



ANNUAL REPORT & ACCOUNTS

for the year ended
1 March 2018

Janus Henderson
— INVESTORS —

Janus Henderson Fixed Interest Monthly Income Fund
(formerly Henderson Fixed Interest Monthly Income Fund)

Who are Janus Henderson Investors?

Janus Henderson Investors exists to help clients achieve their long-term financial goals.

Formed in 2017 from the merger between Janus Capital Group and Henderson Group, we are committed to adding value through active management. For us, active is more than our investment approach – it is the way we translate ideas into action, how we communicate our views and the partnerships we build in order to create the best outcomes for clients.

We are proud to offer a highly diversified range of products, harnessing the intellectual capital of some of the industry's most innovative and formative thinkers. Our expertise encompasses the major asset classes, we have investment teams situated around the world and we serve intermediary, institutional and individual investors globally. As at 31 March 2018, we had approximately US\$372bn in assets under management, more than 2,000 employees and offices in 27 cities worldwide. Headquartered in London, we are an independent asset manager that is dual-listed on the New York Stock Exchange and the Australian Securities Exchange.

At Janus Henderson, we believe in the sharing of expert insight for better investment and business decisions. We call this ethos *Knowledge. Shared. Knowledge. Shared* is reflected both in how our investment teams interact and in our commitment to empowering clients in their decision-making. In our view, knowledge is powerful when it is shared.

Contents

Authorised Fund Manager's report*	Page 1
Authorised status*	Page 1
Comparative tables	Page 4
Ongoing charge figure	Page 8
Risk and reward profile*	Page 9
Portfolio statement*	Page 10
Statement of Authorised Fund Manager's responsibilities	Page 18
Statement of the Trustee's responsibilities and report of the Trustee to unitholders of Janus Henderson Fixed Interest Monthly Income Fund	Page 18
Independent Auditors' report to the unitholders fo Janus Henderson Fixed Interest Monthly Income Fund	Page 19
Financial statements	
Statement of total return	Page 21
Statement of change in net assets attributable to unitholders	Page 21
Balance sheet	Page 22
Directors' statement	Page 22
Notes to the financial statements	Page 23
Distribution tables	Page 43
Appendix - Additional information (unaudited)	Page 51
Further information	Page 54

*These collectively comprise the Authorised Fund Manager's Report.

Janus Henderson Fixed Interest Monthly Income Fund

Authorised Fund Manager's report as at 1 March 2018

We are pleased to present the Annual Report and Accounts for Janus Henderson Fixed Interest Monthly Income Fund (formerly Henderson Fixed Interest Monthly Income Fund) ("the fund") for the year ended 1 March 2018.

Authorised status

The Fund is an authorised unit trust scheme under section 243 of the Financial Services and Markets Act 2000. It is a UCITS scheme governed by Chapter 5 (Investment and Borrowing Powers) of the Collective Investment Schemes Sourcebook (COLL). The Scheme was established by a Trust Deed dated 28 March 1979. It was authorised by the Financial Conduct Authority (FCA) on 5 April 1979.

Other information

Henderson Group plc and Janus Capital Group merged on 30 May 2017 to form Janus Henderson Group plc. On 15 December 2017, the fund's name changed from Henderson Fixed Interest Monthly Income Fund to Janus Henderson Fixed Interest Monthly Income Fund.

Service Providers

	Name	Address	Regulator
Authorised Fund Manager	Henderson Investment Funds 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. Telephone - 020 7818 1818 Dealing - 0845 608 8703 Enquiries - 0800 832 832	Authorised and regulated by the Financial Conduct Authority
Directors of the Authorised Fund Manager	C Chaloner R Chaudhuri (from 27.09.17) G Foggin G Kitchen (to 31.03.18) H J de Sausmarez M Skinner (to 29.06.17) P Wagstaff		
Investment Adviser	Henderson Global Investors Limited The ultimate holding company is Janus Henderson Group plc.	201 Bishopsgate, London EC2M 3AE	Authorised and regulated by the Financial Conduct Authority
Unitholder Administrator	DST Financial Services (Europe) Limited	DST House St Nicholas Lane Basildon Essex SS15 5FS	Authorised and regulated by the Financial Conduct Authority
Trustee	National Westminster Bank plc The ultimate holding company is the Royal Bank of Scotland Group plc.	135 Bishopsgate London EC2M 3UR	Regulated by the Prudential Regulation Authority and Financial Conduct Authority and authorised 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

Authorised Fund Manager's report (continued)

Investment Fund Managers

John Pattullo, Jenna Barnard and Nicholas Ware

Investment objective and policy

To achieve a high yield. The Fund will invest principally in fixed interest securities including preference shares. The Fund may also invest in securities acquired on the conversion of convertible securities held within the portfolio (or pursuant to schemes of reconstruction), derivatives and forward transactions, warrants, money-market instruments and deposits. Derivatives may be used for meeting the investment objective of the Fund and for efficient portfolio management.

Performance Summary

	1 Mar 17 - 1 Mar 18	1 Mar 16 - 1 Mar 17	1 Mar 15 - 1 Mar 16	1 Mar 14 - 1 Mar 15	1 Mar 13 - 1 Mar 14
	%	%	%	%	%
Janus Henderson Fixed Interest Monthly Income Fund	4.0	10.7	(2.3)	6.4	7.3
IA £ Strategic Bond sector average	2.7	9.4	(2.8)	6.3	3.7

Source: Janus Henderson Investors, bid to bid and net of fees as at 12 noon valuation point, based on performance of Income units. Benchmark values are 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.

Significant portfolio changes for the year ended 1 March 2018

Largest purchases	£000	Largest sales/maturities	£000
Australia (Commonwealth of) 2.75% 21/04/2024	26,938	Australia (Commonwealth of) 2.75% 21/04/2024	15,498
Reynolds American 5.85% 15/08/2045	13,373	Charter Communications Operating Capital 6.484% 23/10/2045	14,742
Catalent Pharma Solutions 4.875% 15/01/2026	12,435	Diamond 1 & 2 Finance 8.10% 15/07/2036	14,722
Match 5.00% 15/12/2027	11,442	CSC Holdings 6.625% 15/10/2025	13,002
1011778 BC / New Red Finance 5.00% 15/10/2025	11,408	Altice US Finance I 5.50% 15/05/2026	12,510
Cott 5.50% 01/04/2025	10,910	SIG Combibloc 7.75% 15/02/2023	12,107
Ardagh Packaging Finance 6.00% 15/02/2025	10,784	T-Mobile USA 6.375% 01/03/2025	11,461
Formula One FRN 30/07/2021	10,055	Unitymedia 3.75% 15/01/2027	10,423
T-Mobile USA 4.75% 01/02/2028	9,618	Ardagh Packaging Finance 6.75% 15/05/2024	10,403
Service International 4.625% 15/12/2027	9,393	Galaxy Finco 7.875% 15/11/2021	10,247
Total purchases	661,216	Total sales/maturities	599,367

Authorised Fund Manager's report (continued)

Investment review

The fund returned 4.0% over the year under review. The market environment proved generally benign for the income strategy of this fund, as reflected in the returns delivered. Overall, it was an environment of low volatility (less fluctuations in prices) and low default rates, interrupted at the end of the review year by a rapid rise in US government bond yields (prices move inversely to yields) and a sharp equity market correction. We are pleased to report that there were no meaningful negative contributors to performance and the emphasis on lending only to companies and industries that we consider predictable and consistent served investors well. The limited defaults and underperformers in the overall corporate bond market were in industries that seem to disappoint with a predictable regularity (airlines and retailers). Key positive performance drivers were high yield corporate bonds and financial bonds, which sit at the riskier end of the corporate bond market. These bonds proved popular for investors who bid up their prices as they sought the additional income on offer, in the belief that these bonds might also be somewhere to hide from an anticipated rise in government bond yields.

The overall shape of the fund remained consistent over the year. Indeed, the focus on providing a relatively consistent and attractive income stream to investors means that the investments are naturally skewed to lower rated and riskier corporate bonds. Within this allocation, there is always some rotation driven by changes in company circumstances or perceptions of risk, maturing bonds and relative value.

Notable sales from the fund included Altice, a telecommunications/cable TV conglomerate that was on an acquisition spree this cycle and delivered the required results to deleverage the company. In addition, insurance company RAC was sold in its entirety following the company's decision to take on additional debt, which we thought was excessive. Weak results, or anticipated weak results, caused us to sell out of Ziggo and Newell Brands, while other sales were motivated by yields falling to levels which didn't meet the income requirements of the fund.

Purchases for the fund included Match.com (owner of Tinder and other dating sites) following strong growth and free cash flow from its subscription-based dating model. T-Mobile, Sirius (satellite radio), Reynolds (packaging) and Lionsgate Entertainment were also all purchased.

The fund used interest rate derivatives to actively manage the overall sensitivity of the fund to changes in government bond yields. This provided a positive contribution to the fund of 13 bp. Currency forwards were also used to hedge foreign currency bonds back to the base currency of the fund (pound sterling as standard).

The fund comprises a mix of credit risk (with the majority of its assets rated sub-investment grade) and interest rate/government bond yield risk. As an income fund, the ability to run high cash balances or to hedge the portfolio with derivatives to mitigate against mark-to-market losses is limited, as these strategies serve to dilute the yield delivered to investors.

Comparative tables for the year ended 1 March 2018

	2018 (pence per unit)	Accumulation 2017 (pence per unit)	2016 (pence per unit)
Change in net assets per unit			
Opening net asset value per unit	27.67	25.07	25.68
Return before operating charges*	1.49	3.27	0.03
Operating charges	(0.40)	(0.38)	(0.36)
Return after operating charges*	1.09	2.89	(0.33)
Distributions on accumulation units	(1.29)	(1.44)	(1.40)
Retained distributions on accumulation units	1.29	1.15	1.12
Closing net asset value per unit	28.76	27.67	25.07
* after direct transaction costs of:	-	-	-

Performance

Return after charges	3.94%	11.53%	(1.29%)
----------------------	-------	--------	---------

Other information

Closing net asset value (£000s)	34,508	30,708	24,535
Closing number of units	119,984,846	110,986,979	97,857,488
Operating charges	1.40%	1.41%	1.41%
Direct transaction costs	0.00%	0.00%	0.00%

Prices

Highest unit price (pence)	30.78	29.04	27.39
Lowest unit price (pence)	27.43	25.15	24.90

	2018 (pence per unit)	Income 2017 (pence per unit)	2016 (pence per unit)
Change in net assets per unit			
Opening net asset value per unit	22.08	20.89	22.47
Return before operating charges*	1.18	2.45	(0.27)
Operating charges	(0.31)	(0.31)	(0.31)
Return after operating charges*	0.87	2.14	(0.58)
Distributions on income units	(1.04)	(0.95)	(1.00)
Closing net asset value per unit	21.91	22.08	20.89
* after direct transaction costs of:	-	-	-

Performance

Return after charges	3.94%	10.24%	(2.58%)
----------------------	-------	--------	---------

Other information

Closing net asset value (£000s)	386,216	397,089	389,679
Closing number of units	1,762,645,380	1,798,560,148	1,865,024,113
Operating charges	1.40%	1.41%	1.41%
Direct transaction costs	0.00%	0.00%	0.00%

Prices

Highest unit price (pence)	23.74	23.58	23.76
Lowest unit price (pence)	21.89	20.96	20.87

Comparative tables (continued)

	Class I accumulation		
	2018 (pence per unit)	2017 (pence per unit)	2016 (pence per unit)
Change in net assets per unit			
Opening net asset value per unit	109.20	98.21	99.32 ¹
Return before operating charges*	5.90	12.87	0.36
Operating charges	(0.78)	(0.73)	(0.69)
Return after operating charges*	5.12	12.14	(0.33)
Distributions on accumulation units	(5.20)	(5.73)	(3.90)
Retained distributions on accumulation units	5.20	4.58	3.12
Closing net asset value per unit	114.32	109.20	98.21
* after direct transaction costs of:	-	-	-
Performance			
Return after charges	4.69%	12.36%	(0.33%)
Other information			
Closing net asset value (£000s)	122,415	87,660	24,376
Closing number of units	107,077,493	80,277,876	24,820,633
Operating charges	0.69%	0.69%	0.70%
Direct transaction costs	0.00%	0.00%	0.00%
Prices			
Highest unit price (pence)	117.25	109.94	101.68
Lowest unit price (pence)	108.25	98.54	97.55

¹ Class I accumulation launched on 22 June 2015 and this is the first published price.

