



# ANNUAL REPORT & ACCOUNTS

For the year ended  
30 November 2017

Janus Henderson  
— INVESTORS —

Henderson Global Growth 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 30 September 2017, we had approximately US\$360.5bn 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 5
Risk and reward profile*	Page 6
Portfolio statement*	Page 7
Statement of Authorised Fund Manager's responsibilities of Henderson Global Growth Fund	Page 10
Statement of Trustee's responsibilities and report of the Trustee to the unitholders of Henderson Global Growth Fund	Page 10
Independent Auditors' report to the unitholders of Henderson Global Growth Fund	Page 11
<b>Financial statements</b>	
Statement of total return	Page 13
Statement of change in net assets attributable to unitholders	Page 13
Balance sheet	Page 14
Directors' statement	Page 14
Notes to the financial statements	Page 15
Distribution table	Page 26
Appendix - additional information (unaudited)	Page 27
Further information	Page 28

\* These collectively comprise the Authorised Fund Manager's report.

## Henderson Global Growth Fund Authorised Fund Manager's report

We are pleased to present the Annual Report & Accounts for Henderson Global Growth Fund (the "fund") for the year ended 30 November 2017.

### Authorised status

The fund is an authorised unit trust scheme and a UCITS scheme operating under Chapter 5 of the Collective Investment Scheme sourcebook (COLL) issued by the Financial Conduct Authority (FCA).

The fund was established in January 1982 and authorised by the FCA on 29 January 1982.

### Other information

Henderson Group plc and Janus Capital Group merged on 30 May 2017 to form Janus Henderson Group plc.

### Service providers

	Name	Address	Regulator
<b>Authorised Fund Manager</b>	<b>Henderson Investment Funds Limited</b>  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
<b>Directors of the Authorised Fund Manager</b>	M Skinner (to 29.06.17) P Wagstaff G Kitchen C Chaloner H J de Sausmarez G Foggin R Chaudhuri (from 27.09.17)		
<b>Investment Manager</b>	<b>Henderson Global Investors Limited</b> The Ultimate Holding Company is Janus Henderson Group plc	201 Bishopsgate London EC2M 3AE	Authorised and regulated by the Financial Conduct Authority
<b>Unitholder Administrator</b>	<b>DST Financial Services Europe Limited</b>	DST House St Nicholas Lane Basildon Essex SS15 5FS	Authorised and regulated by the Financial Conduct Authority
<b>Trustee/Depositary</b>	<b>National Westminster Bank plc</b> The Ultimate Holding Company is the Royal Bank of Scotland Group plc	135 Bishopsgate London EC2M 3UR	Authorised by the Prudential Regulation Authority and regulated by the Financial Conduct Authority and the Prudential Regulation Authority
<b>Independent Auditors</b>	<b>PricewaterhouseCoopers LLP</b>	141 Bothwell Street Glasgow G2 7EQ	Institute of Chartered Accountants in England and Wales
<b>Legal Advisers</b>	<b>Eversheds LLP</b>	One Wood Street London EC2V 7WS	The Law Society

## Authorised Fund Manager's report

### Investment Fund Manager

Ian Warmerdam and Ronan Kelleher

### Investment objective and policy

To achieve above average long term capital growth.

The fund will invest principally in a concentrated portfolio of global securities with a bias to those securities where innovation drives competitive advantage and where the Manager considers them to be under appreciated and which offer sustainably high levels of growth.

The fund may also invest in other transferable securities, money market instruments, deposits and cash and near cash, units in collective investment schemes and forward foreign exchange contracts.

Derivatives and foreign exchange contracts may be used for the purposes of efficient portfolio management only and cash and near cash will be used for the purposes of redemptions and efficient management only. It is not anticipated that the use of derivatives for these purposes will alter the risk profile of the fund.

### Performance summary

	30 Nov 16 - 30 Nov 17	30 Nov 15 - 30 Nov 16	30 Nov 14 - 30 Nov 15	30 Nov 13 - 30 Nov 14	30 Nov 12 - 30 Nov 13
	%	%	%	%	%
<b>Henderson Global Growth Fund</b>	18.3	18.7	8.9	15.6	29.2
<b>MSCI All Country World Index</b>	15.7	25.6	2.0	13.6	21.4

Source: Morningstar, bid to bid and net of fees as at 12 noon valuation point, based on accumulation units.  
Benchmark values are as at close of business.

