



Henderson
GLOBAL INVESTORS



Henderson

Pensions Managed

Fund

Interim Report

For the six months ended 30 September 2010 (Unaudited)

Who are **Henderson Global Investors?**

Established in 1934 to administer the estates of Alexander Henderson, the first Lord Faringdon, Henderson Global Investors (Henderson) is a leading independent global asset management firm. The company provides its institutional, retail and high net-worth clients with access to skilled investment professionals representing a broad range of asset classes, including equities, fixed income, property and private equity. With its principal place of business in London, Henderson is one of Europe's largest investment managers, with £56.4[†] billion assets under management (as at 30 June 2010) and employs around 930 people worldwide.

In Europe, Henderson has offices in Amsterdam, Frankfurt, Luxembourg, Madrid, Milan, Paris, Vienna, Zurich and London. Henderson has had a presence in North America since 1999, when it acquired US real estate investment manager Phoenix Realty Advisers, and has offices in Chicago and Hartford. In Asia, Henderson has offices in New Delhi, Singapore (Asia headquarters), Hong Kong, Tokyo and Sydney. In April 2009 New Star Asset Management Group PLC was acquired by Henderson Group plc.

With investment expertise across every asset class, Henderson's skillful investment managers invest in every major market around the globe. They are supported by a global team of researchers and economists who have a keen understanding of the economic forces driving the security markets and who undertake rigorous sector and theme analysis. Underpinning this process is a comprehensive risk-control framework to ensure that investment views are translated into portfolios managed in line with investors risk and return requirements.

What do we do?

At Henderson Global Investors we do one thing and we do it really well - investment management. As a company, we are totally focused on this core activity and it underpins everything we do.

We do this by providing a range of investment products and services including:

- Open ended funds - offshore funds, unit trusts, OEICs
- Investment trusts
- Individual Savings Accounts
- Pension fund management
- Management of portfolios for UK and international institutional clients

[†] Source: Henderson Global Investors.

Contents

Manager's report	Page 1
Authorised status	Page 1
Market review	Page 4
Comparative tables	Page 5
Portfolio statement	Page 8
Financial statements	
Statement of total return	Page 9
Statement of change in net assets attributable to unitholders	Page 9
Balance sheet	Page 10
Certification of financial statements by directors of the manager	Page 10
Notes to the financial statements	Page 11
Distribution table	Page 13

Manager's report for the six months ended 30 September 2010

Authorised Status

The Henderson Pensions Managed Fund is an unauthorised exempt unit trust specially designed for pension schemes valued over £50,000 and looking for a balanced investment approach.

Trust information

Minimum Investment	£50,000
Launch Date	13 October 1987
Launch Price	50.00 pence per unit
Offer Price	119.80 pence per income unit (30 September 2010) 140.20 pence per accumulation unit (30 September 2010)
Bid Price	107.00 pence per income unit (30 September 2010) 125.50 pence per accumulation unit (30 September 2010)
Estimated Gross Annual Yield	2.00% (31 March 2010)
Distribution Payable	0.9124 pence per unit (30 November 2010) on income units 1.0705 pence per unit (30 November 2010) on accumulation units
Period End Dates	31 March, 30 June, 30 September, 31 December
Distribution Dates	28 February, 31 May, 31 August, 30 November
Management Charges	Initial 0.75% (scaled charge depending on the value of the unitholding) Clients who have a Customer Agreement with Henderson Global Investors receive a full discount on the initial charge Annual 0.50% (plus VAT) on first £10 million 0.25% (plus VAT) thereafter
Investment Manager	Graham Kitchen For further information please contact: 020 7818 1818

Manager's report (continued)

	Name	Address	Regulator
Manager and Dealing	Henderson Investment Funds Limited which is the sole Director Member of IMA The ultimate controlling party is Henderson Group Plc.	Registered Office: 201 Bishopsgate, London EC2M 3AE. Registered in England No 2678531. Telephone - 020 7818 1818 Dealing - 08459 46 46 46 Enquiries - 0800 832 832	Authorised and regulated by the Financial Services Authority.
Investment Adviser	Henderson Global Investors Limited The ultimate controlling party is Henderson Group Plc.	201 Bishopsgate, London EC2M 3AE	Authorised and regulated by the Financial Services Authority.
Registrar	BNP Paribas Fund Services UK Limited From 6 April 2010 International Finance Data Services (UK) Limited	55 Moorgate, London EC2R 6PA IFDS House St Nicholas House Basildon Essex SS15 5FS	Authorised and regulated by the Financial Services Authority.
Trustee	Royal Bank of Scotland	The Broadstone, 50 South Gyle Crescent, Edinburgh EH12 9UZ	Authorised and regulated by the Financial Services Authority
Independent Auditors	PricewaterhouseCoopers LLP	141 Bothwell Street Glasgow G2 7EQ	Institute of Chartered Accountants in England and Wales
Legal Adviser	Eversheds LLP	One Wood Street London EC2V 7WS	The Law Society

Manager's report (continued)

Investment objective

The investment objective of the Henderson Pensions Managed Fund (the "Trust") is to achieve an above average rate of return compatible with an acceptable level of risk.