	Class I income		
	2018 (pence per unit)	2017 (pence per unit)	2016 (pence per unit)
Change in net assets per unit			
Opening net asset value per unit	107.89	101.46	108.33
Return before operating charges*	5.82	11.86	(1.21)
Operating charges	(0.76)	(0.73)	(0.74)
Return after operating charges*	5.06	11.13	(1.95)
Distributions on income units	(5.21)	(4.70)	(4.92)
Closing net asset value per unit	107.74	107.89	101.46
* after direct transaction costs of:	-	-	-
Performance			
Return after charges	4.69%	10.97%	(1.80%)
Other information			
Closing net asset value (£000s)	303,832	283,998	246,898
Closing number of units	281,997,561	263,228,896	243,354,709
Operating charges	0.69%	0.69%	0.70%
Direct transaction costs	0.00%	0.00%	0.00%
Prices			
Highest unit price (pence)	111.79	110.22	110.06
Lowest unit price (pence)	106.96	101.79	101.34

Comparative tables (continued)

	Class Z accumulation		
	2018 (pence per unit)	2017 (pence per unit)	2016 (pence per unit)
Change in net assets per unit			
Opening net asset value per unit	144.44	129.12	130.76
Return before operating charges*	7.85	16.91	(0.06)
Operating charges	(0.06)	(0.04)	(0.04)
Return after operating charges*	7.79	16.87	(0.10)
Distributions on accumulation units	(7.18)	(7.74)	(7.68)
Retained distributions on accumulation units	7.18	6.19	6.14
Closing net asset value per unit	152.23	144.44	129.12
* after direct transaction costs of:	-	-	-
Performance			
Return after charges	5.39%	13.07%	(0.08%)
Other information			
Closing net asset value (£000s)	2	2	2
Closing number of units	1,500	1,500	1,500
Operating charges	0.04%	0.03%	0.03%
Direct transaction costs	0.00%	0.00%	0.00%
Prices			
Highest unit price (pence)	156.00	145.42	133.46
Lowest unit price (pence)	143.22	129.55	128.18
	Class Euro hedge income		
	2018 (pence per unit)	2017 (pence per unit)	2016 (pence per unit)
Change in net assets per unit			
Opening net asset value per unit	268.02	232.82	234.42
Return before operating charges*	22.03	52.71	14.47
Operating charges	(3.85)	(3.62)	(3.19)
Return after operating charges*	18.18	49.09	11.28
Distributions on income units	(13.13)	(13.89)	(12.88)
Closing net asset value per unit	273.07	268.02	232.82
* after direct transaction costs of:	-	-	-
Performance			
Return after charges	6.78%	21.08%	4.81%
Other information			
Closing net asset value (£000s)	21,858	21,032	17,092
Closing number of units	8,004,360	7,847,251	7,341,089
Operating charges	1.38%	1.39%	1.39%
Direct transaction costs	0.00%	0.00%	0.00%
Prices			
Highest unit price (Euro cent)	336.93	338.78	343.16
Lowest unit price (Euro cent)	309.87	299.35	300.72

Comparative tables (continued)

Direct transaction costs 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 and may differ from 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 unit class.

Unit class launches and closures

There were no unit classes launched or closed in the year.

Hedged unit classes

Class Euro hedge income is a hedged unit class. Hedged unit classes allow the Authorised Fund Manager to use currency hedging transactions to reduce the effect of fluctuations in the rate of exchange between the currency of units in those classes and Sterling which is the base currency of the fund.

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.

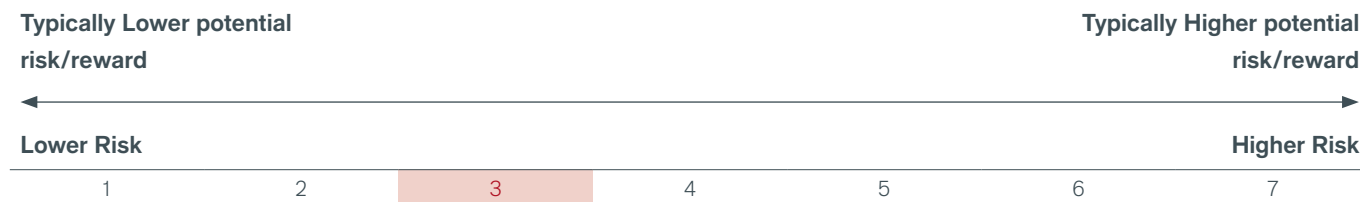
	2018	2017
	%	%
Income and Accumulation	1.40	1.41
Class I	0.69	0.69
Class Z	0.04	0.03
Euro hedge income	1.38	1.39

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 unit classes in issue:– income, accumulation, I income, I accumulation¹, Z accumulation and Euro hedge income.

The risk and reward profile is the same for each type of unit class and is as follows:



The synthetic risk and reward indicator (SRRRI) 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 SRRRI level. The SRRRI 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 unit classes appear at 3 out of 7. Unit classes in higher categories have shown greater and/or more frequent variations in unit price in the past 5 years than those in lower categories. The lowest category does not mean risk free.

The rating does not reflect the possible effects of unusual market conditions or large unpredictable events which could amplify everyday risk and trigger other risks.

There has been no changes to the risk rating during the year for all unit classes.

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

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

¹ As the unit class does not have a 5 year history, a synthetic history has been created using the fund's relevant sector average.

Portfolio statement as at 1 March 2018

Holding	Investment	Market value £000	Percentage of total net assets %
	Equities 0.00% (2017: 0.14%)		
252,875	Avery Weightronics ¹	-	-
78,027	Avery Weightronics (Warrants) ¹	-	-
9,784	Eagle Geophysical ¹	-	-
250,000	Provincia De Misiones Cemis ¹	-	-
36,830	Tokheim ¹	-	-
19,861	Ventenlo Preference Shares ¹	-	-
		<hr/>	<hr/>
	Bonds 96.74% (2017: 97.11%)		
	Asset Backed 0.38% (2017: 0.91%)		
	Iceland 0.00% (2017: 0.00%)		
GBP 5,650,000	Singer & Friedlander 7.50% 13/11/2019 ³	-	-
		<hr/>	<hr/>
	Luxembourg 0.00% (2017: 0.00%)		
EUR 6,767,120	Hellas Telecom 8.50% Perpetual ³	-	-
		<hr/>	<hr/>
	United Kingdom 0.37% (2017: 0.87%)		
EUR 1,950,000	Cammell Laird 12.00% 15/10/2010 ³	-	-
GBP 2,727,781	Tesco Property Finance 5.744% 13/04/2040	3,130	0.37
		<hr/>	<hr/>
		3,130	0.37
		<hr/>	<hr/>
	United States 0.01% (2017: 0.04%)		
GBP 2,610,523	Lehman Brothers Holdings 7.875% 08/05/2018 ³	129	0.01
		<hr/>	<hr/>
	Fixed Rate Bond 69.41% (2017: 64.90%)		
	Argentina 0.00% (2017: 0.00%)		
USD 250,000	Provincia De Misiones Cemis 6.00% 01/08/2006 ³	-	-
		<hr/>	<hr/>
	Australia 1.25% (2017: 0.00%)		
AUD 19,000,000	Australia (Commonwealth of) 2.75% 21/04/2024	10,880	1.25
		<hr/>	<hr/>
	Belgium 1.51% (2017: 0.59%)		
USD 5,930,000	Anheuser-Busch InBev 4.90% 01/02/2046	4,612	0.54
AUD 7,200,000	FBG Finance 4.10% 06/09/2027	4,123	0.47
USD 6,200,000	Telenet Finance Luxembourg 5.50% 01/03/2028	4,344	0.50
		<hr/>	<hr/>
		13,079	1.51
		<hr/>	<hr/>
	Canada 1.95% (2017: 0.69%)		
USD 13,590,000	Cott 5.50% 01/04/2025	9,866	1.14
USD 9,943,000	1011778 BC / New Red Finance 5.00% 15/10/2025	7,056	0.81
		<hr/>	<hr/>
		16,922	1.95
		<hr/>	<hr/>
	France 0.73% (2017: 0.00%)		
USD 5,349,000	BNP Paribas 4.375% 28/09/2025	3,958	0.46
USD 2,840,000	Pernod Ricard 5.50% 15/01/2042	2,382	0.27
		<hr/>	<hr/>
		6,340	0.73
		<hr/>	<hr/>

Portfolio statement (continued)

Holding	Investment	Market value £000	Percentage of total net assets %
Germany 0.85% (2017: 3.29%)			
EUR 3,732,000	Unitymedia Hessen 3.75% 15/01/2027	3,484	0.40
USD 1,250,000	Unitymedia 5.00% 15/01/2025	927	0.11
USD 3,850,000	Unitymedia 6.125% 15/01/2025	2,946	0.34
		<u>7,357</u>	<u>0.85</u>
Ireland 3.04% (2017: 3.03%)			
GBP 4,400,000	Ardagh Packaging Finance 4.75% 15/07/2027	4,280	0.49
USD 13,330,000	Ardagh Packaging Finance 6.00% 15/02/2025	9,933	1.14
EUR 2,639,000	Ardagh Packaging Finance 6.75% 15/05/2024	2,555	0.29
USD 5,855,000	Ardagh Packaging Finance 7.25% 15/05/2024	4,562	0.53
USD 7,100,000	Bank of Ireland 4.125% 19/09/2027	5,036	0.58
USD 4,900,000	International Securities 9.00% Perpetual ³	-	-
GBP 3,325,000	Lambay Capital Securities 6.25% Perpetual ²	75	0.01
EUR 8,825,000	Waterford Wedgewood 9.875% Perpetual ³	-	-
		<u>26,441</u>	<u>3.04</u>
Italy 0.00% (2017: 0.00%)			
GBP 19,680,000	Parmalat Capital Finance 9.375% Perpetual ³	-	-
Luxembourg 0.00% (2017: 2.72%)			
EUR 7,113,000	Teksid Aluminium Luxembourg 11.375% Perpetual ³	-	-
Netherlands 2.02% (2017: 0.73%)			
USD 5,680,000	Heineken 3.50% 29/01/2028	4,087	0.47
USD 2,840,000	Heineken 4.35% 29/03/2047	2,124	0.24
EUR 7,020,000	IPD 3 4.50% 15/07/2022	6,343	0.74
GBP 3,375,000	Rabobank Nederland 6.91% Perpetual	4,965	0.57
		<u>17,519</u>	<u>2.02</u>
New Zealand 1.51% (2017: 1.56%)			
USD 17,180,000	Reynolds 7.00% 15/07/2024	13,146	1.51
Sweden 0.00% (2017: 0.71%)			
United Kingdom 16.78% (2017: 17.76%)			
GBP 6,200,000	Annington Funding 3.935% 12/07/2047	6,524	0.75
GBP 13,500,000	Barclays VAR Perpetual	14,715	1.70
GBP 5,100,000	BUPA Finance 5.00% 08/12/2026	5,751	0.66
GBP 15,016,000	Cattles 6.875% Perpetual ³	-	-
GBP 6,618,000	Cattles 7.125% 05/07/2017 ³	-	-
GBP 1,078,000	City Site Estates 10.50% 31/03/2017 ³	-	-
GBP 6,200,000	CPUK Finance 4.25% 28/08/2022	6,228	0.72
GBP 8,600,000	CPUK Finance 4.875% 28/08/2025	8,617	0.99
GBP 13,575,000	Energis 9.50% 15/06/2009 ³	-	-
GBP 1,764,000	Estates & General Investment 11.25% 31/12/2018 ²	1,411	0.16
GBP 6,000,000	HSBC Bank 5.375% 22/08/2033	7,538	0.87
GBP 12,230,000	PGH Capital 6.625% 18/12/2025	14,306	1.66
GBP 5,973,369	Polestar 12.50% 30/06/2011 ³	-	-

Portfolio statement (continued)

