



INTERIM SHORT REPORT

For the six months ended
30 September 2016

Henderson
GLOBAL INVESTORS

Henderson Institutional Global Care Managed Fund

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Short Report

For the six months ended 30 September 2016

Investment Fund Managers

Nick Anderson and Hamish Chamberlayne

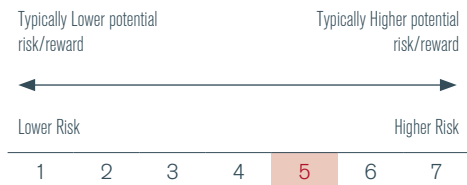
Investment objective and policy

To achieve above average long term capital growth by investing in a mix of assets including UK and overseas equities and fixed interest stocks. Individual companies are chosen for their social and environmental leadership in the area within which they operate.

Risk and reward profile

The fund currently has 3 types of share class in issue; A accumulation, I accumulation and Z accumulation.

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



The Synthetic Risk and Reward Indicator (SRRI) is calculated based on historical volatility over a rolling 5 year period, it is reviewed monthly and updated if volatility has changed materially to cause a movement in the SRRI level. The SRRI is an indicator and may not accurately reflect future volatility and market conditions.

The value of an investment in the fund can go up or down. When you sell your shares they may be worth less than you paid for them.

The risk/reward rating above is based on medium-term volatility. In the future, the fund's actual volatility could be higher or lower and its rated risk/reward level could change.

The lowest category does not mean risk free.

The fund's risk level reflects the following:

- As a category shares are, in general, more volatile than either bonds or money market instruments.
- The fund's social screens eliminate many potential investments.
- Fluctuations in exchange rates may cause the value of your investment to rise or fall.

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

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

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

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

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

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

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

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

Investment review

Over the six-month period to 30 September, the MSCI World Index rose by 6.2% in US dollar terms. There was a sharp increase in volatility at the end of June due to the unexpected outcome of the UK referendum on European Union (EU) membership. While markets rebounded quickly from this setback, they appeared to become increasingly narrow. The most notable casualty of the Brexit vote was sterling – at the time of writing, it had depreciated by 17.5% against the US dollar and 14.2% against the euro. The fund maintains a balanced geographic position versus the benchmark, and therefore these currency movements did not have an undue impact on performance relative to the MSCI World.

Towards the end of the period, there was encouraging news on international cooperation in combating climate change. In September, the US and China, the two largest carbon emitters, ratified the Paris Climate Agreement. The EU, India and Canada followed soon after. The Paris Agreement will enter into force on 4 November 2016. We think this is the greatest international diplomatic achievement since the Bretton Woods Agreement, and the investment implications should be profound and far reaching. We believe the transition to a low carbon economy is a question of 'when' not 'if', and the disruption arising from this transition will be the defining investment issue of the next several decades.

Over the six-month period ending 30 September 2016, the fund rose by 9.0% in sterling terms, compared with a 10.3% rise in the IA Mixed Investment 40-85% shares sector.

Detractors from performance included information technology (IT) service provider Cognizant Technology Solution, which fell on the last day of the period, as it announced senior management changes and an internal investigation into a possible case of bribery in some of its Indian operations. The company voluntarily disclosed the information to the Securities and Exchange Commission and is cooperating fully with the authorities. As many other IT companies have been affected by bribery issues in India, we do not expect this to impair Cognizant's franchise. The company has very strong consulting and digital capabilities. It is also benefiting from structural demand for its expertise as its customers make the transition to digital commerce and seek opportunities from a more connected world.

Sustainable apparel manufacturer Gildan Activewear also proved detrimental. It underperformed as US retailers suffered from weak trading conditions.

However, Gildan Activewear should continue to take market share in underwear as it benefits from increased shelf space allocation. We also expect the company to benefit from stronger pricing, as cotton prices rose in the third quarter. Gildan Activewear has invested in the most advanced manufacturing facilities, which enables it to produce higher quality goods at a lower cost, while also providing industry leading working conditions.

Aegon, a Dutch life insurer, has been adversely affected by the low interest rate regime adopted by global central banks. We have been attracted by the company's 'capital light' strategy, which focuses on variable annuity sales and the provision of retirement savings platforms. With an ageing demographic, there is a structural increase in demand for retirement savings solutions. The position is currently under review.

