



INTERIM SHORT REPORT

For the six months ended
30 September 2016

Henderson
GLOBAL INVESTORS

Henderson Global Care UK Income Fund

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Short Report

For the six months ended 30 September 2016

Investment Fund Manager

Andrew Jones

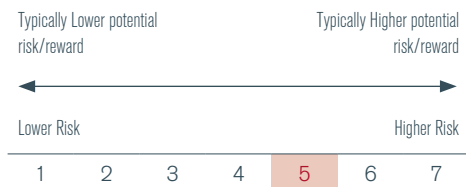
Investment objective and policy

To provide income with the prospects of capital growth by investing in companies contributing to social well being and the protection and wise use of the natural environment. The Authorised Corporate Director's investment policy to achieve these objectives is to primarily invest in UK companies.

Risk and reward profile

The fund currently has 3 types of share class in issue; A income, I income 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:

- The fund focuses on a single country

- 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

The fund returned 5.2% compared with the FTSE All-Share's return of 12.8% over the six months. During this period, the FTSE 100 Index rose 14.0%, the FTSE 250 Index rose 7.5% and the FTSE Small Companies Index rose 11.4%. The period was dominated by the UK's decision to leave the European Union (EU), which resulted in a sharp fall in sterling and expectations of lower gross domestic product growth and interest rates remaining low

for even longer. Against this backdrop, large international companies typically performed well, whereas the more cyclical domestically focused companies fell sharply.

As a result of the fund's environmental, social and governance criteria, there are no holdings in the oil & gas or mining sectors, a position which performed very strongly over the period. The fund had holdings in domestic stocks such as Bellway, Berkeley, ITV and Land Securities, which performed poorly following the referendum. This positioning has served the fund well over the last few years but was a detractor during the past six months. The market priced a lower economic growth outcome into these companies very quickly, and as a result our holdings in these areas were maintained.

The holdings in BT and Pearson were also detrimental to performance over the period. Having been a strong performer for a number of years, BT's shares were disappointing over the half year due to fears about increased regulation for its ownership of Openreach and the impact the fall in gilt yields will have on the company's pension deficit. Pearson continued to face the challenge of transitioning its core business from print textbooks to digital products at a time of some difficult government policies. As a result, its shares continued to lag the market. In both cases, we believe that the concerns are overstated, and hence, the positions were maintained.

The main positives for performance during the half year came from the fund's defensive holdings such as AstraZeneca and water utilities Severn Trent and United Utilities. The fund also benefited from electrical components distributor Premier Farnell, which received a bid approach at a significant share price premium, and 3i, which performed strongly after impressive results and a significant upwards revaluation of one of its largest holdings.

During the period, the fund established positions in Next and Lloyds following significant share price underperformance. Next reacted negatively to a cautious comment on the consumer environment from its management team. However, following the share price fall, the company's valuation appeared attractive on an earnings and dividend basis given the quality of its franchise. The management team at Lloyds have done an excellent job of improving returns and the company has resumed paying dividends. Its share price fell sharply following the EU referendum and became very attractively valued on a price to book value and dividend yield basis, bearing in mind its market position and returns.

Although the performance of the fund over the six months relative to the benchmark was disappointing, it is important to place it in the context of strong outperformance of the market for a number of years. The fund has overweight positions in defensive sectors such as utilities and telecommunications, and has around 10% of the portfolio invested in overseas companies, which has been beneficial given sterling's weakness. The domestically focused stocks in the fund have good balance sheets and are strong, cash-generative businesses that can perform well over the long run. With this balance, we expect the fund to continue to deliver good long-term returns to unit holders.

Performance summary

Cumulative performance	Six months	One year	Five years	Since launch
	31 Mar 16-30 Sep 16	30 Sep 15-30 Sep 16	30 Sep 11-30 Sep 16	30 Jun 95-30 Sep 16
	%	%	%	%
Henderson Global Care UK Income Fund	5.2	9.1	94.8	453.9
FTSE All Share Index	12.8	16.8	68.9	368.6

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 Global Care UK Income Fund	9.1	8.5	8.7	25.9

Source: Morningstar, bid to bid and net of fees as at valuation point 12 noon, based on performance of Class A income 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*	Net asset value*	Net asset value
	30/09/16 p	31/03/16 p	% change
Class A income	126.82	121.87	4.06
Class I income	145.79	139.67	4.38
Class Z accumulation	321.25	299.53	7.25

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

Fund facts

Accounting dates	Payment dates
30 September, 31 March	30 November, 31 May

Ongoing charge figure

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

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).

