

## Janus Henderson Fixed Interest Monthly Income Fund

For professional investors only | For promotional purposes

A monthly paying income fund, which is one of the oldest bond funds in the UK

May be suitable for investors looking for a relatively high and consistent stream of income.

### Designed to:

**Seek a high income:** The managers look for investments that appear to have the potential to rise in price over the long term while minimising risk. Through careful macroeconomic research and bottom-up security selection of bonds of any quality from any type of issuer, the managers aim to achieve a high level of income.

### Focus on income generation:

The investment team aims to maintain a balanced portfolio of high-yielding assets, including corporate bonds, secured loans and preference shares<sup>1</sup>, seeking to keep cash levels in the fund to a minimum.

**Control risks:** Active risk management, including portfolio positioning and derivative use, allows the fund's sensitivity to changes in interest rates (duration) and exposure to the credit quality of different issuers to be altered in line with the investment team's outlook.

<sup>1</sup>These are similar to bonds in that they usually pay a fixed rate of income. However, a dividend is paid rather than interest and is subject to the issuing company making sufficient profits.

### Benefiting from:

**A proven process:** The fund was launched in 1979. The current fund managers, John Pattullo and Jenna Barnard, have worked together for more than 13 years<sup>2</sup>. They are supported by fellow fund manager, Nicholas Ware, an expert in loans, high yield and private equity, as well as a wider, well-resourced team.

**Portfolio diversification:** The portfolio is a mix of sub-investment grade (high yield bonds and senior secured loans) and investment grade bonds. The asset allocation between the two is carefully managed, while further diversity is achieved through exposure to issuers with different credit ratings and from different sectors.

**A broader toolkit:** Primarily investing in traditional fixed income securities, the team also makes use of derivatives, such as credit default swaps and interest rate futures, aiming to enhance and smooth returns or to add or reduce risk when deemed appropriate.

<sup>2</sup>As at 30 September 2017.

<sup>3</sup>High yield bonds have lower credit ratings than investment grade bonds, as they carry a higher risk of the issuer defaulting on their payments.

<sup>4</sup>Investment grade bonds are typically issued by governments or companies perceived to have a relatively low risk of defaulting on their payments and are thus considered to be of higher quality.

“



We are seeing ever increasing demand for steady, monthly income payments, particularly from investors in retirement. Our focus on larger, non-cyclical businesses helps us deliver income through different stages of the economic cycle.”

John Pattullo, Fund Manager,  
Co-Head of Strategic Fixed Income

### Opportunity set:

With government bond yields around all-time lows, the search for investments generating a meaningful level of income, together with relative capital security, continues. The higher coupons (interest) on high yield corporate bonds<sup>3</sup> are currently attractive and while high yield bonds generally carry a greater risk of default than investment grade bonds<sup>4</sup>, the levels of default are forecast to remain relatively low. The loan market is also paying investors a level of income comfortably above that available on cash while the default outlook for companies in this market remains benign.

The managers believe that the best opportunities for higher income returns currently rest with the BBB, BB and B-rated issuers. These areas of the market are more sensitive to credit conditions and should be somewhat less vulnerable to the falls in fixed income bond prices that rising interest rates can cause. The fund's emphasis is on achieving a high income, so it may be more volatile in terms of capital than non-income focused funds. Charges are taken from capital.

### Please consider before investing:

- Past performance is not a guide to future performance and the fund may not achieve its investment objective.
- The value of an investment and the income from it can fall as well as rise and you may not get back the amount originally invested.
- Fluctuations in exchange rates may cause the value of your investment to rise or fall.
- Yields may vary and are not guaranteed.
- Derivative transactions may be used from time to time in order to meet the investment objective of a fund. If they are used this may lead to greater volatility in the price of a fund.
- Please read the Key Investor Information Document and Fund Prospectus if considering investing.

## Key characteristics

Fund aim	The fund aims to achieve a high yield. The fund will invest principally in fixed interest securities, including preference shares.
Fund managers	John Pattullo, Jenna Barnard, Nicholas Ware
Launch date	28 March 1979 (Inc)
Structure	OEIC, UCITS
Base currency	GBP
Income distribution	Monthly
ISIN code	GB0001920486 (A Acc, GBP) GB00B7GSYN71 (I Inc, GBP)
SEDOL	O192048 (Inc) B7GSYN7 (I Inc)



Jenna Barnard  
Co-Head of Strategic Fixed Income, Fund Manager

Jenna Barnard is Co-Head of Strategic Fixed Income at Janus Henderson Investors. She is a Fund Manager on the Strategic Income and Global Dividend & Income strategies. Jenna joined Henderson in 2002 as a credit analyst and was promoted to portfolio manager in 2004. Prior to joining Henderson, she worked as an investment analyst with Orbitex Investments.