Please remember that past performance is not a guide to future performance. The value of an investment and the income 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 30 November 2017

<b>Largest purchases</b>	<b>£000</b>	<b>Largest sales</b>	<b>£000</b>
Microsoft	18,233	Cardinal Health	11,197
Whitbread	10,542	Fidelity National Information	11,152
Union Pacific	9,894	F5 Networks	10,006
Berkshire Hathaway 'B'	9,046	MercadoLibre	9,918
Taiwan Semiconductor Manufacturing	8,841	Mednax	9,710
Uni-President Enterprises	8,692	Amazon.com	9,275
Xylem	8,619	Cognex	8,681
Continental	8,381	Check Point Software	8,430
Estée Lauder 'A'	7,982	Wex	7,370
Tiger Brands	7,205	Spirit Airlines	7,120
<b>Total purchases</b>	<b>138,434</b>	<b>Total sales</b>	<b>148,135</b>

## Authorised Fund Manager's report (continued)

### Investment review

Over the year the fund returned 18.3% against the MSCI AC World Index of 15.7%.

At the sector level, holdings in information technology and consumer discretionary were the largest positive contributors to performance, while healthcare also boosted returns. The fund's lack of holdings in the energy sector was also a positive relative contributor. The fund continued to hold this underweight position in the energy sector as we have found it challenging to identify companies that meet our strict investment criteria, most notably to develop a long term competitive advantage, given the commodity-focused nature of the industry. Similarly, the fund continued to be underweight in the financials sector, relative to the benchmark, given that the characteristics we typically look for in a long term investment are not often displayed by financial companies, particularly banks. Banks tend to be highly leveraged vehicles, with earnings that are significantly influenced by the state of the economy, neither of which is a characteristic that we find appealing.

At the stock level, the fund's holdings in a number of the world's leading e-commerce stocks continued to generate strong investment returns. MercadoLibre in Latin America, Amazon.com and Naspers (through its holding in Chinese company Tencent) are all capitalising on leading positions in e-commerce markets, and the strong network effect that the best franchises are capable of building is taking hold. Improving market share in secularly growing end markets, and an ability to improve the overall monetisation of their product offerings, combined to materially increase the value of these companies. MercadoLibre was sold towards the end of the year under review on valuation grounds.

Another particularly positive performer in the fund was Cognex, the leading supplier of machine vision systems. Cognex helps its customers to improve product quality, eliminate production errors and lower manufacturing costs. As the company's technology gains further traction in the automotive, consumer electronics and logistics markets, it is posting impressive rates of growth while also demonstrating strong operating leverage and margin expansion. Cognex continues to see an acceleration of its revenue growth, and has shown good share price appreciation as a result.

Irish healthcare equipment company ICON also strongly contributed to the fund's performance. It is one of the largest listed contract research organisations (CROs) companies, helping pharmaceutical and biotech clients launch new drugs by managing the clinical trial process on their behalf. The complexity of running clinical trials has increased markedly in the past 20 years, with regulators requiring more data and longer treatment periods to prove the safety and efficacy of drugs. The resulting increase in costs encouraged the outsourcing of more and more of this work to specialised CROs, boosting ICON's revenues.

### Portfolio Activity

The significant activity in the fund during the year was the purchase of new holdings in Xylem, Uni-President Enterprises, Estee Lauder, Microsoft and Union Pacific. Xylem holds a leading position in the supply of water and waste treatment equipment, and is experiencing strong market growth as countries in the developing world expand their clean water and sanitation infrastructure. Uni-President Enterprises is a supplier of convenience food and beverage products throughout China and Southeast Asia, as well as an operator of convenience stores, where it is taking on new franchises and growing its store base. Estee Lauder's stable of premium skincare and beauty brands continues to see strong demand, notably driven by the growth in international travel retail where the company can make particularly attractive margins. Microsoft's success in delivering cloud services and transitioning towards a revenue enhancing subscription model for its Office suite is re-accelerating its revenue growth. Meanwhile, Western US railroad Union Pacific continues to benefit from high barriers to entry, strong pricing power and an increasingly attractive cash flow profile as it comes through a period of high capital expenditure. To make way for these stocks in the fund, we sold out of positions in Spirit Airlines, Cardinal Health, MEDNAX and Wonik IPS.

## Comparative tables for the year ended 30 November 2017

	2017 (pence per unit)	Accumulation 2016 (pence per unit)	2015 (pence per unit)
<b>Change in net assets per unit</b>			
Opening net asset value per unit	2,474.81	2,097.18	1,941.48
Return before operating charges*	543.76	423.95	197.72
Operating charges	(57.87)	(46.32)	(42.02)
Return after operating charges*	485.89	377.63	155.70
Distributions on accumulation units	-	-	-
Retained distributions on accumulation units	-	-	-
Closing net asset value per unit	2,960.70	2,474.81	2,097.18
* after direct transaction costs of:	2.08	0.52	1.25
<b>Performance</b>			
Return after charges	19.63%	18.01%	8.02%
<b>Other information</b>			
Closing net asset value (£000s)	304,238	272,048	259,737
Closing number of units	10,275,886	10,992,705	12,385,049
Operating charges	2.09%	2.09%	2.09%
Direct transaction costs	0.08%	0.02%	0.06%
<b>Prices</b>			
Highest unit price (pence)	3,149.88	2,646.87	2,236.54
Lowest unit price (pence)	2,417.13	1,896.36	1,878.99