Holding	Investment	Market value £000	Percentage of total net assets %
United Kingdom (continued)			
USD 4,800,000	Prudential 4.375% Perpetual	3,289	0.38
USD 5,000,000	Prudential 4.875% Perpetual	3,559	0.41
GBP 3,500,000	Prudential 5.00% 20/07/2055	3,788	0.44
USD 8,800,000	Royal Bank of Scotland 6.125% 15/12/2022	6,867	0.79
USD 5,300,000	Royal Bank of Scotland 7.648% Perpetual	4,954	0.57
USD 5,349,000	Santander UK 4.75% 15/09/2025	3,947	0.45
GBP 1,950,000	Scottish Widows 5.50% 16/06/2023	2,180	0.25
GBP 9,250,000	Scottish Widows 7.00% 16/06/2043	11,943	1.37
GBP 5,850,000	Tesco 5.20% 05/03/2057	6,620	0.76
GBP 10,600,000	Tesco 5.50% 13/01/2033	12,015	1.38
GBP 4,200,000	TP ICAP 5.25% 26/01/2024	4,409	0.51
GBP 2,075,000	Virgin Media Finance 6.375% 15/10/2024	2,196	0.25
GBP 9,894,000	Virgin Media Secured Finance 6.25% 28/03/2029	10,539	1.21
USD 2,566,000	Vodafone 2.95% 19/02/2023	1,840	0.21
AUD 4,520,000	Vodafone 3.25% 13/12/2022	2,543	0.29
		145,779	16.78
United States 39.77% (2017: 33.82%)			
USD 530,000	ABC Rail Products 10.50% 15/01/2004 ³	-	-
USD 2,921,000	ADT 4.875% 15/07/2032	1,947	0.22
USD 5,740,000	Amazon.com 4.05% 22/08/2047	4,179	0.48
USD 11,500,000	Apple 3.20% 11/05/2027	8,150	0.94
USD 11,621,000	Aramark 4.75% 01/06/2026	8,363	0.96
USD 850,000	Aramark 5.00% 01/04/2025	623	0.07
USD 2,115,000	Aramark 5.125% 15/01/2024	1,572	0.18
USD 6,150,000	AT&T 3.60% 17/02/2023	4,503	0.52
USD 11,800,000	AT&T 5.25% 01/03/2037	8,872	1.02
USD 10,000,000	Bank of America 6.30% Perpetual	8,006	0.92
USD 6,100,000	Berry Global 5.50% 15/05/2022	4,557	0.52
USD 4,313,000	Berry Plastics 5.125% 15/07/2023	3,202	0.37
USD 9,900,000	Boyd Gaming 6.375% 01/04/2026	7,621	0.88
USD 940,000	Boyd Gaming 6.875% 15/05/2023	724	0.08
USD 16,196,000	Catalent Pharma Solutions 4.875% 15/01/2026	11,625	1.33
USD 4,730,000	CCO Capital 5.875% 01/05/2027	3,464	0.40
USD 3,780,000	CCO Capital 5.00% 01/02/2028	2,579	0.30
USD 6,760,000	Citigroup 5.95% Perpetual	5,121	0.59
USD 7,940,000	Crown Americas Capital VI 4.75% 01/02/2026	5,678	0.65
USD 11,180,000	Diamond 1 & 2 Finance 6.02% 15/06/2026	8,715	1.00
USD 3,375,000	Diamond 1 & 2 Finance 8.10% 15/07/2036	3,000	0.35
USD 1,850,000	Drypers 10.25% Perpetual ³	-	-
EUR 6,100,000	Equinix 2.875% 01/10/2025	5,338	0.61
USD 5,200,000	Equinix 5.375% 01/04/2023	3,875	0.45
USD 7,510,000	First Data 5.75% 15/01/2024	5,567	0.64
USD 3,650,000	First Data 7.00% 01/12/2023	2,795	0.32
USD 500,000	Fruit of the Loom 8.875% Perpetual ³	-	-
USD 1,914,000	HCA Holdings 5.00% 15/03/2024	1,419	0.16
USD 5,300,000	HCA 5.25% 15/06/2026	3,930	0.45
USD 6,140,000	HCA 5.50% 15/06/2047	4,424	0.51

Portfolio statement (continued)

Holding	Investment	Market value £000	Percentage of total net assets %
United States (continued)			
USD 7,560,000	HCA 5.875% 15/02/2026	5,716	0.66
USD 3,000,000	Hilton Worldwide Finance 4.625% 01/04/2025	2,186	0.25
USD 5,884,000	Hilton Worldwide Finance 4.875% 01/04/2027	4,288	0.49
USD 1,370,000	HSBC Bank USA 5.875% 01/11/2034	1,216	0.14
USD 10,577,000	IGT 6.50% 15/02/2025	8,248	0.95
USD 3,395,000	IHS Markit 5.00% 01/11/2022	2,545	0.29
USD 12,900,000	IMS Health 5.00% 15/10/2026	9,353	1.08
GBP 3,800,000	Iron Mountain UK 3.875% 15/11/2025	3,609	0.42
USD 5,284,000	Iron Mountain 5.25% 15/03/2028	3,669	0.42
USD 6,675,000	Iron Mountain 5.375% 01/06/2026	4,779	0.55
USD 5,470,000	Iron Mountain 6.00% 15/08/2023	4,136	0.48
USD 8,060,000	KFC/Pizza Hut/Taco Bell America 4.75% 01/06/2027	5,742	0.66
USD 2,800,000	KFC/Pizza Hut/Taco Bell America 5.00% 01/06/2024	2,066	0.24
USD 4,780,000	Kraft Heinz Foods 5.20% 15/07/2045	3,568	0.41
USD 10,315,000	Lamb Weston Holdings 4.875% 01/11/2026	7,527	0.87
USD 3,240,000	LG FinanceCo 5.875% 01/11/2024	2,466	0.28
USD 15,371,000	Match 5.00% 15/12/2027	11,271	1.30
USD 6,100,000	McDonalds 3.70% 30/01/2026	4,456	0.51
USD 7,390,000	Nielsen Luxembourg 5.00% 01/02/2025	5,386	0.62
USD 5,610,000	Oracle 3.90% 15/05/2035	4,091	0.47
USD 3,520,000	Oracle 6.125% 08/07/2039	3,350	0.39
USD 4,010,000	Post Holdings 5.00% 15/08/2026	2,784	0.32
USD 10,050,000	Post Holdings 5.50% 01/03/2025	7,379	0.85
USD 2,150,000	Post Holdings 5.75% 01/03/2027	1,551	0.18
USD 6,370,000	Priceline 3.55% 15/03/2028	4,466	0.51
USD 6,100,000	Priceline 3.60% 01/06/2026	4,362	0.50
USD 9,880,000	Prime Security Services Borrower 9.25% 15/05/2023	7,839	0.90
USD 7,100,000	Reynolds American 5.85% 15/08/2045	6,026	0.69
USD 905,000	Sealed Air 5.125% 01/12/2024	679	0.08
USD 12,843,000	Service International 4.625% 15/12/2027	9,149	1.05
USD 5,360,000	Silgan 4.75% 15/03/2025	3,867	0.45
USD 5,383,000	SiriusXM Radio 5.375% 15/04/2025	3,962	0.46
USD 7,100,000	SiriusXM Radio 6.00% 15/07/2024	5,420	0.62
USD 7,205,000	SiriusXM 5.00% 01/08/2027	5,086	0.59
USD 2,850,000	Thermo Fisher Scientific 3.20% 15/08/2027	1,984	0.23
USD 11,973,000	T-Mobile USA 4.50% 01/02/2026	8,551	0.98
USD 13,511,000	T-Mobile USA 4.75% 01/02/2028	9,550	1.10
USD 6,150,000	Verizon Communications 2.45% 01/11/2022	4,315	0.50
USD 2,500,000	Verizon Communications 4.125% 15/08/2046	1,619	0.19
USD 5,704,000	VMware 3.90% 21/08/2027	3,972	0.46
GBP 1,400,000	Washington Mutual Bank 5.50% 10/06/2019 ³	-	-
EUR 2,500,000	Winstar Communications 12.75% Perpetual ³	-	-
USD 12,000,000	Zayo 5.75% 15/01/2027	8,740	1.01
USD 4,200,000	Zayo 6.00% 01/04/2023	3,172	0.37
USD 6,955,000	Zayo 6.375% 15/05/2025	5,285	0.61
USD 6,160,000	Zoetis 3.00% 12/09/2027	4,218	0.49
USD 2,930,000	Zoetis 3.95% 12/09/2047	2,036	0.23
		345,529	39.77

Portfolio statement (continued)

Holding	Investment	Market value £000	Percentage of total net assets %
	Secured Loans 8.08% (2017: 6.58%)⁴		
	France 0.00% (2017: 1.25%)		
	Germany 0.00% (2017: 0.81%)		
	Luxembourg 1.35% (2017: 1.77%)		
EUR 3,554,019	Eircom FRN 08/03/2024	3,157	0.36
USD 11,700,031	Formula One FRN 30/07/2021	8,563	0.99
		<u>11,720</u>	<u>1.35</u>
	Netherlands 0.72% (2017: 0.29%)		
USD 8,540,000	Sunshine Investments FRN 13/12/2024	6,235	0.72
	Sweden 0.00% (2017: 0.26%)		
	United Kingdom 1.00% (2017: 0.26%)		
GBP 2,770,000	Froneri International FRN 31/01/2025	2,779	0.32
EUR 1,965,075	Misys Europe FRN 13/06/2024	1,752	0.20
GBP 4,136,995	Pret a Manger FRN 20/06/2022	4,130	0.48
		<u>8,661</u>	<u>1.00</u>
	United States 5.01% (2017: 1.94%)		
USD 6,130,000	Berry Plastics FRN 01/10/2022	4,481	0.52
USD 500,000	Crown Americas FRN 17/01/2025	367	0.04
USD 6,370,000	First Data FRN 26/04/2024	4,648	0.53
USD 6,159,874	Hilton FRN 25/10/2023 Term B2	4,512	0.52
USD 5,187,000	McAfee FRN 30/09/2024	3,798	0.44
EUR 2,493,750	McAfee FRN 30/09/2024	2,221	0.26
USD 8,130,000	Misys FRN 13/06/2025	5,877	0.67
USD 5,600,571	SS&C Technologies FRN 28/02/2025	4,071	0.47
USD 1,997,907	SS&C Technologies FRN 28/02/2025	1,452	0.17
USD 6,130,000	Vantiv FRN 09/08/2024	4,490	0.52
USD 10,500,000	Warner Music FRN 01/11/2023	7,667	0.87
		<u>43,584</u>	<u>5.01</u>
	Stepped Rate Bond 3.94% (2017: 3.65%)		
	United Kingdom 3.94% (2017: 3.65%)		
GBP 14,322,000	Co-Operative Bank 7.50% 08/07/2026	17,616	2.02
GBP 13,400,000	Standard Life 6.75% Perpetual	16,653	1.92
		<u>34,269</u>	<u>3.94</u>

Portfolio statement (continued)

Holding	Investment	Market value £000	Percentage of total net assets %
	Variable Rate Bond 14.93% (2017: 21.07%)		
	France 0.91% (2017: 2.14%)		
USD 2,617,000	AXA 6.379% Perpetual	2,212	0.25
GBP 5,165,000	Orange 5.75% Perpetual	5,704	0.66
		<u>7,916</u>	<u>0.91</u>
	Germany 0.00% (2017: 0.00%)		
EUR 18,650,000	Pfleiderer 7.125% Perpetual ³	-	-
	Iceland 0.00% (2017: 0.00%)		
EUR 1,700,000	Landsbanki Islands 4.652% Perpetual ³	-	-
	Italy 0.00% (2017: 0.92%)		
	Spain 0.00% (2017: 0.85%)		
	Switzerland 3.65% (2017: 4.44%)		
USD 18,640,000	Credit Suisse 6.25% Perpetual	14,249	1.63
USD 17,000,000	UBS 6.875% Perpetual	13,101	1.51
USD 5,500,000	UBS 7.00% Perpetual	4,389	0.51
		<u>31,739</u>	<u>3.65</u>
	United Kingdom 8.92% (2017: 10.70%)		
GBP 8,600,000	Aviva 4.375% Perpetual	8,829	1.02
GBP 8,000,000	Aviva 6.125% Perpetual	8,932	1.03
USD 6,920,000	Barclays Bank 6.278% Perpetual	5,768	0.66
GBP 7,575,000	HBOS Sterling Finance Jersey 7.881% Perpetual	11,057	1.27
GBP 6,406,000	HSBC Bank 5.844% Perpetual	8,212	0.95
USD 10,536,000	Lloyds Banking 6.657% Perpetual	8,907	1.03
GBP 104,841	Nationwide Building Society VAR Perpetual	16,675	1.91
USD 10,216,000	RBS Capital Trust II FRN Perpetual	9,100	1.05
GBP 6,895,000	Scotia Holdings 8.50% Perpetual ³	-	-
		<u>77,480</u>	<u>8.92</u>
	United States 1.45% (2017: 2.02%)		
USD 800,000	Crown Paper 11.00% Perpetual ³	-	-
USD 17,450,000	Wachovia Capital Trust III 5.56975% Perpetual	12,591	1.45
		<u>12,591</u>	<u>1.45</u>
	Derivatives (0.65%) (2017: (0.65%))		
	Futures 0.04% (2017: 0.06%)		
837	SFE Australia 10 Year Bond March 2018	327	0.04
	Swaps 0.00% (2017: 0.01%)		
	Credit Default Swaps 0.00% (2017: 0.01%)		