The portfolio has an equity bias in the belief that investment in real assets, primarily equities, offers the best protection against inflation over the longer term.

The Trust follows an international investment strategy. The exposure to overseas markets may be achieved through investment in selected Henderson Collective Investment Schemes at the discretion of the Manager.

This approach may also be adopted for investment in the UK.

Performance record

	1 Oct 09- 30 Sep 10	1 Oct 08- 30 Sep 09	1 Oct 07- 30 Sep 08	1 Oct 06- 30 Sep 07	1 Oct 05- 30 Sep 06
	%	%	%	%	%
Henderson Pensions Managed Fund (offer price to offer price)	9.3	8.6	(16.9)	11.4	12.7
CAPS Pooled Median	10.1	14.6	(16.0)	12.0	11.9

Performance includes reinvested income gross of tax, and is before the deduction of management charges.

Source: CAPS Pooled Survey.

Figures in brackets are negative.

Significant portfolio changes for the six months ended 30 September 2010

Purchases	£000	Sales	£000
Henderson Liquid Asset Sterling Fund 'Z' Accumulation Shares	6,882	Henderson Liquid Asset Sterling Fund 'Z' Accumulation Shares	6,865
Henderson High Alpha UK Equity Fund 'I' Accumulation Shares	659	Henderson High Alpha UK Equity Fund 'I' Accumulation Shares	2,879
Henderson Overseas Bond Fund 'I' Accumulation Shares	499	Henderson Overseas Bond Fund 'I' Accumulation Shares	898
Henderson North American Enhanced Equity Fund 'I' Accumulation Shares	397	Henderson All Stocks Credit Fund 'I' Accumulation Shares	650
Henderson European Enhanced Equity Fund 'I' Accumulation Shares	151	Henderson North American Enhanced Equity Fund 'I' Accumulation Shares	608
Henderson All Stocks Credit Fund 'I' Accumulation Shares	150	Henderson UK Gilt Fund 'I' Accumulation Shares	500
Henderson Japan Enhanced Equity Fund 'I' Accumulation Shares	150	Henderson Asia Pacific Ex Japan Enhanced Equity Fund 'I' Accumulation shares	358
		Henderson Japan Enhanced Equity Fund 'I' Accumulation Shares	352
		Henderson Emerging Markets Fund 'I' Accumulation Shares	306
		Henderson European Enhanced Equity Fund 'I' Accumulation Shares	280

All of the above are related parties to the Trust

All purchases included

Market review

for the six months ended 30 September 2010

Global equity markets struggled during the six-month period to end September 2010 as a combination of fears surrounding the capacity of several European countries to meet their burgeoning national debts and increasingly weak macroeconomic data from the US cast a shadow over otherwise strong company earnings reports. Towards the end of the period under review, however, increased rhetoric from the US Federal Reserve (the Fed) that it would be willing to undertake further quantitative easing (QE) to inject money into the economy, boosted investor sentiment and equity markets were able to claw back some of the losses. The MSCI World finished the six-month period down 4.1%.

April began in sombre mood as markets doubted Greece's ongoing ability to service its national debt, sending the yield on Greek debt to punishingly high levels. In May, the European Union was forced to step in and offer a special funding facility, which, together with additional money from the International Monetary Fund, provided a safety net of up to €750 billion. This appeared to bring some calm to markets although the requisite austerity measures, eagerly adopted by several other heavily-indebted governments, generated fresh fears that this could stall the nascent economic recovery. These concerns were compounded by deteriorating economic data from the US and fears that the Chinese economy was slowing. A volcanic ash cloud from Iceland, which disrupted business travel in early summer and the oil spill at the BP Macondo well in the Gulf of Mexico also served to distract investors.

By mid-summer a slew of weak US employment and housing data contributed to ongoing negative sentiment and talk of a "double-dip" recession gained currency. This prompted the Fed's governor, Ben Bernanke, to pledge interventionist steps to further boost the economy if it deteriorated significantly. Equity markets were cheered in September by the prospect of additional monetary stimulus finding its way into asset prices. By the end of the period, investors focused anew on the strength of company earnings and a revival in merger and acquisition activity appeared to justify claims that valuations were attractive.