	2017 (pence per unit)	Class I accumulation 2016 (pence per unit)	2015 (pence per unit)
<b>Change in net assets per unit</b>			
Opening net asset value per unit	208.78	174.74	159.76
Return before operating charges*	46.13	35.62	16.41
Operating charges	(2.01)	(1.58)	(1.43)
Return after operating charges*	44.12	34.04	14.98
Distributions on accumulation units	(0.52)	(0.69)	-
Retained distributions on accumulation units	0.52	0.69	-
Closing net asset value per unit	252.90	208.78	174.74
* after direct transaction costs of:	0.18	0.04	0.11
<b>Performance</b>			
Return after charges	21.13%	19.48%	9.38%
<b>Other information</b>			
Closing net asset value (£000s)	209,091	153,017	107,936
Closing number of units	82,676,965	73,290,836	61,770,995
Operating charges	0.85%	0.85%	0.85%
Direct transaction costs	0.08%	0.02%	0.06%
<b>Prices</b>			
Highest unit price (pence)	257.84	218.38	181.03
Lowest unit price (pence)	203.96	155.11	151.50

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.

## 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.

	<b>2017</b>	<b>2016</b>
	<b>%</b>	<b>%</b>
<b>Accumulation</b>	2.09	2.09
<b>I accumulation</b>	0.85	0.85

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 2 types of unit class in issue; accumulation and I accumulation.

The risk and reward profile is as follows:



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

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

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

The unit classes appear at 5 out of 7. Unit classes in higher categories have shown greater and/or more frequent variations in share 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.

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

There have been no changes to the risk rating during the year.

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

**Portfolio statement** as at 30 November 2017

Holding	Investment	Market value £000	Percentage of total net assets %
	<b>Equities 95.72% (2016: 96.94%)</b>		
	<b>Austria 1.78% (2016: 2.15%)</b>		
	<b>Industrials 1.78% (2016: 2.15%)</b>		
221,794	Andritz	9,161	1.78
	<b>China 0.00% (2016: 1.35%)</b>		
	<b>Consumer Staples 0.00% (2016: 1.35%)</b>		
	<b>France 1.86% (2016: 1.87%)</b>		
	<b>Consumer Discretionary 1.86% (2016: 1.87%)</b>		
177,837	Valeo	9,546	1.86
	<b>Germany 7.88% (2016: 6.20%)</b>		
	<b>Consumer Discretionary 4.75% (2016: 2.67%)</b>		
89,735	Continental	17,702	3.45
285,485	ProSiebenSat.1 Media	6,679	1.30
		24,381	4.75
	<b>Health Care 3.13% (2016: 3.53%)</b>		
104,034	Drägerwerk Preference Shares	6,450	1.26
179,677	Fresenius	9,626	1.87
		16,076	3.13
	<b>India 3.12% (2016: 2.24%)</b>		
	<b>Financials 3.12% (2016: 2.24%)</b>		
836,339	Housing Development Finance	15,999	3.12
	<b>Ireland 3.02% (2016: 2.96%)</b>		
	<b>Health Care 3.02% (2016: 2.96%)</b>		
179,578	Icon	15,496	3.02
	<b>Israel 0.00% (2016: 1.66%)</b>		
	<b>Information Technology 0.00% (2016: 1.66%)</b>		
	<b>Italy 0.00% (2016: 1.36%)</b>		
	<b>Financials 0.00% (2016: 1.36%)</b>		
	<b>Netherlands 0.00% (2016: 0.61%)</b>		
	<b>Information Technology 0.00% (2016: 0.61%)</b>		
	<b>South Africa 6.95% (2016: 6.79%)</b>		
	<b>Consumer Discretionary 1.65% (2016: 1.67%)</b>		
42,288	Naspers 'N'	8,445	1.65
	<b>Consumer Staples 5.30% (2016: 5.12%)</b>		
773,930	Shoprite	9,549	1.86
782,661	Tiger Brands	17,692	3.44
		27,241	5.30
	<b>South Korea 0.00% (2016: 0.37%)</b>		
	<b>Information Technology 0.00% (2016: 0.37%)</b>		