Portfolio statement (continued)

Holding	Investment	Market value £000	Percentage of total net assets %
Forward Foreign Exchange Contracts (0.69%) (2017: (0.74%))⁴			
	Buy EUR 10,267 : Sell GBP 9,132 March 2018 ⁵	-	-
	Buy EUR 16,388 : Sell GBP 14,464 March 2018 ⁵	-	-
	Buy EUR 2,200 : Sell GBP 1,941 March 2018 ⁵	-	-
	Buy EUR 3,939,404 : Sell GBP 3,490,110 March 2018	9	-
	Buy EUR 7,836,695 : Sell GBP 6,963,630 March 2018	(3)	-
	Buy EUR 8,111 : Sell GBP 7,192 March 2018 ⁵	-	-
	Buy GBP 1,192,158 : Sell USD 1,656,865 March 2018	(14)	-
	Buy GBP 1,515,968 : Sell USD 2,131,877 March 2018	(36)	-
	Buy GBP 175,265 : Sell USD 246,773 March 2018	(4)	-
	Buy GBP 18,299,837 : Sell AUD 32,370,438 March 2018	49	0.01
	Buy GBP 21,507 : Sell EUR 24,490 March 2018 ⁵	-	-
	Buy GBP 311,307 : Sell AUD 552,700 March 2018 ⁵	-	-
	Buy GBP 3,129,729 : Sell USD 4,377,765 March 2018	(56)	(0.01)
	Buy GBP 3,408,538 : Sell USD 4,757,210 March 2018	(54)	(0.01)
	Buy GBP 3,734,276 : Sell USD 5,227,008 March 2018	(70)	(0.01)
	Buy GBP 395,240 : Sell AUD 706,700 March 2018	(3)	-
	Buy GBP 41,693,984 : Sell EUR 46,958,065 March 2018	(16)	-
	Buy GBP 4,186,220 : Sell USD 5,886,065 March 2018	(98)	(0.01)
	Buy GBP 4,360,107 : Sell USD 6,138,220 March 2018	(107)	(0.01)
	Buy GBP 4,667,524 : Sell USD 6,424,427 March 2018	(8)	-
	Buy GBP 506,768,002 : Sell USD 703,847,421 March 2018	(5,488)	(0.64)
	Buy GBP 53,025 : Sell USD 72,833 March 2018 ⁵	-	-
	Buy GBP 5,351,679 : Sell USD 7,524,991 March 2018	(124)	(0.02)
	Buy GBP 542,265 : Sell USD 756,843 March 2018	(9)	-
	Buy GBP 654,454 : Sell USD 914,534 March 2018	(11)	-
	Buy GBP 923,104 : Sell USD 1,282,873 March 2018	(11)	-
	Buy GBP 997 : Sell EUR 1,129 March 2018 ⁵	-	-
	Buy USD 1,225,200 : Sell GBP 881,283 March 2018	10	-
	Buy USD 23,967 : Sell GBP 17,245 March 2018 ⁵	-	-
	Buy USD 2,405,497 : Sell GBP 1,743,955 March 2018	7	-
	Buy USD 2,518,213 : Sell GBP 1,804,976 March 2018	28	-
	Buy USD 255,200 : Sell GBP 181,256 March 2018	4	-
	Buy USD 4,226,665 : Sell GBP 3,028,595 March 2018	48	0.01
		<u>(5,957)</u>	<u>(0.69)</u>

Statement of Authorised Fund Manager's responsibilities of Janus Henderson Fixed Interest Monthly Income Fund for the year ended 1 March 2018

The Financial Conduct Authority's Collective Investment Schemes Sourcebook requires the Authorised Fund Manager to prepare financial statements for each annual accounting year which give a true and fair view, 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), of the financial affairs of the fund and of its revenue for the year. In preparing the financial statements the Authorised Fund Manager is required to:

- select suitable accounting policies and then apply them consistently;
- comply with the requirements of the Statement of Recommended Practice (SORP) for Authorised Funds issued by the Investment Management Association (IMA) in May 2014;
- 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 Henderson Investment Funds Limited, comply with the above requirements;
- make judgements and estimates that are reasonable and prudent; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the fund will continue in operation for the foreseeable future.

The Authorised Fund Manager is responsible for the management of the fund in accordance with its Trust Deed, Prospectus and the Regulations. The Authorised Fund Manager is also responsible for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Statement of the Trustee's Responsibilities and Report of the Trustee to the Unitholders of Janus Henderson Fixed Interest Monthly Income Fund ("the Scheme")

for the year ended 1 March 2018

The Trustee must ensure that the Scheme is managed in accordance with the Financial Conduct Authority's Collective Investment Schemes Sourcebook, the Financial Services and Markets Act 2000, as amended, (together "the Regulations"), the Trust Deed and Prospectus (together "the Scheme documents") as detailed below.

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

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

The Trustee must ensure that:

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

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

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

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

National Westminster Bank plc
London
14 May 2018

Independent Auditors' Report to the Unitholders of Janus Henderson Fixed Interest Monthly Income Fund ('the Fund')

Our opinion

In our opinion, Janus Henderson Fixed Interest Monthly Income Fund's financial statements:

- give a true and fair view of the financial position of the Trust as at 1 March 2018 and of the net revenue and the net capital gains on its scheme property 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 Trust Deed.

We have audited the financial statements, included within the Annual Report & Accounts (the "Annual Report"), which comprise: the balance sheet as at 1 March 2018; the statement of total return and the statement of change in net assets attributable to unitholders for the year then ended; the distribution tables; and the notes to the financial statements, which include a description of the significant accounting policies.

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 Trust 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

We have nothing to report in respect of the following matters in relation to which ISAs (UK) require us to report to you when:

- the Authorised Fund Manager's use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the Authorised Fund Manager has not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the Trust's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

However, because not all future events or conditions can be predicted, this statement is not a guarantee as to the Trust's ability to continue as a going concern.

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 Fund Manager 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.

Authorised Fund Manager's Report

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

Independent Auditors' Report to the Unitholders of Henderson Fixed Interest Monthly Income Fund ('the Fund') (continued)

Responsibilities for the financial statements and the audit

Responsibilities of the Authorised Fund Manager for the financial statements

As explained more fully in the Statement of Authorised Fund Manager's Responsibilities set out on page 18, the Authorised Fund Manager 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 Fund Manager 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 Fund Manager is responsible for assessing the Trust's 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 Fund Manager either intend to wind up or terminate the Trust, or have 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.

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 Trust's unitholders as a body in accordance with paragraph 4.5.12 of the Collective Investment Schemes sourcebook 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.

Other required reporting

Opinion on matter required by the Collective Investment Schemes sourcebook

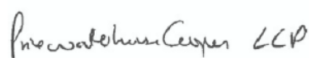
In our opinion, we have obtained all the information and explanations we consider necessary for the purposes of the audit.

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 and returns.

We have no exceptions to report arising from this responsibility.



PricewaterhouseCoopers LLP
Chartered Accountants and Statutory Auditors
Glasgow
14 May 2018

Statement of total return for the year ended 1 March 2018

		2018		2017	
	Note	£000	£000	£000	£000
Income					
Net capital gains	4		3,670		51,482
Revenue	5	41,435		45,219	
Expenses	6	(9,210)		(8,752)	
Interest payable and similar charges	7	(2)		(3)	
Net revenue before taxation		32,223		36,464	
Taxation	8	11		(249)	
Net revenue after taxation			32,234		36,215
Total return before distributions			35,904		87,697
Distributions	9		(40,391)		(43,935)
Change in net assets attributable to unitholders from investment activities			(4,487)		43,762

Statement of change in net assets attributable to unitholders for the year ended 1 March 2018

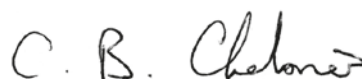
		2018		2017	
		£000	£000	£000	£000
Opening net assets attributable to unitholders			820,489		702,582
Amounts receivable on issue of units		93,210		130,126	
Amounts payable on cancellation of unit		(47,129)		(61,752)	
			46,081		68,374
Dilution adjustment			359		947
Change in net assets attributable to unitholders from investment activities			(4,487)		43,762
Retained distribution on accumulation units			6,324		4,736
Unclaimed distributions			65		88
Closing net assets attributable to unitholders			868,831		820,489

Balance sheet as at 1 March 2018

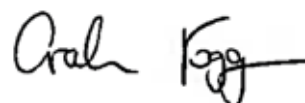
	Note	2018 £000	2017 £000
Assets:			
Investments		840,937	799,006
Current assets:			
Debtors	10	24,284	44,687
Cash and bank balances	11	61,100	42,627
Total assets		926,321	886,320
Liabilities:			
Investment liabilities		6,112	6,405
Creditors:			
Amounts held at derivative clearing houses and brokers		327	642
Bank overdrafts		7,446	5,895
Distribution payable		2,980	5,658
Other creditors	12	40,625	47,231
Total liabilities		57,490	65,831
Net assets attributable to unitholders		868,831	820,489

Directors' statement

In accordance with the requirements of the Collective Investment Schemes sourcebook as issued and amended by the Financial Conduct Authority, we hereby certify the investment report and financial statements on behalf of the Directors of Henderson Investment Funds Limited.



C Chaloner
(Director)



G Foggin
(Director)

14 May 2018

1 Accounting Policies

(a) Basis of accounting

The financial statements of Janus Henderson Fixed Interest Monthly Income Fund (formerly Henderson Fixed Interest Monthly Income Fund) (the "fund") have been prepared under the historical cost basis, as modified by the revaluation of investments, and in accordance with the Statement of Recommended Practice 'Financial Statements of UK Authorised Funds' issued by the Investment Management Association ('IMA') in May 2014 (the 'SORP'), the Financial Reporting Standard 102 ('FRS 102'), the Financial Conduct Authority's Collective Investment Schemes Sourcebook ('COLL') and the Trust Deed. The financial statements 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 valuation day of the accounting year (1 March 2018) in accordance with the provisions of the scheme particulars.

Secured loans are valued by the Authorised Fund Manager taking into account latest dealing prices, broker quotes and valuations from reliable sources.

Suspended, defaulted, delisted, unquoted or manually priced securities are valued by the Authorised Fund Manager taking into account, 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 from quoted equity and non equity shares are credited to revenue, net of attributable tax credits, when the security is quoted ex-dividend. Dividends on unquoted stocks are credited to revenue when the dividend is announced.

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

Interest on debt securities is recognised on an accruals basis, taking into account the effective yield on the investment. The effective yield is a calculation that amortises any discount or premium on the purchase of an investment over its remaining life based on estimated cash flows.

Bank interest is recognised on an accruals basis.

Interest on margin and revenue earned on derivatives are accounted for on an accruals basis.

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

Revenue derived from the gains/losses on hedged class forward currency contracts is allocated to both the capital and revenue of the unit class based upon the prior day capital/revenue split.

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 Authorised Fund Manager expenses)

All expenses (with the exception of the annual management charge and those relating to the purchase and sale of investments) are charged against revenue on an accruals basis.

