settlement basis	Custodian	Market value of collateral received £000
Bank of America	United States	Government Bond	Investment grade	JPY	Triparty	JPMorgan Chase	13,595
Citigroup	United States	Equity	Main market listing	AUD	Triparty	JPMorgan Chase	6
Citigroup	United States	Equity	Main market listing	EUR	Triparty	JPMorgan Chase	28
Citigroup	United States	Equity	Main market listing	GBP	Triparty	JPMorgan Chase	96
Citigroup	United States	Equity	Main market listing	HKD	Triparty	JPMorgan Chase	110
Citigroup	United States	Equity	Main market listing	JPY	Triparty	JPMorgan Chase	127
Citigroup	United States	Equity	Main market listing	USD	Triparty	JPMorgan Chase	10
Citigroup	United States	Government Bond	Investment grade	EUR	Triparty	JPMorgan Chase	646
Citigroup	United States	Government Bond	Investment grade	GBP	Triparty	JPMorgan Chase	28
Citigroup	United States	Government Bond	Investment grade	USD	Triparty	JPMorgan Chase	1,134
Credit Suisse	Switzerland	Equity	Main market listing	AUD	Triparty	JPMorgan Chase	1
Credit Suisse	Switzerland	Equity	Main market listing	CAD	Triparty	JPMorgan Chase	6
Credit Suisse	Switzerland	Equity	Main market listing	DKK	Triparty	JPMorgan Chase	1
Credit Suisse	Switzerland	Equity	Main market listing	EUR	Triparty	JPMorgan Chase	3
Credit Suisse	Switzerland	Equity	Main market listing	GBP	Triparty	JPMorgan Chase	9
Credit Suisse	Switzerland	Equity	Main market listing	HKD	Triparty	JPMorgan Chase	17
Credit Suisse	Switzerland	Equity	Main market listing	JPY	Triparty	JPMorgan Chase	7
Credit Suisse	Switzerland	Equity	Main market listing	SEK	Triparty	JPMorgan Chase	4
Credit Suisse	Switzerland	Equity	Main market listing	USD	Triparty	JPMorgan Chase	44
Credit Suisse	Switzerland	Government Bond	Investment grade	EUR	Triparty	JPMorgan Chase	1
Credit Suisse	Switzerland	Government Bond	Investment grade	USD	Triparty	JPMorgan Chase	6
Morgan Stanley	United States	Government Bond	Investment grade	EUR	Triparty	JPMorgan Chase	934
Morgan Stanley	United States	Government Bond	Investment grade	GBP	Triparty	JPMorgan Chase	1,857
Morgan Stanley	United States	Government Bond	Investment grade	JPY	Triparty	JPMorgan Chase	1,443
Morgan Stanley	United States	Government Bond	Investment grade	USD	Triparty	JPMorgan Chase	5,913
UBS	Switzerland	Equity	Main market listing	AUD	Triparty	JPMorgan Chase	15
UBS	Switzerland	Equity	Main market listing	CAD	Triparty	JPMorgan Chase	209
UBS	Switzerland	Equity	Main market listing	CHF	Triparty	JPMorgan Chase	223
UBS	Switzerland	Equity	Main market listing	EUR	Triparty	JPMorgan Chase	32
UBS	Switzerland	Equity	Main market listing	GBP	Triparty	JPMorgan Chase	676
UBS	Switzerland	Equity	Main market listing	HKD	Triparty	JPMorgan Chase	141
UBS	Switzerland	Equity	Main market listing	JPY	Triparty	JPMorgan Chase	2,246
UBS	Switzerland	Equity	Main market listing	USD	Triparty	JPMorgan Chase	2,777
UBS	Switzerland	Government Bond	Investment grade	EUR	Triparty	JPMorgan Chase	16
UBS	Switzerland	Government Bond	Investment grade	GBP	Triparty	JPMorgan Chase	64
UBS	Switzerland	Government Bond	Investment grade	USD	Triparty	JPMorgan Chase	289
							32,714

All collateral is held in segregated accounts.

The lending and collateral transactions are on an open basis and can be recalled on demand.

Appendix - additional information (unaudited) (continued)

Securities financing transactions (continued)

Re-use of collateral

Cash collateral may be reinvested during the loan transaction to generate additional returns for the benefit of the fund, however there was no collateral reinvested during the year.

Return and cost on securities lending activities

The following table details the fund's return and costs for each type of SFTs for the year ended 31 August 2022:

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 Global Equity income Fund	140	11	129	8	92

Appendix - additional information (unaudited) (continued)

Remuneration policy

Following the implementation of the UCITS V in the UK from 18 March 2016, all authorised UCITS Management Companies are required to comply with the UCITS Remuneration Code (SYC 19E). Under the Code, the Compensation Committee of Janus Henderson Group plc in its oversight of JHFMUKL must make relevant remuneration disclosures.