## Portfolio statement (continued)

Holding	Investment	Market value £000	Percentage of total net assets %
	<b>Taiwan 3.44% (2016: 0.00%)</b>		
	<b>Consumer Staples 1.87% (2016: 0.00%)</b>		
6,117,000	Uni-President Enterprises	9,582	1.87
	<b>Information Technology 1.57% (2016: 0.00%)</b>		
1,449,000	Taiwan Semiconductor Manufacturing	8,066	1.57
	<b>United Kingdom 7.93% (2016: 5.44%)</b>		
	<b>Consumer Discretionary 1.88% (2016: 0.00%)</b>		
164,000	ET-China.com*	-	-
270,673	Whitbread	9,658	1.88
		9,658	1.88
	<b>Consumer Staples 0.89% (2016: 0.76%)</b>		
1,425,312	PZ Cussons	4,594	0.89
	<b>Information Technology 3.70% (2016: 3.25%)</b>		
2,858,392	Auto Trader	9,612	1.88
231,555	RightMove	9,334	1.82
		18,946	3.70
	<b>Materials 1.46% (2016: 1.43%)</b>		
2,760,139	Elementis	7,519	1.46
	<b>United States 59.74% (2016: 63.94%)</b>		
	<b>Consumer Discretionary 9.92% (2016: 12.23%)</b>		
10,861	Amazon.com	9,440	1.84
381,700	Comcast 'A' Special	10,591	2.06
182,911	Delphi Automotive	14,143	2.75
7,347	Priceline.com	9,442	1.84
94,938	The Walt Disney Company	7,351	1.43
		50,967	9.92
	<b>Consumer Staples 5.00% (2016: 3.70%)</b>		
128,246	Colgate-Palmolive	6,863	1.34
146,796	CVS Health	8,307	1.62
113,628	Estée Lauder 'A'	10,474	2.04
		25,644	5.00
	<b>Financials 5.47% (2016: 3.52%)</b>		
253,620	American Express	18,300	3.57
68,619	Berkshire Hathaway 'B'	9,777	1.90
		28,077	5.47
	<b>Health Care 3.45% (2016: 10.01%)</b>		
136,418	AmerisourceBergen 'A'	8,548	1.67
51,282	Cooper	9,137	1.78
		17,685	3.45

## Portfolio statement (continued)

Holding	Investment	Market value £000	Percentage of total net assets %
	<b>Industrials 8.16% (2016: 5.29%)</b>		
60,687	FedEx	10,376	2.02
46,300	Roper Industries	9,136	1.78
120,417	Union Pacific	11,255	2.20
216,894	Xylem	11,109	2.16
		41,876	8.16
	<b>Information Technology 25.89% (2016: 26.86%)</b>		
213,526	Activision Blizzard	9,840	1.92
4,031	Alphabet 'A'	3,080	0.60
18,789	Alphabet 'C'	14,159	2.76
163,201	Apple	20,706	4.02
85,440	Cognex	8,756	1.71
303,264	Cognizant Technology Solutions	16,184	3.15
130,013	Facebook	17,015	3.31
115,473	Mastercard	12,820	2.50
287,393	Microsoft	17,853	3.48
152,370	Visa	12,525	2.44
		132,938	25.89
	<b>Real Estate 1.85% (2016: 2.33%)</b>		
89,080	American Tower	9,474	1.85
	<b>Investment assets</b>	<b>491,371</b>	<b>95.72</b>
	Other net assets	21,958	4.28
	<b>Total net assets</b>	<b>513,329</b>	<b>100.00</b>

\* Suspended, delisted or unquoted securities

All investments are listed on recognised stock exchanges and are "approved securities" within the meaning of FCA rules.

## **Statement of Authorised Fund Manager's responsibilities of Henderson Global Growth Fund (the "fund")**

for the year ended 30 November 2017

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 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 Henderson Global Growth Fund (the "Scheme")**

for the year ended 30 November 2017

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  
5 February 2018

# Independent Auditors' report to the unitholders of Henderson Global Growth Fund (the "Trust")

for the year ended 30 November 2017

## Our opinion

In our opinion, Henderson Global Growth Fund financial statements:

- give a true and fair view of the financial position of the Trust as at 30 November 2017 and of the net expense 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 30 November 2017; 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 Global Growth Fund (the "Trust") (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 10, 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](http://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  
5 February 2018

## Statement of total return for the year ended 30 November 2017

	Note	2017 £000	2016 £000
Income			
Net capital gains	4		88,822
Revenue	5	5,908	5,401
Expenses	6	(7,879)	(6,551)
Net expense before taxation		(1,971)	(1,150)
Taxation	7	(658)	(602)
Net expense after taxation		(2,629)	(1,752)
<b>Total return before distributions</b>			86,193
Distributions	8		(432)
<b>Change in net assets attributable to unitholders from investment activities</b>			<b>85,761</b>
			<b>67,791</b>

## Statement of change in net assets attributable to unitholders

for the year ended 30 November 2017

	2017 £000	Restated 2016 £000
<b>Opening net assets attributable to unitholders</b>	425,065	367,673
Amounts receivable on issue of units <sup>^</sup>	35,682	47,196
Amounts payable on cancellation of units <sup>^</sup>	(33,674)	(58,193)
	2,008	(10,997)
Dilution adjustment <sup>^</sup>	63	90
Change in net assets attributable to unitholders from investment activities	85,761	67,791
Retained distributions on accumulation units	432	508
<b>Closing net assets attributable to unitholders</b>	<b>513,329</b>	<b>425,065</b>