Notes to the financial statements (continued)

1 Accounting Policies (continued)

(d) Treatment of expenses (including Authorised Fund Manager expenses) (continued)

Annual Management Charge ('AMC')

In payment for carrying out its duties and responsibilities the Authorised Fund Manager is entitled to take an annual fee out of the fund property, calculated as a percentage of the relevant value of the property of each class of the fund. The AMC is accrued on a daily basis by reference to the net asset value of each unit 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 the fund concentrates on the generation of income as a higher priority than capital growth. The Authorised Fund Manager and Trustee have agreed that 100% of the AMC for this fund is to be taken to capital for the purpose of calculating the distribution in accordance with the Trust Deed and the Prospectus. The distribution currently payable reflects this treatment together with any associated tax effect.

General Administration Charge

All fees with the exception of the annual management charge, Trustee, and safe custody fees have been replaced by a single ad valorem charge, the General Administration Charge ('GAC'). The Authorised Fund Manager 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 unit class in the fund will pay will depend on the costs attributable to each unit 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 Authorised Fund Manager by each unit class monthly.

Allocation of revenue and expenses to multiple unit classes

With the exception of the AMC, and the GAC which are directly attributable to individual unit classes, all revenue and expenses are allocated to unit classes pro rata to the value of the net assets of the relevant unit 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.

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

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 fund is not required to produce a cash flow statement it meets the exemption criteria set out in FRS102.7.IA.

(h) Hedged unit class

Class Euro hedge income is a hedged unit class. For this unit class the Authorised Fund Manager uses currency hedging transactions to reduce the effect of fluctuations in the rate of exchange between the currency of units in the class and Sterling which is the base currency of the fund.

Notes to the financial statements (continued)

1 Accounting Policies (continued)

(h) Hedged unit class (continued)

Any benefits or losses of the hedging transactions accrue to unitholders in that hedged unit class only. The Authorised Fund Manager will review the relevant hedging positions on a regular basis and, if considered appropriate, make adjustments to correct the allocations across unit classes.

The currency transactions will not cause the Euro hedged class units to be leveraged. The value of the unit class to be hedged will be made up of both capital and income elements and the Authorised Fund Manager intends to hedge between 95-105% of the value of each hedged unit class. Adjustments to any hedge to keep within this target range will only be made when the required adjustment is material. As such the Euro hedged class units will not be completely protected from all currency fluctuations.

(j) Treatment of derivatives

In pursuing its investment objectives, the fund may hold a number of financial instruments.

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) on investments.

Forward foreign currency contracts on hedged unit classes

Open forward currency contracts on hedged unit classes are shown in the portfolio statement at fair value. The net gains/(losses) forward currency contracts on hedged unit classes are apportioned between Hedged income on forward currency contracts in the Revenue account and Forward currency contracts on hedged share classes in Net capital gains/(losses) on investments, reflecting the income and capital elements of the hedged unit classes.

Futures contracts

The unrealised gain/(loss) on open future contracts is disclosed in the portfolio statement. The margins paid on these contracts are included in amounts held at derivative clearing houses and brokers. For futures, the net gains/(losses) are apportioned between the revenue account and derivative securities in net capital gains/(losses) on investments, reflecting the nature of the return. The basis of the apportionment is typically made by reference to the yield on the underlying security or index or other appropriate source.

Credit default swaps

Open credit default swaps (CDS) are shown in the Portfolio Statement at fair value and the net capital gains/ (losses) are reflected within Derivative securities in Net capital gains/(losses) on investments. Premiums receivable or payable on CDSs are included in the revenue account on an accruals basis.

2 Distribution Policy

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

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

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.

Notes to the financial statements (continued)

2 Distribution Policy (continued)

The policy of the fund is to make annual (accounting date being 1 March) and interim distributions (accounting date being 1 September and last calendar day of January, March, April, May, June, July, September, October, November and December) for all unit classes except for Class Euro hedge income. Class Euro hedge income makes annual (accounting date being 1 March) and quarterly distributions (accounting date being 1 June, 1 September and 1 December) to unitholders.

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

The manager reserves the right not to distribute or accumulate income if the amount available is less than 1% of the value of the fund's property.

Equalisation

Equalisation applies to the fund.

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

3 Risk

In pursuing its investment objective the fund holds a number of financial instruments. These financial instruments comprise securities and other investments, cash balances, debtors and creditors arising from the fund's operations. The fund may also enter into derivative and forward transactions for the purposes of efficient portfolio management and in order to meet the investment objective of the fund.

The risk management policy and process for the fund is designed to satisfy the regulatory requirements for a UCITS; the associated regulatory technical standards and guidelines; and local regulations. The framework for risk controls and limits for the fund is documented within the Authorised Fund Manager'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 the business, the fund's activities expose it to various types of risk which are associated with the financial instruments and markets in which it invests. These financial risks: market risk (comprising currency risk, interest rate risk and other market price risk), credit risk and liquidity risk and the approach to the management of these risks, are set out below and remain unchanged from the previous accounting period. For a detailed explanation of these and further risks involved in investing in the fund, 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;
- OneSumX (formerly ArcLogics) operational risk database;
- RiskMetrics, UBS Delta, Style Research, FinAnalytica and Barra Aegis for market risk measurement; and
- Bloomberg for market data and price checking.

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

Notes to the financial statements (continued)

3 Risk (continued)

(a) Market risk

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

The fund will invest principally in fixed interest securities including preference shares. The fund may also invest in securities acquired on the conversion of convertible securities held within the portfolio (or pursuant to schemes of reconstruction), derivatives and forward transactions, warrants, money-market instruments and deposits.

The investments of the fund are subject to normal market fluctuations, which are monitored by the Authorised Fund Manager in pursuance of the investment objective and policies as set out in the Prospectus. There can be no assurance that any appreciation in the value of investments will occur. There is no certainty that the investment objective of the fund will actually be achieved and no warranty or representation is given to this effect.

The fund may use derivatives and forward transactions for the purposes of efficient portfolio management and in order to meet its investment objective. As a result, the net asset value of the fund may at times be volatile, but it is not intended that the use of derivatives will alter the risk profile of the fund.

Unlike income from an individual bond, the level of income from the fund is not fixed and may fluctuate. The fund will invest in highyielding corporate bonds. The underlying investments of fixed interest and bond funds are subject to two types of risk, market (interest) risk and credit risk. The value of these bonds, and therefore the value of the units in the fund, will be impacted by fluctuations in interest rates and the perceived credit risk of an issuer. An increase in long-term interest rates is likely to reduce the unit price of the fund and vice versa. In addition, the unit price is likely to be reduced by the default or perceived increase in credit risk of an issuer of an underlying investment.

In general, the higher the rate of interest, the higher the perceived credit risk of the issuer. The fund will invest in sub-investment grade bonds. These bonds have a lower credit rating and carry a higher degree of risk of default on repayment. Further details on the nature of the fund's investment in bonds and associated risks is set out in the prospectus.

Currency risk

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

As a proportion of the net assets of the fund are denominated in currencies other than sterling, the balance sheet can be affected by movements in exchange rates. The Investment Fund Manager may seek to manage exposure to currency movements by using forward exchange contracts or by hedging the sterling value of investments that are priced in other currencies. The fund's net exposure to currency risk (including any instruments used to hedge foreign currencies) is considered insignificant. This is consistent with the exposure during the prior year.

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.

The fund invests in debt securities. The revenue of the fund may be affected by changes to the interest rates relevant to particular securities or as a result of the Authorised Fund Manager being unable to secure similar returns on the expiry of contracts or sale of securities. The value of debt securities may be affected by interest rate movements or the expectation of such movements in the future. The fund can invest in interest rate swaps and credit default swaps to adjust the interest rate risk profile of the fund across the entire yield curve quickly and efficiently.

The exposure at the Balance sheet date of financial assets and liabilities to interest rate risk is shown by reference to:

- floating interest rates: when the interest rate is due to be re-set; and
- fixed interest rates; when the financial instrument is due for repayment. These dates are shown in the Portfolio statement.

Notes to the financial statements (continued)

3 Risk (continued)

Interest rate risk (continued)

The following table shows separately the value of the fund's financial assets and liabilities at fixed interest rates, at variable rates and those that are non-interest bearing including instruments used to hedge against changes in interest rates:

	Floating Rate financial assets	Fixed Rate financial assets	Non-interest bearing financial assets	Total
	£000	£000	£000	£000
2018				
Australian dollar	1,037	17,546	451	19,034
Euro	8,905	17,720	8,456	35,081
UK sterling	154,993	134,968	6,581	296,542
US dollar	130,360	436,017	9,287	575,664
Total	295,295	606,251	24,775	926,321
2017				
Euro	29,781	78,642	1,825	110,248
UK sterling	98,470	186,659	50,971	336,100
US dollar	62,546	353,112	24,314	439,972
Total	190,797	618,413	77,110	886,320

	Floating Rate financial liabilities	Fixed Rate financial liabilities	Non-interest bearing financial liabilities	Total
	£000	£000	£000	£000
2018				
Australian dollar	327	-	-	327
Euro	-	-	3,412	3,412
UK sterling	7,446	-	9,761	17,207
US dollar	-	-	36,544	36,544
Total	7,773	-	49,717	57,490
2017				
Euro	-	-	7,316	7,316
UK sterling	6,537	-	35,907	42,444
US dollar	-	-	16,071	16,071
Total	6,537	-	59,294	65,831

Other price risk

Other price risk is the risk that the value of the fund's 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 fund might hold. It represents the potential loss the fund might suffer through holding market positions in the face of price movements. The fund's investment portfolio is exposed to market price fluctuations, which are monitored by the Manager in pursuance of its investment objective and policy as set out in the Prospectus.

Bond yields (and, as a consequence bond prices) are determined mainly by market perception as to the appropriate level of yields given the economic background. Key determinants include economic growth prospects, inflation, the government's fiscal position, short-term interest rates and international market comparisons.

Notes to the financial statements (continued)

3 Risk (continued)

Other price risk (continued)

Returns from bonds are fixed – at the time of purchase the fixed coupon payment is known as are the final redemption proceeds. This means that if a bond is held until its redemption date, the total return achieved is unaltered from its purchase date. However, over the life of a bond, the yield (and hence market price) at any given time will depend on the market environment at that time. Therefore, a bond sold before its redemption date is likely to have a different price to its purchase level and a profit or loss may be incurred.

Global exposure

The global risk exposure of the fund is calculated by using the value-at-risk approach by reference to its risk profile. Value-at-Risk (“VaR”) is a mathematical-statistical concept and is commonly used as a standard measure of risk in the financial sector.

The VaR approach is used, in general, for funds using derivative instruments or techniques within their investment strategies to generate additional leverage or market risk exposure.

The maximum potential loss that the fund could suffer in normal market conditions within a given time horizon and a certain degree of confidence is estimated. In these calculations all positions in the investment portfolio are taken into consideration including those undertaken for efficient portfolio management purposes. For the purpose of calculating global exposure by VaR either a relative VaR approach or absolute VaR approach can be used; the selection of relative or absolute VaR methodology is determined by the availability of a reference portfolio appropriate for a fund in meeting its investment objective. As there is no appropriate reference portfolio for the fund an absolute VaR is calculated on all of the investment portfolio’s positions. Absolute monthly VaR on the fund is not to exceed a regulatory maximum threshold of 20%.

VaR has been calculated using a Monte Carlo simulation approach. As a control mechanism, Monte Carlo results are compared to the parametric model for validation purposes within the daily monitoring process.

The following parameters are applied as a minimum: a one-tailed 99% confidence interval, a holding period equivalent to one month (20 business days), effective observation period (history) of risk factors of at least 1 year (250 business days), quarterly data set updates and daily calculation.

The actual VaR, limits and utilisation of those limits are summarised in the table below:

	Actual VaR in year			VaR Limit	Utilisation of VaR limit		
	Minimum	Maximum	Average		Minimum	Maximum	Average
	%	%	%	%	%	%	%
2018	1.69	3.19	2.46	20.00	8.44	15.95	12.31
2017	1.75	3.16	2.36	20.00	8.73	15.78	11.81

Leverage

The level of leverage arising from the use of derivative instruments is disclosed in the table below as a percentage of the fund’s total Net Asset Value. The calculation is based on the sum of notional exposures of financial derivative instruments in the investment portfolio including those held for risk reduction purposes.

Please note this level of leverage is explicitly not an investment limit for the fund and will vary over time under differing market conditions to ensure that the fund meets its investment objective.

	Minimum	Maximum	Average
	%	%	%
2018	65.60	233.49	118.02
2017	53.60	224.81	113.61

Notes to the financial statements (continued)

3 Risk (continued)

(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 transactions cashflow.