The disclosures must split remuneration between fixed and variable remuneration and must break down remuneration for categories of UCITS Code Staff (defined as all staff whose professional activities have a material impact on the risk profiles of the fund it manages). The Janus Henderson Group plc Compensation Committee approves the list of UCITS Code Staff annually. In addition, identified UCITS Code Staff are notified of their status and the associated implications annually.

Janus Henderson Investment Fund OEIC is managed by JHFMUKL which is a subsidiary of Janus Henderson Group plc.

The Compensation Committee of Janus Henderson Group plc has established a Remuneration policy, one of the guiding principles of which is to ensure that the remuneration of its employees is consistent with and promotes sound and effective risk management and does not encourage risk-taking which is consistent with risk profiles, rules or instruments of incorporation of each ACD and the funds they manage. This policy applies to JHFMUKL and Janus Henderson Investment Fund OEIC.

Further information on the Janus Henderson Group plc's Remuneration policy is available in the annual report as at 31 December 2021.

	Headcount (1)	Total Remuneration (£000s) (2,3)
Janus Henderson European Growth Fund	2,205	1,468
of which		
Fixed Remuneration	2,205	644
Variable Remuneration	2,192	824
Janus Henderson European Growth Fund Remuneration Code Staff	47	194
of which		
Senior Management (4)	27	118
Other Code Staff (5)	20	76
Janus Henderson Global Equity Income Fund	2,205	1,302
of which		
Fixed Remuneration	2,205	571
Variable Remuneration	2,192	731
Janus Henderson Global Equity Income Fund Remuneration Code Staff	47	173
of which		
Senior Management (4)	27	105
Other Code Staff (5)	20	68
Janus Henderson UK Alpha Fund	2,205	647
of which		
Fixed Remuneration	2,205	284
Variable Remuneration	2,192	363
Janus Henderson UK Alpha Fund Remuneration Code Staff	47	86
of which		
Senior Management (4)	27	52
Other Code Staff (5)	20	34

1. This is the actual number of employees who are fully or partly involved in the activities of Janus Henderson Investment Fund OEIC - no attempt has been made to apportion the time spent specifically in support of Janus Henderson Investment Fund OEIC as this data is not captured as part of Janus Henderson Group plc's normal processes.
2. Please note that due to the employment structure and resourcing of the Janus Henderson Group plc, the staff indicated in this table may provide services to other companies in Janus Henderson Group plc.

Appendix - additional information (unaudited) (continued)

Remuneration policy (continued)

3. The remuneration disclosed is only in respect of the provision of services to Janus Henderson Investment Fund OEIC for the year, rather than the total remuneration for the year – for this purpose, remuneration has been apportioned between the provision of services to Janus Henderson Investment Fund OEIC and to other entities in Janus Henderson Group plc, in respect of fixed pay and annual/long term incentive bonuses, as follows:
 - where fixed pay is directly attributable to Janus Henderson Investment Fund OEIC (for example, fees for JHFMUKL Board members), 100% of those fees;
 - pro-rated using the average AUM of Janus Henderson Investment Fund OEIC (as a proportion of the aggregate average AUM of Janus Henderson Group plc) as a proxy.
4. Senior Management includes the Janus Henderson Executive Committee and other Group Board members and the Board of JHFMUKL.
5. Other Code Staff includes all JHFMUKL Code Staff.
6. Please note that rounding off of values could lead to a mismatch of individual numbers and their sum.

Further information

Shareholder enquiries

If you have any queries about your fund holding, either contact your professional adviser or telephone us on the number below:

For all enquiries please telephone at local rate: **0800 832 832**

or you can contact us via e-mail at **support@janushenderson.com**

We may record telephone calls for our mutual protection, to improve customer service and for regulatory record keeping purposes.

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Janus Henderson Investors is the name under which investment products and services are provided by Janus Henderson Investors International Limited (reg. no. 3594615), Janus Henderson Investors UK Limited (reg. no. 906355), Janus Henderson Fund Management UK Limited (reg. no. 2678531), Henderson Equity Partners Limited (reg. no. 2606646), (each registered in England and Wales at 201 Bishopsgate, London EC2M 3AE and regulated by the Financial Conduct Authority) and Janus Henderson Investors Europe S.A. (reg. no. B22848 at 2 Rue de Bitbourg, L-1273, Luxembourg and regulated by the Commission de Surveillance du Secteur Financier).

We may record telephone calls for our mutual protection, to improve customer service and for regulatory record keeping purposes.

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