<sup>^</sup> Prior period restated, see page 15 for details

## Balance sheet as at 30 November 2017

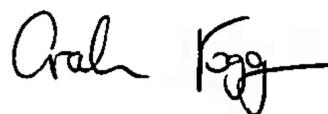
	Note	2017 £000	2016 £000
<b>Assets:</b>			
Investments		491,371	412,071
Current assets:			
Debtors	9	1,056	742
Cash and bank balances	10	24,995	14,689
<b>Total assets</b>		<b>517,422</b>	<b>427,502</b>
<b>Liabilities</b>			
Creditors			
Bank overdrafts		2,735	1,609
Other creditors	11	1,358	828
<b>Total liabilities</b>		<b>4,093</b>	<b>2,437</b>
<b>Net assets attributable to unitholders</b>		<b>513,329</b>	<b>425,065</b>

## 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)

5 February 2018

## 1 Accounting policies

### (a) Basis of preparation

The financial statements of Henderson Global Growth 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.

A prior year adjustment has been made to the financial statements to show dilution adjustments totalling £89,941 separately in the Statement of change in net assets attributable to unitholders. £53,453 of this amount was previously included within Amounts receivable on issue of units and £36,488 was previously included within Amounts receivable on cancellation of units in the Statement of change in net assets attributable to unitholders. This adjustment is presentational only and has no impact on net assets or distributions for the period.

### (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 (30 November 2017) in accordance with the provisions of the scheme particulars.

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 receivable from quoted equity and non-equity units are credited to revenue, 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.

Dividends received from US REITs are allocated between revenue and capital for distribution purposes. The split is based on the year end tax reporting data issued by the US REIT. Where the split of revenue and capital has not been announced at the accounting date, a provisional split will be used. The provision is calculated on the prior year's aggregated dividend split for each US REIT.

Bank interest is recognised on an accruals basis.

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 (other than those relating to the purchase and sale of investments) are charged against revenue on an accruals basis.

### 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 each 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.

### General Administration Charge

All fees with the exception of the annual management charge, Trustee, professional fees 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 each 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.

## Notes to the financial statements (continued)

### 1 Accounting policies (continued)

#### (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 as it meets the exemption criteria set out in FRS102.7.IA.

#### (h) Treatment of derivatives

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.

### 2 Distribution Policy

The distribution policy of the fund is to accumulate all available revenue, after the deduction of expenses properly chargeable against revenue, subject to any expense which may currently be transferred to capital. The fund pays dividend 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.

The fund makes an annual distribution (31 January) to unitholders.

In the event that the amount of income to be accumulated is less than 1% of the value of the fund's property the Authorised Fund Manager reserves the right to carry the income over to the next accumulation.

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

#### Equalisation

No income equalisation is applied to the fund.

### 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 derivatives and forward transactions for the purpose of efficient portfolio management only.

The risk management policy and process for the fund is designed to satisfy the regulatory requirements for a UCITS fund; 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 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 and counterparty risk and liquidity risk and the approach to the management of these risks, are set out below and remain unchanged from the previous accounting year. 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 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 Henderson Derivatives Risk and Compliance database.

#### (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 creditworthiness.

The investments of the fund are subject to normal market fluctuations and other risks inherent in investing in securities, in pursuance of the investment objective and policy as set out in the Prospectus.

Whilst equity investments carry potential for attractive returns over the longer term, the volatility of these returns can be relatively high. The fund may hold a relatively concentrated portfolio, as such the returns may be impacted more by fluctuations in the value of underlying securities and be more volatile.

Also, the fund may invest in technology stocks, where potential volatility may increase the risk to the value of these investments in which above average price movements can be expected. Technology and technology-related industries may also be subject to greater government regulation than many other industries. Accordingly, changes in government policies and the need for regulatory approvals may have a materially adverse effect on these industries. Additionally, these companies may be subject to risks of developing technologies, competitive pressures and the risk of obsolescence caused by other scientific advances. Many companies in the technology sector are smaller companies whose securities may be less liquid than those of larger companies, as a result of inadequate trading volume or restrictions on trading. Securities in smaller companies may possess greater potential for capital appreciation, but also involve risks, such as limited product lines, markets and financial or managerial resources and trading in such securities may be subject to more abrupt price movements than trading in securities of larger companies.

The global exposure of the fund is measured using the commitment approach; the commitment approach means that financial derivative instruments are converted into the market value of the equivalent position in the underlying asset(s). The fund may use derivatives and foreign exchange contracts for the purposes of efficient portfolio management only; it is not expected that the use of derivatives for this purpose will alter the risk profile of the fund. The fund does not employ significant leverage; this is consistent with the prior year.

## Notes to the financial statements (continued)

### 3 Risk (continued)

#### (a) Market risk (continued)

##### 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. When a proportion of the fund's assets and income are denominated in currencies other than sterling the fund's financial statements can be affected by movements in exchange rates.