In order to manage credit risk the fund is subject to investment limits for issuers of securities as outlined in the Prospectus. Issuer credit ratings are evaluated periodically and an approved issuer list is maintained and monitored. In addition the fund may only buy and sell investments through brokers which have been approved by the Authorised Fund Manager as an acceptable counterparty 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 Credit Risk Forum along with set limits and new counterparty approval.

The fund's assets held with banks could be exposed to credit risk. The banks used by the fund and the Authorised Fund Manager are subject to regular reviews. Only counterparties that have been approved by Janus Henderson's Credit Risk Forum are used for derivatives transactions.

The fund will invest in what are considered riskier bonds (below investment grade). This brings the potential for increased risk of default and could affect both the revenue and the capital value of the fund. Further details can be found in the fund's Portfolio statement.

Adherence to investment guidelines and to investment and borrowing powers set out in the Trust Deed, the Prospectus and in the Financial Conduct Authority's Collective Investment Schemes Sourcebook mitigates the risk of excessive exposure to any particular type of security or issuer.

Credit ratings

	Market value £000	Percentage of total net assets %
2018		
Investments		
Investment grade (AAA - BBB)	272,811	31.40
Below investment grade (BB and below)	549,345	63.23
Unrated	18,290	2.11
Total debt securities	840,446	96.74
Derivatives	(5,621)	(0.65)
Investment assets including investment liabilities	834,825	96.09
Other net assets	34,006	3.91
Total net assets	868,831	100.00
	Market value £000	Percentage of total net assets %
2017		
Investments		
Investment grade (AAA - BBB)*	186,229	22.70
Below investment grade (BB and below)	541,503	65.99
Unrated	69,092	8.42
Total debt securities	796,824	97.11
Derivatives	(5,362)	(0.65)
Equities	1,139	0.14
Investment assets including investment liabilities	792,601	96.60
Other net assets	27,888	3.40
Total net assets	820,489	100.00

Notes to the financial statements (continued)

3 Risk (continued)

(c) Liquidity risk

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

The fund is generally able to realise cash quickly to meet its liabilities. The main liquidity requirements of the fund include the redemption of any units that the unitholder 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 units.

The Authorised Fund Manager manages the fund's cash position to ensure it can meet its liabilities. The Authorised Fund Manager receives daily reports of subscriptions and redemptions enabling the Investment Fund Manager to raise cash from the fund's portfolio in order to meet redemption requests. In addition the Fund Manager monitors the market liquidity of all securities, seeking to ensure the fund maintains sufficient liquidity to meet known and potential redemption activity. The fund's cash balances are monitored daily by the Authorised Fund Manager and the administrator. Where investments cannot be realised in time to meet any potential liability, the fund may borrow up to 10% of the value of its property to ensure settlement.

	On demand	Within one year	Over one year but not more than five years	Over five years
2018	£000	£000	£000	£000
Amounts held at derivatives clearing houses and brokers	327	-	-	-
Bank overdrafts	7,446	-	-	-
Derivative financial liabilities	-	6,112	-	-
Distribution payable	-	2,980	-	-
Other creditors	-	40,625	-	-
Total	7,773	49,717	-	-

	On demand	Within one year	Over one year but not more than five years	Over five years
2017	£000	£000	£000	£000
Amounts held at derivatives clearing houses and brokers	642	-	-	-
Bank overdrafts	5,895	-	-	-
Derivative financial liabilities	-	6,405	-	-
Distribution payable	-	5,658	-	-
Other creditors	-	47,231	-	-
Total	6,537	59,294	-	-

Notes to the financial statements (continued)

4 Net capital gains

Net capital gains on investments during the year comprise:

	2018	2017
	£000	£000
Derivative securities	1,772	4,948
Forward currency contracts	43,401	(64,095)
Forward currency contracts on hedged share classes	569	1,615
Non-derivative securities	(41,105)	106,058
Other currency (losses)/ gains	(956)	2,972
Transaction costs	(11)	(16)
Net capital gains	3,670	51,482

5 Revenue

	2018	2017
	£000	£000
Bank interest	79	62
Derivative revenue	101	506
Hedged income on forward currency contracts	10	(22)
Interest on debt securities	40,131	43,388
Overseas dividends	-	127
Stock lending revenue	39	83
UK dividends	1,075	1,075
Total revenue	41,435	45,219

6 Expenses

	2018	2017
	£000	£000
Payable to the Authorised Fund Manager, associates of the Authorised Fund Manager and agents of either of them:		
Annual management charge	8,157	7,721
GAC *	941	889
	<u>9,098</u>	<u>8,610</u>
Payable to the Trustee, associates of the Trustee and agents of either of them:		
Trustee fees	60	90
Safe custody fees	52	52
	<u>112</u>	<u>142</u>
Total expenses	9,210	8,752

Irrecoverable VAT is included in the above expenses where relevant.

*The current audit fee, which is levied through the GAC, is £12,064 (2017: £11,712).

Notes to the financial statements (continued)

7 Interest payable and similar charges

The interest payable and similar charges comprise:

	2018 £000	2017 £000
Interest payable	2	3
Total interest payable and similar charges	<u>2</u>	<u>3</u>

8 Taxation

(a) Analysis of charge in the year

The tax charge comprises:

	2018 £000	2017 £000
Current tax		
Overseas withholding tax	(11)	249
Total tax (note 8b)	<u>(11)</u>	<u>249</u>

(b) Factors affecting current tax charge for year

The tax assessed for each year is different to the standard rate of corporation tax in the UK for an authorised unit trust of 20% (2017: 20%). The differences are explained below:

	2018 £000	2017 £000
Net revenue before taxation	<u>32,223</u>	<u>36,464</u>
Corporation tax at 20% (2017: 20%)	6,445	7,293
Effects of:		
Irrecoverable overseas tax	(11)	249
Revenue being paid as interest distributions	(6,230)	(7,243)
Tax effect of expensed double taxation relief	-	(50)
UK dividends*	(215)	-
Tax charge for the year (note 8a)	<u>(11)</u>	<u>249</u>

*As an authorised unit trust this item is not subject to corporation tax.

Unit trusts 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 (2017: nil).

(d) Factors that may affect future tax charges

There were no factors that may affect future tax charges at the current or prior year end.

Notes to the financial statements (continued)

9 Distributions

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

	2018	2017
	£000	£000
Interim income	31,216	27,076
Interim accumulation	5,711	4,130
Final income	2,980	3,728
Final accumulation	613	606
Tax withheld on interest distributions	-	8,574
	<u>40,520</u>	<u>44,114</u>
Amounts deducted on cancellation of units	104	230
Amounts received on issue of units	(233)	(409)
Total distributions	<u>40,391</u>	<u>43,935</u>
Net revenue after taxation	32,234	36,215
Annual management charge borne by the capital account	8,157	7,721
Equalisation on conversions	-	(1)
Total distributions	<u>40,391</u>	<u>43,935</u>

Details of the distribution per unit are set out in the distribution tables on pages 43 to 50.

10 Debtors

	2018	2017
	£000	£000
Accrued revenue	10,938	12,240
Amounts receivable for issue of units	1,597	1,801
Currency transactions awaiting settlement	53	5,661
Income tax receivable	8	-
Sales awaiting settlement	11,688	24,985
Total debtors	<u>24,284</u>	<u>44,687</u>

11 Cash and bank balances

	2018	2017
	£000	£000
Amounts held at derivative clearing houses and brokers	1,037	2,010
Cash and bank balances	60,063	40,617
Total cash and bank balances	<u>61,100</u>	<u>42,627</u>

Notes to the financial statements (continued)

12 Other creditors

	2018	2017
	£000	£000
Accrued annual management charge	648	622
Accrued Trustee's fee	5	5
Accrued other expenses	85	82
Amounts payable for cancellation of units	148	281
Currency transactions awaiting settlement	53	5,657
Purchases awaiting settlement	39,686	40,584
Total other creditors	40,625	47,231

13 Contingent liabilities and commitments

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

14 Related party transactions

Henderson Investment Funds Limited as Authorised Fund Manager to the fund is deemed to be a related party because it provides key management personnel services to the fund. All transactions and balances associated with the Authorised Fund Manager are disclosed within the 'Statement of total return', the 'Statement of change in net assets attributable to unitholders' and the 'Balance sheet' on pages 21 and 22 and notes 6, 9, 10 and 12 on pages 32 to 35 including all issues and cancellations where the Authorised Fund Manager acted as principal.

Transactions with the Authorised Fund Manager are as follows:

- All issues and cancellations,
- Annual management charge
- GAC

There were no material unitholders at the year end (2017: nil).

Notes to the financial statements (continued)

15 Unitholders' funds

The fund currently has 6 unit classes available; Income and Accumulation, Class I income, Class I accumulation, Class Z accumulation and Euro hedge income. The annual management charge on each unit class is as follows:

	2018	2017
Income and Accumulation	1.25%	1.25%
Class I	0.60%	0.60%
Class Z*	0.00%	0.00%
Euro hedge income	1.25%	1.25%

* Charges for managing Z class units are levied outside the fund and are agreed between the Authorised Fund Manager and investors.

The net asset value of each unit class, the net asset value per unit and the number of units in each unit class are given in the comparative tables on pages 4 to 6. The distribution per unit class is given in the distribution tables on pages 43 to 50. All unit classes have the same rights on winding up.

Units reconciliation as at 1 March 2018

	Accumulation	Income	Class I accumulation
Opening number of units	110,986,979	1,798,560,148	80,277,876
Issues during the year	18,472,688	82,573,213	35,634,631
Cancellations during the year	(8,902,617)	(105,549,225)	(9,019,013)
Units converted during the year	(572,204)	(12,938,756)	183,999
Closing units in issue	119,984,846	1,762,645,380	107,077,493
	Class I income	Class Z accumulation	Euro hedge income
Opening number of units	263,228,896	1,500	7,847,251
Issues during the year	76,377,339	-	513,627
Cancellations during the year	(60,206,486)	-	(356,518)
Units converted during the year	2,597,812	-	-
Closing units in issue	281,997,561	1,500	8,004,360

Notes to the financial statements (continued)

16 Financial derivatives

The fund may use financial derivatives for the purposes of efficient portfolio management and meeting the investment objectives of the fund.

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

The counterparty exposure has been calculated using the positive marked-to-market value of the derivative contract with that counterparty.

There was no collateral held in respect of derivatives at 1 March 2018 (2017: nil). There was no collateral pledged in respect of derivatives as at 1 March 2018 (2017: EU Government Bonds with a market value of £34,787 had been pledged to the fund).

2018

At 1 March 2018 the underlying exposure for each category of derivatives were as follows:

Counterparty	Forward foreign exchange contracts	Forward foreign exchange currency (hedged share class)	Futures	Total by counterparty
	£000	£000	£000	£000
BNP Paribas	155	-	-	155
JP Morgan	-	9	-	9
UBS	-	-	327	327
	<u>155</u>	<u>9</u>	<u>327</u>	<u>491</u>

2017

At 1 March 2017 the underlying exposure for each category of derivatives were as follows:

Counterparty	Credit default swaps	Forward foreign exchange contracts	Forward foreign exchange currency (hedged share class)	Futures	Total by counterparty
	£000	£000	£000	£000	£000
BNP Paribas	-	309	-	-	309
Credit Suisse	14	-	-	-	14
Deutsche Bank	30	-	-	-	30
JP Morgan	-	-	156	-	156
Morgan Stanley	18	-	-	-	18
UBS	-	-	-	516	516
	<u>62</u>	<u>309</u>	<u>156</u>	<u>516</u>	<u>1,043</u>

Notes to the financial statements (continued)

17 Stock lending

The fund and the Investment Manager have entered into a stock lending programme with BNP Paribas acting as the stock lending agent in order to generate additional income.

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 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, generally subject to a minimum long term credit rating of at least A- by one or more major credit rating agency or listed equities on eligible markets. 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 102.50% to 110.00% of the value of the stock on loan.