Jenna holds a first class BA (Hons) degree in politics, philosophy and economics from Oxford University. She holds the Chartered Financial Analyst designation, is a member of the Society of Technical Analysts and an Affiliate Member of the UK Society of Investment Professionals. She has 16 years of financial industry experience.



Nicholas Ware  
Director of Fixed Income, Portfolio Manager

Nicholas Ware-Fredriksson is Director of Strategic Fixed Income and a Portfolio Manager at Janus Henderson Investors, a position he has held since 2012. Nicholas joined Henderson as a director of loans in 2009. Prior to joining Henderson, he was a senior portfolio analyst at credit hedge fund manager Highland Capital Management where he helped to build its European business beginning in 2005. In 2004, he joined New Amsterdam Capital Management as a senior credit analyst and spent 2002 to 2004 at Ahli United Bank (UK) originating small and mid-market private equity transactions. Nicholas spent 2000 to 2002 at SEB Merchant Bank originating senior and mezzanine transactions in the Nordic market. He was with Ford Credit where he was responsible for establishing its subsidiary in Sweden for two years before SEB Merchant Bank and began his career in 1995 when he joined PricewaterhouseCoopers and qualified as a Chartered Accountant.

Nicholas graduated with a BA (Hons) in business studies from Bournemouth University and is a qualified Chartered Accountant. He has 19 years of financial industry experience.

## Janus Henderson for fixed income

- Experienced fund managers – John Pattullo, Jenna Barnard and Nicholas Ware, managers of the Fixed Interest Monthly Income Fund, have 24, 16 and 19 years' of industry experience respectively.\*
- £81 billion of fixed income assets under management\*.
- 57 UK-based fixed income specialists with an average of 15 years of experience\*.
- Coverage across the full range of fixed income asset classes, including government debt, secured assets, corporate debt and derivative instruments.

\*As at 30 September 2017

## Fund managers

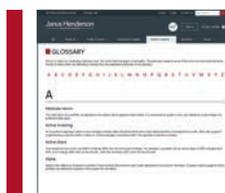


John Pattullo  
Co-Head of Strategic Fixed Income, Fund Manager

John Pattullo is Co-Head of Strategic Fixed Income at Janus Henderson Investors. He is also a Fund Manager of the Strategic Income and Global Dividend & Income strategies. John joined Henderson in 1997 as a trainee manager in corporate bonds and has been the Co-Head of Strategic Fixed Income since 2005. Prior to joining Henderson he spent four years as a chartered accountant at PricewaterhouseCoopers.

John has an MA (Hons) in economics from the University of St. Andrews. He is a member of the Institute of Chartered Accountants of Scotland and an associate member of the Society of Investment Professionals. He has 24 years of financial industry experience.

## Fund ratings



## Glossary

Please see [HGi.co/glossary](http://HGi.co/glossary) for a glossary of financial terms used in this document.

---

**Contact us**

General enquiries: +44 0207 818 4411

Email: [sales.support@janushenderson.com](mailto:sales.support@janushenderson.com)

Website: [janushenderson.com](http://janushenderson.com)

**Janus Henderson**  
—KNOWLEDGE. SHARED—

**Important Information**

Please read all scheme documents before investing. Before entering into an investment agreement in respect of an investment referred to in this document, you should consult your own professional and/or investment adviser. Past performance is not a guide to future performance. The value of an investment and the income from it can fall as well as rise and you may not get back the amount originally invested. Tax assumptions and reliefs depend upon an investor's particular circumstances and may change if those circumstances or the law change. If you invest through a third party provider you are advised to consult them directly as charges, performance and terms and conditions may differ materially. Nothing in this document is intended to or should be construed as advice. This document is not a recommendation to sell or purchase any investment. It does not form part of any contract for the sale or purchase of any investment. Any investment application will be made solely on the basis of the information contained in the Prospectus (including all relevant covering documents), which will contain investment restrictions. This document is intended as a summary only and potential investors must read the prospectus, and where relevant, the key investor information document before investing. We may record telephone calls for our mutual protection, to improve customer service and for regulatory record keeping purposes.

Issued in the UK by Janus Henderson Investors. Janus Henderson Investors is the name under which Janus Capital International Limited (reg no. 3594615), Henderson Global Investors Limited (reg. no. 906355), Henderson Investment Funds Limited (reg. no. 2678531), AlphaGen Capital Limited (reg. no. 962757), Henderson Equity Partners Limited (reg. no. 2606646), (each incorporated and registered in England and Wales with registered office at 201 Bishopsgate, London EC2M 3AE) are authorised and regulated by the Financial Conduct Authority to provide investment products and services. © 2017, Janus Henderson Investors. The name Janus Henderson Investors includes HGI Group Limited, Henderson Global Investors (Brand Management) Sarl and Janus International Holding LLC. H031911/1117 OEIC