In the UK, concerns over the impact that Brexit will have on firms' earnings weighed on stocks. BT, ITV, Berkley and Bellway were negatively affected by this uncertainty over the period.

Contributors to performance during the period included Acuity Brands, a manufacturer of energy-efficient lighting, which continued to perform strongly as investors rewarded its consistent sales growth. The switch to energy efficiency and digital LED lighting is a multi-year theme, with many years still to play out.

Xylem, a provider of water infrastructure technology, was another important contributor, as it reported 15% organic revenue growth in its public water utility business. Climate change is having a disruptive impact on the global water cycle at a time when demand for fresh water continues to increase due to a growing population and increasing agricultural usage. This is resulting in higher investment, and the firm is benefiting from increased spending by US municipalities on infrastructure and waste water treatment.

Additionally, UK-based pharmaceutical company AstraZeneca reported solid results and has reiterated its earnings guidance for the year. The firm has a strong pipeline of new medicines, and its shares should continue to benefit from sterling weakness.

Wex, a provider of closed loop payment processing services to the logistics, travel and healthcare industries, was another contributor, as it continued to perform well as it reported better than expected results and announced the closing of the acquisition of EFS, which should enhance its competitive position in logistics.

Performance summary

Cumulative performance	Six months 31 Mar 16- 30 Sep 16	One year 30 Sep 15- 30 Sep 16	Five years 30 Sep 11- 30 Sep 16	Since launch 29 Jul 02- 30 Sep 16
	%	%	%	%
Henderson Institutional Global Care Managed Fund	9.0	14.8	73.9	173.0
IA Mixed Investment 40-85% Shares	10.3	15.8	55.7	166.6

Discrete performance	30 Sep 15- 30 Sep 16	30 Sep 14- 30 Sep 15	30 Sep 13- 30 Sep 14	30 Sep 12- 30 Sep 13	30 Sep 11- 30 Sep 12
	%	%	%	%	%
Henderson Institutional Global Care Managed Fund	14.8	4.1	8.8	19.0	12.4

Source: Morningstar, bid to bid and net of fees as at valuation point 12 noon, based on performance of Class A accumulation share class.

Benchmark values are as at close of business.

Please remember that past performance is not a guide to future performance. The value of an investment and the revenue from it can fall as well as rise as a result of market and currency fluctuations and you may not get back the amount originally invested.

Summary of fund performance

Share class	Net asset value* 30/09/16 p	Net asset value* 31/03/16 p	Net asset value % change
Class A accumulation	171.91	157.26	9.32
Class I accumulation	190.92	174.05	9.69
Class Z accumulation	298.75	271.51	10.03

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

Net revenue distribution

Share class	30/09/16 %	30/09/15* %
Class A accumulation	1.25	0.83
Class I accumulation	1.85	1.32
Class Z accumulation	4.08	3.35

Total dividend distribution for the six months ended 30 September 2016, comparison is for the same period last year.

* Distribution is shown net of 10% notional tax credit.

Fund facts

Accounting dates

30 September, 31 March

Payment dates

30 November, 31 May

Ongoing charge figure

	30/09/16	31/03/16
	%	%
Class A	1.70	1.70
Class I	0.84	0.85
Class Z	0.06	0.07

The annualised ongoing charge figure (OCF) of the fund is calculated as the ratio of the total ongoing charges to the average net asset value for twelve months.

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

Performance record

Calendar year	Net revenue (pence per share)	Highest price (pence per share)	Lowest price (pence per share)
Class A accumulation			
2011	1.02	113.10	95.70
2012	1.14	114.20	102.60
2013	1.12	139.20	114.60
2014	1.22	152.90	135.80
2015	1.13	165.40	148.40
2016	1.88 *	174.00 +	142.70 +
Class I accumulation			
2011	2.02	121.10	102.50
2012	2.08	123.60	110.50
2013	1.95	151.70	124.00
2014	1.77	167.80	148.10
2015	2.05	181.80	163.60
2016	2.97 *	193.10 +	157.80 +
Class Z accumulation			
2011	4.34	183.50	155.40
2012	4.35	188.90	168.30
2013	4.98	233.40	189.60
2014	5.17	259.70	228.00
2015	5.57	281.90	254.50
2016	6.81 *	301.90 +	246.00 +

