



# INTERIM SHORT REPORT

For the six months ended  
31 December 2016

**Henderson**  
GLOBAL INVESTORS

**Henderson Multi-Manager Global Select Fund**

# Henderson Multi-Manager Global Select Fund

## Short Report

For the six months ended 31 December 2016

### Investment Fund Manager

Henderson Multi-Asset Team

### Investment objective and policy

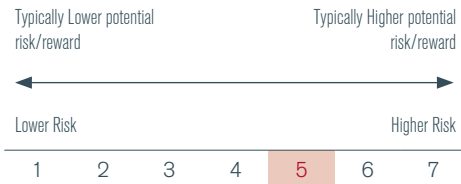
To achieve capital growth.

The fund will invest worldwide in a combination of Collective Investment Schemes (including Exchange Traded Funds) and investment trust shares and other closed-ended vehicles. The fund may also invest in money-market instruments, cash and near cash and deposits.

### Risk and reward profile

The fund currently has 2 types of unit class in issue; Accumulation and Class I accumulation.

The risk and reward profile is the same for each type of unit and 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 units they may be worth less than you paid for them.

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

The lowest category does not mean risk free.

The fund's risk level reflects the following:

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

The rating does not reflect the possible effects of unusual market conditions or large unpredictable events. Under normal market conditions the following 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** Certain securities could become hard to value or sell at a desired time and price.

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

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

There has 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 second half of 2016 saw bond yields rise from historic lows. A combination of improving economic growth, recovering commodity prices and increasingly tight labour markets all supported the rise in yields and inflation expectations. World equity markets performed well, with the FTSE World Index up 8.8% on a total return basis in local currency returns. Equity investors took the surprise US election victory of Donald Trump in their stride and focused on the positive rather than populist aspects of the Republican's election campaign promises.

The US dollar continued to strengthen against most currencies as a result of Donald Trump's election, improving US growth and the prospect of more Federal Reserve rate hikes. Sterling continued to fall in value as the fallout from the Brexit referendum result continued to weigh on the currency, which was further impacted by Theresa May's hints of a 'hard' Brexit at the Conservative party conference in October.

During the six months ending 31 December 2016, the fund returned 17.0%, outperforming the IA Global Sector Average, which returned 15.5%. The fund's strong performance was driven by a combination of risk assets performing extremely well during the period and the weakness of sterling. The fund's 20% allocation to North American equities performed very well, contributing 3.2% to performance. The standout performer was the Fidelity American Special Situations Fund, which returned 21.1% in sterling terms. As a result of the fall in the value of sterling, our holdings in UK investments with overseas exposure performed well – the allocation of roughly 12% generated a contribution of 1.6% to performance. More stock-specifically, Riverstone Energy performed well as the price of oil recovered, driven by improving growth and a promised cut in supply by OPEC members. The position returned 50% during the second half of the year, contributing 1.1% to performance.

During the period, the main change to the fund's asset allocation was to increase the weightings across North American and Japanese equities. Within US equities, this was achieved by increasing our existing position in the Fidelity American Special Situations Fund and initiating a new holding in the Legg Mason ClearBridge US Aggressive Growth Fund. Within Japan equities, we reduced the short position in OSE Nikkei 225 index futures. Elsewhere, we reduced the allocation to European ex-UK equities; this was mainly achieved through redeeming our position in the BlackRock Greater Europe Investment Trust.

Looking to 2017, it is clear that some of the trends that are emerging from the latter half of 2016 will be important drivers of markets. The positive thrust from fiscal policy and slow reduction in central bank activity is likely to weigh heavily on government bond markets, while cyclical assets are likely to continue their recovery. We are holding a relatively balanced stance, with few significant regional equity bets and a pragmatic approach to currencies and fixed income. We believe that there will be opportunities for tactical trades across all asset classes in the coming months.

## Performance summary

Cumulative performance	Six months	One year	Five years	Since launch
	30 June 16 - 31 Dec 16	31 Dec 15 - 31 Dec 16	31 Dec 11 - 31 Dec 16	30 Jul 87 - 31 Dec 16
	%	%	%	%
Henderson Multi-Manager Global Select Fund	17.0	20.7	62.3	905.1
IA Global Sector	15.5	23.9	81.7	*

Discrete performance	31 Dec 15 - 31 Dec 16	31 Dec 14 - 31 Dec 15	31 Dec 13 - 31 Dec 14	31 Dec 12 - 31 Dec 13	31 Dec 11 - 31 Dec 12
	%	%	%	%	%
	Henderson Multi-Manager Global Select Fund	20.7	0.3	(0.3)	15.2

Source: Morningstar, bid to bid and net of fees as at 12 noon valuation point, based on Accumulation units. From 29 September 2014 the fund's benchmark changed from IMA Flexible Investment Sector to IA Global Sector in line with the new strategy.

Benchmark values are as at close of business.

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

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

Unit class	Net asset value*	Net asset value*	Net asset value
	31/12/16	30/06/16	% change
	p	p	
Accumulation	215.28	186.59	15.38
Class I accumulation	151.10	130.44	15.84

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

## Fund facts

### Accounting dates

31 December, 30 June

### Payment dates

31 August

### Ongoing charge figure

	31/12/16	30/06/16
	%	%
Accumulation	1.91	1.86
Class I accumulation	1.18	1.13

The 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).