The fund's exposure to foreign currency risk is considered significant. The following table details the net exposure of the principal foreign currencies the fund was exposed to, including any instruments used to hedge foreign currencies.

The exposure to currency risk is considered significant. The following table details the net exposure of the principle foreign currencies the fund is exposed to including any instruments used to hedge foreign currencies.

Currency	Investment assets £000	Other net assets £000	Total net assets £000
<b>2017</b>			
Euro	59,164	653	59,817
Indian rupee	15,999	-	15,999
Japanese yen	-	1	1
South African rand	35,686	-	35,686
Swiss franc	-	3	3
Taiwan dollar	17,648	249	17,897
UK sterling	40,717	20,633	61,350
US dollar	322,157	419	322,576
<b>Total</b>	<b>491,371</b>	<b>21,958</b>	<b>513,329</b>

Currency	Investment assets £000	Other net assets £000	Total net assets £000
<b>2016</b>			
Canadian dollar	-	1	1
Euro	46,008	526	46,534
Hong Kong dollar	5,721	-	5,721
Indian rupee	9,538	-	9,538
Japanese yen	-	1	1
Korean won	1,560	-	1,560
Polish zloty	5,771	-	5,771
South African rand	28,853	-	28,853
Swiss franc	-	3	3
UK sterling	23,136	12,275	35,411
US dollar	291,484	188	291,672
<b>Total</b>	<b>412,071</b>	<b>12,994</b>	<b>425,065</b>

##### Sensitivity analysis

The net foreign currency assets held by the fund at the year end were £451,979,000 (2016: £389,654,000). A 10% increase in the foreign exchange rates applied to the fund's net foreign currency assets would have the effect of increasing the return and the net assets as at 30 November 2017 by £45,197,900 (2016: £38,965,400). A 10% decrease in the foreign exchange rates applied to the fund's net foreign currency assets would have the effect of decreasing the return and the net assets as at 30 November 2017 by £45,197,900 (2016: £38,965,400).

## Notes to the financial statements (continued)

### 3 Risk (continued)

#### (a) Market risk (continued)

##### Other market price risk

An increase or decrease in market values will have a direct effect on the value of the investment assets in the portfolio and therefore a proportionate effect on the value of the fund.

##### Leverage

The fund has not employed significant leverage in the current or 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 majority of the fund's financial assets are investments which neither pay interest nor have a maturity date. The fund's exposure to interest rate risk is considered insignificant. This is consistent with the exposure in the prior year.

#### (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 settlement of the transaction's cashflow.

In order to manage credit risk the fund is subject to investment limits for issuers of securities as outlined in the Prospectus. 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 Henderson Credit Risk Forum and the Credit Risk Forum also approves new counterparties and sets exposure limits.

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

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

#### (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 a 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 positions to ensure it can meet its liabilities. The Authorised Fund Manager receives daily reports of subscriptions and redemptions enabling the Authorised Fund Manager to raise cash from the fund's portfolio in order to meet redemption request. In addition the Authorised Fund Manager monitors 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. When investments cannot be realised in time to meet any potential liability, the fund may borrow up to 10% of its property to ensure settlement.

## Notes to the financial statements (continued)

### 3 Risk (continued)

#### (c) Liquidity risk (continued)

The following table provides a maturity analysis of the fund's financial liabilities showing the remaining contractual maturities on an undiscounted basis.

	On demand	Within one year	Over one year but not more than five years	Over five years
2017	£000	£000	£000	£000
Bank overdrafts	2,735	-	-	-
Other creditors	-	1,358	-	-
<b>Total</b>	<b>2,735</b>	<b>1,358</b>	-	-

	On demand	Within one year	Over one year but not more than five years	Over five years
2016	£000	£000	£000	£000
Bank overdrafts	1,609	-	-	-
Other creditors	-	828	-	-
<b>Total</b>	<b>1,609</b>	<b>828</b>	-	-

### 4 Net capital gains

Net capital gains on investments during the year comprise:

	2017 £000	2016 £000
Forward currency contracts	30	(77)
Non-derivative securities	89,035	70,015
Other currency (losses)/gains	(240)	120
Transaction costs	(3)	(7)
<b>Net capital gains</b>	<b>88,822</b>	<b>70,051</b>

### 5 Revenue

	2017 £000	2016 £000
Bank interest	14	52
Overseas dividends	4,926	4,717
Overseas REIT revenue	237	181
UK dividends	731	451
<b>Total revenue</b>	<b>5,908</b>	<b>5,401</b>

## Notes to the financial statements (continued)

### 6 Expenses

	2017 £000	2016 £000
<b>Payable to the Authorised Fund Manager, associates of the Authorised Fund Manager and agents of either of them:</b>		
Annual management charge	5,942	4,891
GAC*	1,858	1,565
	<u>7,800</u>	<u>6,456</u>
<b>Payable to the Trustee, associates of the Trustee and agents of either of them:</b>		
Trustee fees	32	40
Safe custody fees	47	38
	<u>79</u>	<u>78</u>
<b>Other expenses:</b>		
Professional fees	-	17
	<u>-</u>	<u>17</u>
<b>Total expenses</b>	<b><u>7,879</u></b>	<b><u>6,551</u></b>

Irrecoverable VAT is included in the above expenses where relevant.