* to 30 November

+ to 30 September

Past performance is not a guide to future performance

Major holdings

as at 30/09/16	%
AstraZeneca	1.73
Vodafone	1.63
Adobe Systems	1.21
Smith & Nephew	1.19
National Grid	1.16
BT	1.10
GlaxoSmithKline	1.09
Acuity Brands	1.09
SAP	1.08
AON	1.08

Major holdings

as at 31/03/16	%
Vodafone	1.71
AstraZeneca	1.48
Adobe Systems	1.28
National Grid	1.22
BT	1.18
AON	1.12
Henry Schein	1.10
Smith & Nephew	1.09
Gildan Activewear	1.08
Comfortdelgro	1.07

Asset allocation

as at 30/09/16	%
United Kingdom	41.11
United States	30.97
France	3.43
Japan	3.38
Germany	1.78
Canada	1.46
Netherlands	1.10
Singapore	0.88
Hong Kong	0.87
Switzerland	0.75
Austria	0.64
South Korea	0.59
Ireland	0.53
Finland	0.49
Norway	0.43
Denmark	0.31
Italy	0.28
Australia	0.27
Israel	0.18
Sweden	0.11
Other net assets	10.44
Total net assets	100.00

Asset allocation

as at 31/03/16	%
United Kingdom	47.00
United States	27.05
Japan	3.84
France	3.41
Netherlands	1.25
Canada	1.08
Singapore	1.07
Germany	1.01
Switzerland	0.86
Hong Kong	0.80
South Korea	0.62
Austria	0.60
Italy	0.48
Norway	0.41
Israel	0.29
Australia	0.24
Sweden	0.05
Portugal	0.03
Other net assets	9.91
Total net assets	100.00

Report and accounts

This document is a short report of the Henderson Institutional Global Care Managed Fund for the six months ended 30 September 2016.

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

Other information

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

Issued by:

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Registered office:
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Member of The Investment Association and authorised and regulated by the Financial Conduct Authority.
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Risk warning

Please remember that past performance is not a guide to future performance. The value of an investment and the revenue from it can fall as well as rise as a result of market and currency fluctuations and you may not get back the amount originally invested.

Depository

National Westminster Bank Plc
135 Bishopsgate
London
EC2M 3UR

Auditor

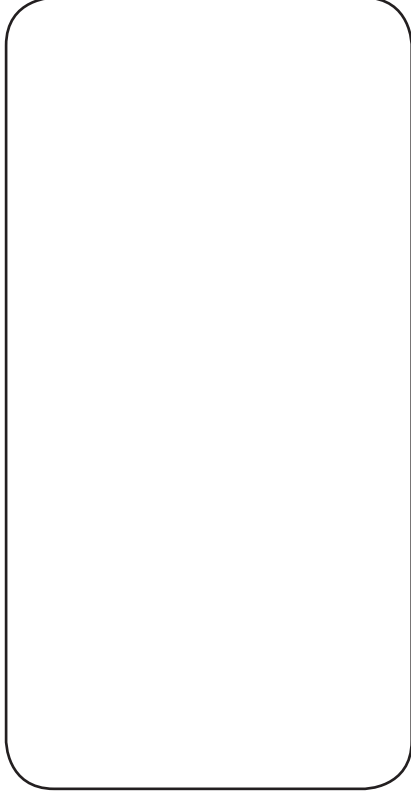
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Changes of address - regulatory requirements

FCA regulation requires us to send this report mailing to the address held on file on the accounting date of 30 September 2016. If you have confirmed a change of address with us since that date we will ensure all future correspondence will be sent to your new address.

Online valuations

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

Any questions?

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

Important Information

Henderson Global Investors is the name under which Henderson Global Investors Limited (reg. no. 906355), Henderson Fund Management Limited (reg. no. 2607112), Henderson Investment Funds Limited (reg. no. 2678531), Henderson Investment Management Limited (reg. no. 1795354), AlphaGen Capital Limited (reg. no. 962757), Henderson Equity Partners Limited (reg. no. 2606646), Gartmore Investment Limited (reg. no. 1508030), (each incorporated and registered in England and Wales with registered office at 201 Bishopsgate, London EC2M 3AE) are authorised and regulated by the Financial Conduct Authority to provide investment products and services. Telephone calls may be recorded and monitored. Ref: 34V

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

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