2018		Total market value of stock on loan	Amount of collateral received	Type of collateral
Counterparty		£000	£000	
BNP Paribas		192	232	Certificate of deposit
BNP Paribas		411	496	Corporate Bond
		<u>603</u>	<u>728</u>	
JP Morgan		695	737	Corporate Bond
JP Morgan		6,812	7,224	Government Bond
		<u>7,507</u>	<u>7,961</u>	
Total		<u>8,110</u>	<u>8,689</u>	
Recipient	Relationship	Gross income £000	Direct and indirect expenses £000	Net income £000
BNP Paribas	Stock lending agent	46	7	39

Notes to the financial statements (continued)

17 Stock lending (continued)

2017		Total market value of stock on loan	Amount of collateral received	Type of collateral
Counterparty		£000	£000	
Credit Suisse		192	198	Corporate Bond
HSBC		58	59	Corporate Bond
HSBC		1,207	1,237	Government Bond
		<u>1,265</u>	<u>1,296</u>	
JP Morgan		7,229	7,419	Corporate Bond
JP Morgan		3,858	3,957	Government Bond
		<u>11,087</u>	<u>11,376</u>	
Total		<u>12,544</u>	<u>12,870</u>	
			Direct and indirect expenses	Net income
Recipient	Relationship	Gross income £000	£000	£000
BNP Paribas	Stock lending agent	98	15	83

Notes to the financial statements (continued)

18 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

Valuation technique	2018		2017	
	Assets £000	Liabilities £000	Assets £000	Liabilities £000
Level 1	327	-	1,655	-
Level 2	839,124	6,112	797,226	6,405
Level 3	1,486	-	125	-
	<u>840,937</u>	<u>6,112</u>	<u>799,006</u>	<u>6,405</u>

Where a price is unavailable or the price provided is not thought to be a fair reflection of the current market value of the asset, the Investment Manager, at its discretion, may permit some other method of valuation to be used if they consider that it better reflects value and is in accordance with good accounting practice. A Global Fair Value Pricing Committee ('GFVPC') of the Investment Manager is responsible for determining or approving unquoted prices. Where deemed necessary, the GFVPC will seek ratification of decisions from the Janus Henderson Investment Performance and Risk Committee. The GFVPC meets on a monthly basis and consists of representatives from various parts of the Investment manager who act as an independent party, segregated from the fund management function, to review and approve fair value pricing decisions and pricing models on a regular basis. The assets included within level 3 are two defaulted bonds which have been valued by the GFVPC at their best estimate of fair value. The Estates & General Investment 11.25% 31/12/2018 holding has been valued at liquidation proceeds and the Lambay Capital Securities 6.25% perpetual holding has been valued using broker quotes.

Notes to the financial statements (continued)

19 Direct transaction costs

	Purchases		Sales	
	2018	2017	2018	2017
	£000	£000	£000	£000
Trades in the year				
Debt securities	661,199	658,988	598,300	640,390
Equities	-	1,071	1,084	3,619
Trades in the year before transaction costs	661,199	660,059	599,384	644,009
Transaction costs				
Commissions				
Debt securities	-	-	-	-
Equities	-	-	-	-
Total commissions	-	-	-	-
Taxes				
Debt securities	-	-	-	-
Equities	-	-	-	-
Total taxes	-	-	-	-
Other expenses				
Debt securities	17	2	17	7
Equities	-	-	-	-
Total other expenses	17	2	17	7
Total transaction costs	17	2	17	7
Total net trades in the year after transaction costs	661,216	660,061	599,367	644,002

	Purchases		Sales	
	2018	2017	2018	2017
	%	%	%	%
Total transaction cost expressed as a percentage of asset type cost				
Commissions				
Debt securities	-	-	-	-
Equities	-	-	-	-
Taxes				
Debt securities	-	-	-	-
Equities	-	-	-	-
Other expenses				
Debt securities	-	-	-	-
Equities	-	-	-	-

	2018	2017
	%	%
Total transaction cost expressed as a percentage of net asset value		
Commissions	-	-
Taxes	-	-
Other expenses	-	-
Total costs	-	-

Notes to the financial statements (continued)

19 Direct transaction costs (continued)

There were no in specie transfers during the year (2017: nil). There were corporate actions during the year of £3,006,741 (2017: nil).

There were direct transaction costs associated with derivatives in the year of £25,883 (2017: £29,080) which is 0.00% of the average net asset value of the fund (2017: 0.00%).

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.

Direct transaction costs related to bonds are not separately identifiable as with other financial instruments as the costs form part of the dealing spread and therefore are inherent within the purchase and sale prices of the trade.

The portfolio dealing spread as at 1 March 2018 is 0.62% (2017: 0.73%). The portfolio dealing spread is calculated at the fund's 12 noon valuation point.

20 Events after the Balance sheet date

There were no other material post Balance sheet events which require disclosure within these financial statements.

Distribution tables for the year ended 1 March 2018 (pence per unit)

Interim interest distribution (accounting date 31 March 2017, paid on 28 April 2017)

Group 1 : units purchased prior to 2 March 2017

Group 2 : units purchased on or after 2 March 2017

	Distribution per unit	Equalisation	Total Distribution per unit 28/04/2017	Total Distribution per unit 29/04/2016*
Accumulation				
Group 1	0.0922	-	0.0922	0.0907
Group 2	0.0370	0.0552	0.0922	0.0907
Income				
Group 1	0.0766	-	0.0766	0.0756
Group 2	0.0096	0.0670	0.0766	0.0756
Class I accumulation				
Group 1	0.3658	-	0.3658	0.3598
Group 2	0.0940	0.2718	0.3658	0.3598
Class I income				
Group 1	0.3766	-	0.3766	0.3720
Group 2	0.1149	0.2617	0.3766	0.3720
Class Z accumulation				
Group 1	0.4886	-	0.4886	0.4813
Group 2	0.4886	-	0.4886	0.4813

Interim interest distribution (accounting date 30 April 2017, paid on 31 May 2017)

Group 1 : units purchased prior to 1 April 2017

Group 2 : units purchased on or after 1 April 2017

	Distribution per unit	Equalisation	Total Distribution per unit 31/05/2017	Total Distribution per unit 31/05/2016*
Accumulation				
Group 1	0.0922	-	0.0922	0.0922
Group 2	0.0142	0.0780	0.0922	0.0922
Income				
Group 1	0.0766	-	0.0766	0.0766
Group 2	0.0130	0.0636	0.0766	0.0766
Class I accumulation				
Group 1	0.3658	-	0.3658	0.3658
Group 2	0.0669	0.2989	0.3658	0.3658
Class I income				
Group 1	0.3766	-	0.3766	0.3766
Group 2	0.0991	0.2775	0.3766	0.3766
Class Z accumulation				
Group 1	0.4886	-	0.4886	0.4886
Group 2	0.4886	-	0.4886	0.4886

* Distributions prior to 6 April 2017 are shown net of 20% income tax.

Distribution tables continued

Interim interest distribution (accounting date 31 May 2017, paid on 30 June 2017)

Group 1 : units purchased prior to 1 May 2017

Group 2 : units purchased on or after 1 May 2017

	Distribution per unit	Equalisation	Total Distribution per unit 30/06/2017	Total Distribution per unit 30/06/2016*
Accumulation				
Group 1	0.1153	-	0.1153	0.0922
Group 2	0.0157	0.0996	0.1153	0.0922
Income				
Group 1	0.0958	-	0.0958	0.0766
Group 2	0.0123	0.0835	0.0958	0.0766
Class I accumulation				
Group 1	0.4573	-	0.4573	0.3658
Group 2	0.0776	0.3797	0.4573	0.3658
Class I income				
Group 1	0.4708	-	0.4708	0.3766
Group 2	0.1000	0.3708	0.4708	0.3766
Class Z accumulation				
Group 1	0.6108	-	0.6108	0.4886
Group 2	0.6108	-	0.6108	0.4886

Interim interest distribution (accounting date 31 May 2017, paid on 30 June 2017)

Group 1 : units purchased prior to 2 March 2017

Group 2 : units purchased on or after 2 March 2017

	Distribution per unit	Equalisation	Total Distribution per unit 30/06/2017	Total Distribution per unit 30/06/2016*
Euro hedge income¹				
Group 1	3.8607	-	3.8607	3.9503
Group 2	1.8107	2.0500	3.8607	3.9503

¹ in Euro cents per unit

* Distributions prior to 6 April 2017 are shown net of 20% income tax.

Distribution tables continued

Interim interest distribution (accounting date 30 June 2017, paid on 31 July 2017)

Group 1 : units purchased prior to 1 June 2017

Group 2 : units purchased on or after 1 June 2017

	Distribution per unit	Equalisation	Total Distribution per unit 31/07/2017	Total Distribution per unit 29/07/2016*
Accumulation				
Group 1	0.1153	-	0.1153	0.0922
Group 2	0.0294	0.0859	0.1153	0.0922
Income				
Group 1	0.0958	-	0.0958	0.0766
Group 2	0.0145	0.0813	0.0958	0.0766
Class I accumulation				
Group 1	0.4573	-	0.4573	0.3658
Group 2	0.0561	0.4012	0.4573	0.3658
Class I income				
Group 1	0.4708	-	0.4708	0.3766
Group 2	0.0660	0.4048	0.4708	0.3766
Class Z accumulation				
Group 1	0.6108	-	0.6108	0.4886
Group 2	0.6108	-	0.6108	0.4886

Interim interest distribution (accounting date 31 July 2017, paid on 31 August 2017)

Group 1 : units purchased prior to 1 July 2017

Group 2 : units purchased on or after 1 July 2017

	Distribution per unit	Equalisation	Total Distribution per unit 31/08/2017	Total Distribution per unit 31/08/2016*
Accumulation				
Group 1	0.1153	-	0.1153	0.0922
Group 2	0.0516	0.0637	0.1153	0.0922
Income				
Group 1	0.0958	-	0.0958	0.0766
Group 2	0.0238	0.0720	0.0958	0.0766
Class I accumulation				
Group 1	0.4573	-	0.4573	0.3658
Group 2	0.0995	0.3578	0.4573	0.3658
Class I income				
Group 1	0.4708	-	0.4708	0.3766
Group 2	0.1311	0.3397	0.4708	0.3766
Class Z accumulation				
Group 1	0.6108	-	0.6108	0.4886
Group 2	0.6108	-	0.6108	0.4886

* Distributions prior to 6 April 2017 are shown net of 20% income tax.

Distribution tables continued

Interim interest distribution (accounting date 1 September 2017, paid on 29 September 2017)

Group 1 : units purchased prior to 1 August 2017

Group 2 : units purchased on or after 1 August 2017

	Distribution per unit	Equalisation	Total Distribution per unit 29/09/2017	Total Distribution per unit 30/09/2016*
Accumulation				
Group 1	0.1153	-	0.1153	0.0922
Group 2	0.0287	0.0866	0.1153	0.0922
Income				
Group 1	0.0958	-	0.0958	0.0766
Group 2	0.0135	0.0823	0.0958	0.0766
Class I accumulation				
Group 1	0.4573	-	0.4573	0.3658
Group 2	0.1397	0.3176	0.4573	0.3658
Class I income				
Group 1	0.4708	-	0.4708	0.3766
Group 2	0.1316	0.3392	0.4708	0.3766
Class Z accumulation				
Group 1	0.6108	-	0.6108	0.4886
Group 2	0.6108	-	0.6108	0.4886

Interim interest distribution (accounting date 1 September 2017, paid on 29 September 2017)

Group 1 : units purchased prior to 1 June 2017

Group 2 : units purchased on or after 1 June 2017

	Distribution per unit	Equalisation	Total Distribution per unit 29/09/2017	Total Distribution per unit 30/09/2016*
Euro hedge income¹				
Group 1	3.8598	-	3.8598	4.5293
Group 2	1.0566	2.8032	3.8598	4.5293

¹ in Euro cents per unit

* Distributions prior to 6 April 2017 are shown net of 20% income tax.