Net revenue distribution

Share class	30/09/16 p	30/09/15* p
Class A income	2.97	2.92
Class I income	3.48	3.40
Class Z accumulation	7.53	7.00

Total dividend distributions 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.

Performance record

Calendar year	Net revenue (pence per share)	Highest price (pence per share)	Lowest price (pence per share)
Class A income			
2011	3.20	93.07	74.99
2012	3.52	94.31	81.36
2013	3.87	117.80	95.10
2014	4.22	122.60	106.30
2015	4.68	134.90	118.60
2016	4.94 *	131.80 +	112.20 +
Class I income			
2011	3.70	102.90	83.00
2012	4.08	105.20	90.53
2013	4.46	132.70	106.30
2014	4.93	139.00	120.40
2015	5.48	153.50	134.60
2016	5.78 *	151.50 +	128.40 +
Class Z accumulation			
2011	6.24	175.00	145.00
2012	7.24	193.20	158.90
2013	8.43	254.80	195.30
2014	9.58	279.10	241.50
2015	11.21	313.80	270.60
2016	12.43 *	325.80 +	270.50 +

* to 30 November

+ to 30 September

Past performance is not a guide to future performance

Major holdings

as at 30/09/16	%
AstraZeneca	5.57
Vodafone	4.85
Smith & Nephew	3.96
BT	3.64
GlaxoSmithKline	3.56
National Grid	2.92
ITV	2.79
Standard Life	2.65
RELX	2.62
Informa	2.50

Major holdings

as at 31/03/16	%
Vodafone	4.96
AstraZeneca	4.53
Smith & Nephew	3.24
National Grid	3.10
GlaxoSmithKline	2.97
BT	2.96
Informa	2.66
RELX	2.54
Sage	2.52
Hammerson REIT	2.30

Asset allocation

as at 30/09/16	%
Financials	29.35
Consumer Services	19.33
Health Care	13.09
Telecommunications	12.95
Utilities	9.45
Industrials	9.27
Consumer Goods	3.90
Technology	2.74
Basic Materials	1.73
Other net liabilities	(1.81)
Total net assets	100.00

Asset allocation

as at 31/03/16	%
Financials	30.87
Consumer Services	17.28
Telecommunications	13.60
Health Care	10.74
Industrials	10.74
Utilities	8.95
Consumer Goods	3.60
Technology	2.89
Basic Materials	1.51
Other net liabilities	(0.18)
Total net assets	100.00

Report and accounts

This document is a short report of the Henderson Global Care UK Income 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.
Registered in England No 2678531

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SS15 5FS

Risk warning

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

Depository

National Westminster Bank Plc
135 Bishopsgate
London
EC2M 3UR

Auditor

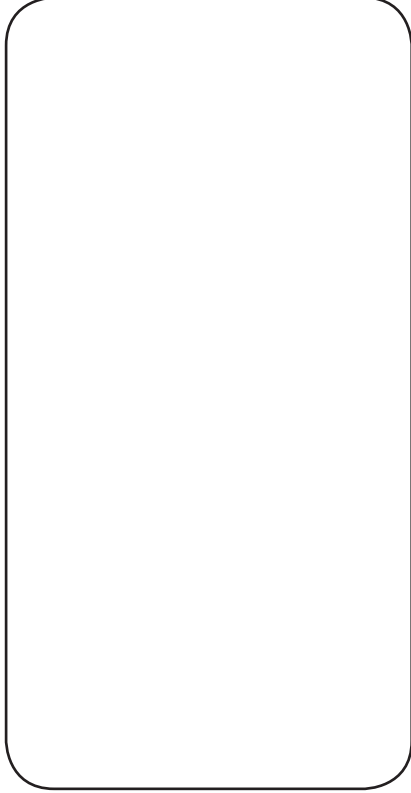
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Changes of address - regulatory requirements

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 Global Care UK Income 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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