The OCF includes a synthetic element of 0.45% (30/06/2016: 0.40%) to incorporate the OCF of the underlying funds.

## Performance record

Calendar year	Net revenue (pence per unit)	Highest price (pence per unit)	Lowest price (pence per unit)
<b>Accumulation</b>			
2012	-	156.22	133.46
2013	-	180.98	152.45
2014	-	199.91	170.10
2015	-	195.60	168.90
2016	0.02	217.30+	161.70+
<b>Class I accumulation</b>			
2012 <sup>1</sup>	-	107.02	96.39
2013	0.21	124.16	103.92
2014	0.44	130.82	117.40
2015	0.47	135.50	117.40
2016	0.66	152.50+	112.80+

+ to 31 December

<sup>1</sup> Class I accumulation launched on 1 August 2012

## Past performance is not a guide to future performance

## Major holdings

as at 31/12/16	%
Findlay Park American Fund	8.07
Vanguard S&P 500 ETF	6.62
Henderson European Growth Fund I Accumulation +	5.13
Fidelity American Special Situations Fund	5.12
BlackRock European Dynamic Fund A Accumulation	4.84
Polar Capital Global Insurance Fund	3.73
LeggMason ClearBridge US Aggressive Growth Fund	3.51
CF Morant Wright Nippon Yield	3.45
Stewart Investors Asia Pacific Leaders Fund	3.42
Old Mutual UK Alpha Fund Accumulation	3.39

+ Related party to the fund

## Major holdings

as at 30/06/16	%
Findlay Park American Fund	8.67
Vanguard S&P 500 ETF	8.07
Henderson European Growth Fund I Accumulation +	6.10
BlackRock European Dynamic Fund A Accumulation	5.89
Stewart Investors Asia Pacific Leaders Fund	5.63
Baillie Gifford Japan Investment Trust	3.94
Majedie UK Equity Fund	3.79
Genesis Emerging Markets Fund	3.65
Polar Capital Global Insurance Fund	3.38
Old Mutual UK Alpha Fund Accumulation	3.12

## Asset allocation

as at 31/12/16	%
North America Equity	24.28
Europe ex UK Equity	15.92
UK Equity	12.08
Japan Equity	9.72
Asia ex Japan Equity	9.45
Private Equity	9.12
Global Emerging Market Equity	7.32
Global Equity	4.78
Specialist Equity	3.73
High Yield Bonds	1.51
Commodities	1.41
Property	0.07
Derivatives	(0.13)
Other net assets	0.74
<b>Total net assets</b>	<b>100.00</b>

## Asset allocation

as at 30/06/16	%
North America Equity	19.90
Europe ex UK Equity	17.88
UK Equity	11.52
Asia Ex Japan Equity	9.92
Japan Equity	9.48
Private Equity	8.68
Global Emerging Market Equity	7.71
Global Equity	5.34
Specialist Equity	3.38
Derivatives	0.45
Property	0.12
Other net assets	5.62
<b>Total net assets</b>	<b>100.00</b>

## Report and accounts

This document is a short report of the Henderson Multi-Manager Global Select Fund for the six months ended 31 December 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](http://www.henderson.com) or contact investor services on the telephone number provided.

## Other information

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

### Issued by:

Henderson Investment Funds Limited  
Registered office:  
201 Bishopsgate  
London  
EC2M 3AE

Member of the Investment Association  
and authorised and regulated  
by the Financial Conduct Authority.  
Registered in England No 2678531

### Unitholders Administrator

International Financial Data Services (UK) Limited  
IFDS House  
St Nicholas Lane  
Basildon  
Essex  
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.

### Trustee and Depositary

National Westminster Bank Plc  
135 Bishopsgate  
London  
EC2M 3UR

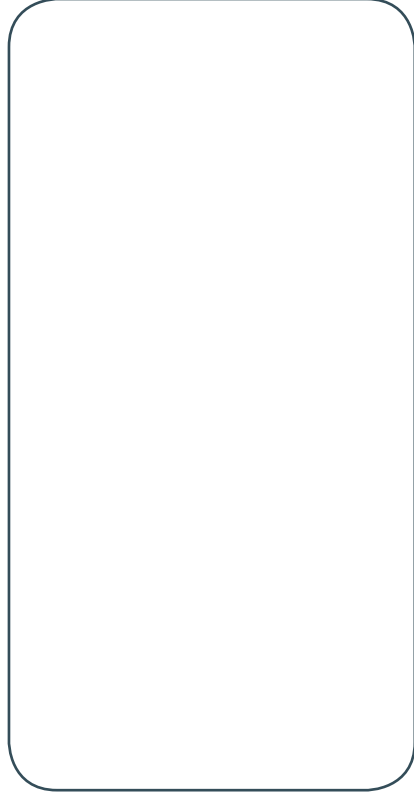
### Auditor

PricewaterhouseCoopers LLP  
141 Bothwell Street  
Glasgow  
G2 7EQ

## Contact us

Client Services 0800 832 832  
www.henderson.com

Head Office address:  
201 Bishopsgate, London EC2M 3AE



### Changes of address - regulatory requirements

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

### Online valuations

You can value your Henderson Multi-Manager Global Select Fund at any time by logging on to [www.henderson.com](http://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](mailto: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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