\*The current audit fee, which is levied through the GAC, is £7,458 (2016: £7,030).

### 7 Taxation

#### a) Analysis of charge in the year

The tax charge comprises:

	2017 £000	2016 £000
<b>Current tax</b>		
Overseas withholding tax	658	602
<b>Total tax (note 7b)</b>	<b><u>658</u></b>	<b><u>602</u></b>

#### b) Factors affecting the 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% (2016: 20%). The differences are explained below:

	2017 £000	2016 £000
Net expense before taxation	<u>(1,971)</u>	<u>(1,150)</u>
Corporation tax at 20% (2016: 20%)	(394)	(230)
Effects of:		
Irrecoverable overseas tax	658	602
Overseas dividends*	(985)	(943)
Tax effect of expensed double taxation relief	(7)	(6)
UK dividends**	(147)	(90)
Unused management expenses	1,533	1,269
<b>Tax charge for the year (note 7a)</b>	<b><u>658</u></b>	<b><u>602</u></b>

\* Certain overseas dividends are not subject to corporation tax from 1 July 2009 due to changes enacted in the Finance Act 2009.

\*\*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 (2016: nil).

## Notes to the financial statements (continued)

### 7 Taxation (continued)

#### d) Factors that may affect future tax charges

At the year end, after claiming relief against revenue taxable on receipt, there is a potential deferred tax asset of £24,865,959 (2016: £23,333,123) in relation to surplus management expenses. It is unlikely that the fund will generate sufficient taxable profits in the future to utilise these amounts and therefore no deferred tax asset has been recognised in the current or prior year.

### 8 Distributions

	<b>2017</b>	<b>2016</b>
	<b>£000</b>	<b>£000</b>
Final accumulation	432	508
<b>Total distributions</b>	<b>432</b>	<b>508</b>
Net expense after taxation	(2,629)	(1,752)
Revenue shortfall	3,061	2,260
<b>Total distributions</b>	<b>432</b>	<b>508</b>

Details of the distribution per unit are set out in the distribution table on page 26.

### 9 Debtors

	<b>2017</b>	<b>2016</b>
	<b>£000</b>	<b>£000</b>
Accrued revenue	292	62
Amounts receivable for issue of units	276	307
Overseas withholding tax reclaimable	488	373
<b>Total debtors</b>	<b>1,056</b>	<b>742</b>

### 10 Cash and bank balances

	<b>2017</b>	<b>2016</b>
	<b>£000</b>	<b>£000</b>
Cash and bank balances	24,995	14,689
<b>Total cash and bank balances</b>	<b>24,995</b>	<b>14,689</b>

### 11 Other creditors

	<b>2017</b>	<b>2016</b>
	<b>£000</b>	<b>£000</b>
Accrued annual management charge	510	432
Accrued Trustee's fee	4	4
Accrued other expenses	161	142
Amounts payable for cancellation of units	683	250
<b>Total other creditors</b>	<b>1,358</b>	<b>828</b>

### 12 Contingent liabilities and commitments

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

## Notes to the financial statements (continued)

### 13 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 13 and 14 and notes 6, 9, and 11 on pages 21 to 22 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 (2016: nil).

### 14 Unitholders' funds

The fund currently has 2 unit classes available; Accumulation and I accumulation. The annual management charge on each unit class is as follows:

	2017	2016
	%	%
Accumulation	1.50	1.50
I accumulation	0.75	0.75

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 page 4. The distribution per unit class is given in the distribution table on page 26. All unit classes have the same rights on winding up.

**Units reconciliation** for the year ended 30 November 2017

	Accumulation	Class I accumulation
Opening number of units	10,992,705	73,290,836
Creations during the year	45,934	14,127,961
Cancellations during the year	(670,265)	(5,830,750)
Units converted during the year	(92,488)	1,088,918
<b>Closing units in issue</b>	<b>10,275,886</b>	<b>82,676,965</b>

### 15 Financial derivatives

The fund may use financial derivatives for the purposes of efficient portfolio management only.

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 pledged or collateral held in respect of derivatives as at 30 November 2017 (2016: nil).

The fund had no exposure to derivatives as at 30 November 2017 (2016: nil).