Distribution tables continued

Interim interest distribution (accounting date 30 September 2017, paid on 31 October 2017)

Group 1: units purchased prior to 2 September 2017

Group 2: units purchased on or after 2 September 2017

	Distribution per unit	Equalisation	Total Distribution per unit 31/10/2017	Total Distribution per unit 31/10/2016*
Accumulation				
Group 1	0.1076	-	0.1076	0.0922
Group 2	0.0453	0.0623	0.1076	0.0922
Income				
Group 1	0.0838	-	0.0838	0.0766
Group 2	0.0293	0.0545	0.0838	0.0766
Class I accumulation				
Group 1	0.4573	-	0.4573	0.3658
Group 2	0.1602	0.2971	0.4573	0.3658
Class I income				
Group 1	0.4639	-	0.4639	0.3766
Group 2	0.2038	0.2601	0.4639	0.3766
Class Z accumulation				
Group 1	0.6108	-	0.6108	0.4886
Group 2	0.6108	-	0.6108	0.4886

Interim interest distribution (accounting date 31 October 2017, paid on 30 November 2017)

Group 1: units purchased prior to 1 October 2017

Group 2: units purchased on or after 1 October 2017

	Distribution per unit	Equalisation	Total Distribution per unit 30/11/2017	Total Distribution per unit 30/11/2016*
Accumulation				
Group 1	0.1153	-	0.1153	0.0922
Group 2	0.0429	0.0724	0.1153	0.0922
Income				
Group 1	0.0948	-	0.0948	0.0766
Group 2	0.0345	0.0603	0.0948	0.0766
Class I accumulation				
Group 1	0.4573	-	0.4573	0.3658
Group 2	0.2059	0.2514	0.4573	0.3658
Class I income				
Group 1	0.4708	-	0.4708	0.3766
Group 2	0.2004	0.2704	0.4708	0.3766
Class Z accumulation				
Group 1	0.6108	-	0.6108	0.4886
Group 2	0.6108	-	0.6108	0.4886

* Distributions prior to 6 April 2017 are shown net of 20% income tax.

Distribution tables continued

Interim interest distribution (accounting date 30 November 2017, paid on 29 December 2017)

Group 1: units purchased prior to 1 November 2017

Group 2: units purchased on or after 1 November 2017

	Distribution per unit	Equalisation	Total Distribution per unit 29/12/2017	Total Distribution per unit 30/12/2016*
Accumulation				
Group 1	0.1029	-	0.1029	0.0922
Group 2	0.0327	0.0702	0.1029	0.0922
Income				
Group 1	0.0796	-	0.0796	0.0766
Group 2	0.0305	0.0491	0.0796	0.0766
Class I accumulation				
Group 1	0.4272	-	0.4272	0.3658
Group 2	0.3264	0.1008	0.4272	0.3658
Class I income				
Group 1	0.4087	-	0.4087	0.3766
Group 2	0.1617	0.2470	0.4087	0.3766
Class Z accumulation				
Group 1	0.8180	-	0.8180	0.4886
Group 2	0.8180	-	0.8180	0.4886

Interim interest distribution (accounting date 30 November 2017, paid on 29 December 2017)

Group 1: units purchased prior to 2 September 2017

Group 2: units purchased on or after 2 September 2017

	Distribution per unit	Equalisation	Total Distribution per unit 29/12/2017	Total Distribution per unit 30/12/2016*
Euro hedge income¹				
Group 1	3.5613	-	3.5613	4.2269
Group 2	1.7107	1.8506	3.5613	4.2269

¹ in Euro cents per unit

* Distributions prior to 6 April 2017 are shown net of 20% income tax.

Distribution tables continued

Interim interest distribution (accounting date 31 December 2017, paid on 31 January 2018)

Group 1: units purchased prior to 1 December 2017

Group 2: units purchased on or after 1 December 2017

	Distribution per unit	Equalisation	Total Distribution per unit 31/01/2018	Total Distribution per unit 31/01/2017*
Accumulation				
Group 1	0.1029	-	0.1029	0.0922
Group 2	0.0519	0.0510	0.1029	0.0922
Income				
Group 1	0.0796	-	0.0796	0.0766
Group 2	0.0243	0.0553	0.0796	0.0766
Class I accumulation				
Group 1	0.4272	-	0.4272	0.3658
Group 2	0.2003	0.2269	0.4272	0.3658
Class I income				
Group 1	0.4087	-	0.4087	0.3766
Group 2	0.1776	0.2311	0.4087	0.3766
Class Z accumulation				
Group 1	0.5840	-	0.5840	0.4886
Group 2	0.5840	-	0.5840	0.4886

Interim interest distribution (accounting date 31 January 2018, paid on 28 February 2018)

Group 1: units purchased prior to 1 January 2018

Group 2: units purchased on or after 1 January 2018

	Distribution per unit	Equalisation	Total Distribution per unit 28/02/2018	Total Distribution per unit 28/02/2017*
Accumulation				
Group 1	0.1029	-	0.1029	0.0922
Group 2	0.0522	0.0507	0.1029	0.0922
Income				
Group 1	0.0796	-	0.0796	0.0766
Group 2	0.0189	0.0607	0.0796	0.0766
Class I accumulation				
Group 1	0.4229	-	0.4229	0.3658
Group 2	0.1581	0.2648	0.4229	0.3658
Class I income				
Group 1	0.4016	-	0.4016	0.3766
Group 2	0.1676	0.2340	0.4016	0.3766
Class Z accumulation				
Group 1	0.5686	-	0.5686	0.4886
Group 2	0.5686	-	0.5686	0.4886

* Distributions prior to 6 April 2017 are shown net of 20% income tax.

Distribution tables continued

Final interest distribution (accounting date 1 March 2018, paid on 29 March 2018)

Group 1: units purchased prior to 1 February 2018

Group 2: units purchased on or after 1 February 2018

	Distribution per unit	Equalisation	Total Distribution per unit 29/03/2018	Total Distribution per unit 31/03/2017*
Accumulation				
Group 1	0.1148	-	0.1148	0.1371
Group 2	0.0676	0.0472	0.1148	0.1371
Income				
Group 1	0.0878	-	0.0878	0.1099
Group 2	0.0387	0.0491	0.0878	0.1099
Class I accumulation				
Group 1	0.4441	-	0.4441	0.5655
Group 2	0.1912	0.2529	0.4441	0.5655
Class I income				
Group 1	0.4201	-	0.4201	0.5617
Group 2	0.2068	0.2133	0.4201	0.5617
Class Z accumulation				
Group 1	0.5700	-	0.5700	0.8245
Group 2	0.5700	-	0.5700	0.8245

Final interest distribution (accounting date 1 March 2018, paid on 29 March 2018)

Group 1: units purchased prior to 1 December 2017

Group 2: units purchased on or after 1 December 2017

	Distribution per unit	Equalisation	Total Distribution per unit 29/03/2018	Total Distribution per unit 31/03/2017
Euro hedge income¹				
Group 1	3.4922	-	3.4922	4.0504
Group 2	1.1796	2.3126	3.4922	4.0504

¹ in Euro cents per unit

* Distributions prior to 6 April 2017 are shown net of 20% income tax.

Appendix 1 - Additional information (unaudited)

Securities financing transactions

The fund engages in Securities Financing Transactions (SFTs) (as defined in Article 3 of Regulation (EU) 2015/2365, securities financing transactions 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, the fund's involvement in and exposures related to securities lending for the year ended 1 March 2018 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 assets under management (AUM) as at 1 March 2018:

Stock lending			
Fund	Market value of securities on loan £000	% of lendable assets	% of AUM
Janus Henderson Fixed Interest Monthly Income Fund	8,110	0.96%	0.93%

Concentration data

The following table lists the ten largest collateral issuers by value of collateral received (across all SFTs) for the fund as at 1 March 2018:

Issuer	Market value of collateral received £000
Government of Norway	4,424
Australia Commonwealth of	2,047
Government of France	533
Kreditanstalt Fuer Wiederaufbau	436
Regie Autonome des Transports Parisiens	422
Bank Nederlandse Gemeenten	272
UNEDIC	232
Luxembourg Grossherzogtum	112
European Investment Bank	77
Kingdom of Sweden	70

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 1 March 2018:

Counterparty	Market value of securities on loan £000	Settlement basis
JP Morgan	7,507	Triparty
BNP Paribas	603	Triparty
	8,110	

All counterparties have been included

Appendix 1 - Additional Information (unaudited)

Securities financing transactions (continued)

Aggregate transaction data

The following tables provide an analysis of the collateral received by the fund in respect of each type of SFTs as at 1 March 2018:

Counterparty	Counterparty country of origin	Type	Quality	Collateral currency	Settlement basis	Custodian	Market value of collateral received €000
BNP Paribas	France	Corporate Bond	Investment grade	EUR	Triparty	BNP Paribas	77
BNP Paribas	France	Corporate Bond	Investment grade	USD	Triparty	BNP Paribas	419
BNP Paribas	France	Certificate of deposit	Investment grade	EUR	Triparty	BNP Paribas	232
JP Morgan	United States	Government Bond	Investment grade	EUR	Triparty	BNP Paribas	644
JP Morgan	United States	Government Bond	Investment grade	GBP	Triparty	BNP Paribas	39
JP Morgan	United States	Government Bond	Investment grade	SEK	Triparty	BNP Paribas	70
JP Morgan	United States	Government Bond	Investment grade	AUD	Triparty	BNP Paribas	2,047
JP Morgan	United States	Government Bond	Investment grade	NOK	Triparty	BNP Paribas	4,424
JP Morgan	United States	Corporate Bond	Investment grade	EUR	Triparty	BNP Paribas	737
							8,689

All collateral is held in segregated accounts.

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

Re-use of collateral

The fund does not engage in any re-use of collateral.

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 ending 1 March 2018:

Fund	Total gross amount of stock lending revenue £000	Direct and indirect costs and fees deducted by securities lending agent £000	% return of the securities lending agent	Net stock lending revenue retained by the fund £000	% return of the fund
Janus Henderson Fixed Interest Monthly Income Fund	46	7	15%	39	85%

Appendix 1 - Additional Information (unaudited)

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. Under the Code, the Remuneration Committee of Janus Henderson Group plc in its oversight of Henderson Investment Funds Limited ("HIFL") must make relevant remuneration disclosures in the first full performance year following the implementation date.

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 funds it manages). The Janus Henderson Group plc Remuneration 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 Fixed Interest Monthly Income Fund is managed by HIFL, which is a subsidiary of Janus Henderson Group plc.

The Remuneration 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 inconsistent with the risk profiles, rules or instruments of incorporation of each Authorised Fund Manager ('AFM') and the funds they manage. This policy applies to HIFL and Janus Henderson Institutional UK Equity Tracker Trust.

Further information on the Janus Henderson Group plc Remuneration Policy is available in the annual report and accounts as at 31 December 2017.

	Headcount (1)	Total Remuneration (£000s) (2,3)
Janus Henderson Fixed Interest Monthly Income Fund	829	728
of which		
Fixed Remuneration	829	309
Variable Remuneration	822	419
Carried Interest	n/a	
Janus Henderson Fixed Interest Monthly Income Fund Remuneration Code Staff	35	405
of which		
Senior Management [4]	19	61
Other Code Staff (5)	16	344

- The is actual number of employees who are fully or partly involved in the activities of Janus Henderson Fixed Interest Monthly Income Fund – no attempt has been made to apportion the time spent specifically in support of Janus Henderson Fixed Interest Monthly Income Fund as this data is not captured as part of Janus Henderson Group plc normal processes.
- 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 the Janus Henderson Group plc.
- The remuneration disclosed is only in respect of the provision of services to Janus Henderson Fixed Interest Monthly Income Fund 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 Fixed Interest Monthly Income Fund and to other entities in the Janus Henderson Group plc, as follows:
 - in respect of fixed pay and annual/long term incentive bonuses:
 - for fund managers, pro-rated using the average Assets Under Management ('AUM') of Janus Henderson Fixed Interest Monthly Income Fund managed by the relevant fund manager (as a proportion of the total AUM managed by that individual) as a proxy.
 - for other individuals, pro-rated using the average AUM of Janus Henderson Fixed Interest Monthly Income Fund (as a proportion of the aggregate average AUM of Janus Henderson Group plc) as a proxy.
- Senior Management includes the Janus Henderson Executive Committee and other Group Board members and the Board of HIFL.
- Other Code Staff includes all other UCITS Code Staff not covered by the above, including Investment Fund Managers who manage AUM within Janus Henderson Fixed Interest Monthly Income Fund.

Further information

Unitholder enquiries

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

For dealing enquiries including buying and selling units please telephone at local rate: **0845 608 8703**

The following lines are also available:

Client Services: 0800 832 832

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

We may record telephone calls for our mutual protection and to improve customer service.

We may record telephone calls for our mutual protection, to improve customer service and for regulatory record keeping purposes. 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. © 2018, Janus Henderson Investors. The name Janus Henderson Investors includes HGI Group Limited, Henderson Global Investors (Brand Management) Sarl and Janus International Holding LLC.