## Notes to the financial statements (continued)

### 16 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

	2017		2016	
	Assets £000	Liabilities £000	Assets £000	Liabilities £000
Level 1	491,371	-	412,071	-
Level 2	-	-	-	-
Level 3	-	-	-	-
	<u>491,371</u>	<u>-</u>	<u>412,071</u>	<u>-</u>

## Notes to the financial statements (continued)

### 17 Direct transaction costs

	Purchases		Sales	
	2017 %	2016 %	2017 %	2016 %
<b>Trades in the year</b>				
Equities	138,169	68,323	148,294	68,650
<b>Trades in the year before transaction costs</b>	<b>138,169</b>	<b>68,323</b>	<b>148,294</b>	<b>68,650</b>
<b>Transaction costs</b>				
<b>Commissions</b>				
Equities	149	75	145	72
<b>Total commissions</b>	<b>149</b>	<b>75</b>	<b>145</b>	<b>72</b>
<b>Taxes</b>				
Equities	116	29	8	3
<b>Total taxes</b>	<b>116</b>	<b>29</b>	<b>8</b>	<b>3</b>
<b>Other expenses</b>				
Equities	-	2	6	1
<b>Total other expenses</b>	<b>-</b>	<b>2</b>	<b>6</b>	<b>1</b>
<b>Total transaction costs</b>	<b>265</b>	<b>106</b>	<b>159</b>	<b>76</b>
<b>Total net trades in the year after transaction costs</b>	<b>138,434</b>	<b>68,429</b>	<b>148,135</b>	<b>68,574</b>

	Purchases		Sales	
	2017 %	2016 %	2017 %	2016 %
<b>Total transaction costs expressed as a percentage of asset type cost</b>				
<b>Commissions</b>				
Equities	0.11	0.11	0.10	0.10
<b>Taxes</b>				
Equities	0.08	0.04	0.01	-
<b>Other expenses</b>				
Equities	-	-	-	-
<b>Total transaction costs expressed as a percentage of net asset value</b>				
Commissions	0.06	0.04		
Taxes	0.03	0.01		
Other expenses	-	-		
<b>Total costs</b>	<b>0.09</b>	<b>0.05</b>		

There were no in specie transfers during the year (2016: nil). There were no corporate actions during the year (2016: nil).

There were no direct transaction costs associated with derivatives in the year (2016: nil).

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.

The portfolio dealing spread as at 30 November 2017 is 0.04% (2016: 0.04%). The portfolio dealing spread is calculated at the fund's 12 noon valuation point.

### 18 Events after the Balance sheet date

On 15 December 2017, the fund changed its name from Henderson Global Growth Fund to Janus Henderson Global Equity Fund. There were no other material post Balance sheet events which require disclosure within these financial statements.

## Distribution table for the year ended 30 November 2017 (in pence per unit)

### Final dividend distribution (accounting date 30 November 2017, paid on 31 January 2018)

Group 1 : units purchased prior to 1 December 2016

Group 2 : units purchased on or after 1 December 2016

	Distribution per unit	Total distribution per unit 31/01/18	Distribution paid 31/01/17
<b>Accumulation</b>			
Group 1	-	-	-
Group 2	-	-	-
<b>Class I accumulation</b>			
Group 1	0.5224	0.5224	0.6933
Group 2	0.5224	0.5224	0.6933

## 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.

Henderson Global Growth 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 AFM and the funds they manage. This policy applies to HIFL and Henderson Global Growth Fund.

Further information on the Janus Henderson Group plc Remuneration Policy is available in the Henderson Group plc annual report and accounts as at 31 December 2016.

	Headcount [1]	Total Remuneration (£'000s) [2,3]
<b>Henderson Global Growth Fund</b>	<b>829</b>	<b>469</b>
of which		
Fixed Remuneration	829	255
Variable Remuneration	822	214
Carried Interest	n/a	-
<b>Henderson Global Growth Fund Remuneration Code Staff</b>	<b>35</b>	<b>288</b>
of which		
Senior Management [4]	19	34
Other Code Staff [5]	16	254

1. The is actual number of employees who are fully or partly involved in the activities of Henderson Global Growth Fund – no attempt has been made to apportion the time spent specifically in support of Henderson Global Growth Fund as this data is not captured as part of the Company’s normal processes.
2. 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.
3. The remuneration disclosed is only in respect of the provision of services to Henderson Global Growth 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 Henderson Global Growth 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 AUM of Henderson Global Growth 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 Henderson Global Growth Fund (as a proportion of the aggregate average AUM of Janus Henderson Group plc) as a proxy.
4. Senior Management includes the Henderson Executive Committee and other Group Board members and the Board of HIFL.
5. Other Code Staff includes all other UCITS Code Staff not covered by the above, including Investment Fund Managers who manage AUM within Henderson Global Growth 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 line is also available:

Client Services: **0800 832 832**

or you can contact us via e-mail at **[support@janushenderson.com](mailto: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. © 2017, Janus Henderson Investors. The name Janus Henderson Investors includes HGI Group Limited, Henderson Global Investors (Brand Management) Sarl and Janus International Holding LLC.