In the UK, cyclical sectors tended to do best, although the oil and gas sector was dragged down by the severe drop in the share price of BP following the damaging spill in the Gulf of Mexico. The travails of this index heavyweight contributed to the 0.6% fall in the large cap FTSE 100, whereas the FTSE 250 climbed 5.1% and the FTSE Small Cap rose 4.7%. More globally, telecoms and autos were the biggest gainers, whilst insurance lagged. The FTSE World Europe ex UK slipped 2.8% and the FTSE World North America slid 5.1%. Both the euro and the US dollar weakened against sterling, which served to amplify the falls. In the Far East, the FTSE Japan fell 8.6% but the MSCI AC Asia Pacific ex Japan climbed 3.8%, buoyed by the fast pace of growth in the region.

The Fed, the Bank of England and the European Central Bank maintained their key interest rates unchanged at historically low levels over the period. Government bonds responded positively to this, particularly gilts, German Bunds and US Treasuries, which rallied as recovery fears mounted. Their strong performance eased off in September, however, as investor's risk appetite returned and debate emerged about whether the short-term demand created by bond purchases as a result of a second round of QE would be cancelled out by its longer-term inflationary implications. Over the period the FTSE Brit. Govt. Fixed All Stocks rose 8.3% as the yield on the 10-year gilt fell 0.8 percentage points to 3.1%, although there was some creep up in yields towards the end of the period.

Corporate bonds also performed well – the IBOXX £ non-Gilts All Maturities rose 6.8% over the period – although the new issues market largely closed down in May when a temporary spike in yields caused companies to delay refinancing. Markets became more amenable towards corporate bonds by the end of the period, however, as the European bank stress tests passed without incident and the reclassification of core capital as part of the Basel III proposals was seen as beneficial for some types of corporate bond.

Comparative tables as at 30 September 2010

Net asset value per unit

	Net asset value of Fund (£)	Net asset value per unit (pence)	Number of units in issue	Net asset value of unit (£)
Income units				
31/03/2008	123,382,151	119.08	26,773,132	31,880,504
31/03/2009	74,996,415	89.59	8,051,092	7,213,061
31/03/2010	71,031,534	118.65	7,394,660	8,773,576
30/09/2010	66,618,310	118.35	3,165,094	3,745,764
Accumulation units				
31/03/2008	123,382,151	132.07	69,282,868	91,501,647
31/03/2009	74,996,415	102.55	66,096,446	67,783,354
31/03/2010	71,031,534	138.13	45,072,792	62,257,958
30/09/2010	66,618,310	138.86	45,276,982	62,872,546

Performance record

Calendar year	Net revenue (pence per unit)	Highest offer (pence per unit)	Lowest bid (pence per unit)
Income units			
2005	2.63	118.55	97.46
2006	3.35	125.66	111.49
2007	3.40	136.36	120.23
2008	2.93	132.20	80.65
2009	2.64	113.60	83.00
2010	2.26*	119.80+	107.00+
Accumulation units			
2005	2.77	125.83	102.61
2006	3.58	138.20	119.30
2007	3.70	148.53	131.48
2008	3.25	145.90	97.90
2009	3.02	131.70	94.30
2010	2.64*	140.20+	125.50+

* to 30 November

+ to 30 September

Total expense ratio

The annualised total expense ratio (TER) of the Fund, based on the total expenses included within the financial statements for the period as indicated below:

30/09/10	31/03/10
%	%
0.73	0.78

The TER includes a synthetic element of 0.67% (31/03/10: 0.70%) to incorporate the TER of the underlying funds.

The TER of the Fund is the ratio of the Fund's total operating costs to its average net assets for twelve months.

Portfolio turnover rate

The portfolio turnover rate (PTR) of the Fund, based on the figures included within the financial statements for the period as indicated below:

30/09/10	31/03/10
%	%
38.00	28.00

The PTR of the Fund is the ratio of the Fund's transactions to its average net assets for twelve months.

Portfolio transactions costs

	2010 £000	2009 £000
Purchases in period before transaction costs	<u>8,888</u>	<u>6,521</u>
Commissions	-	9
Total purchase transaction costs*	-	9
Purchases including transaction costs	<u>8,888</u>	<u>6,530</u>
Sales excluding transaction costs	<u>13,797</u>	<u>6,767</u>
Commissions	-	(3)
Total sales transaction costs*	-	(3)
Sales net of transaction costs	<u>13,797</u>	<u>6,764</u>
Transaction handling charges*	<u>1</u>	<u>2</u>

* These amounts have been deducted in determining net capital gains.

Portfolio statement as at 30 September 2010

Holding	Investment	Market value £000	Percentage of total net assets %
Collective Investment Schemes 100.14% (31 March 2010 - 100.12%)			
Cash and Cash Equivalent 6.97% (31 March 2010 - 6.51%)			
4,645,574	Henderson Liquid Asset Sterling Fund 'Z' Accumulation Shares	4,646	6.97
Emerging Markets 4.72% (31 March 2010 - 4.77%)			
1,139,308	Henderson Emerging Markets Fund 'I' Accumulation Shares	3,148	4.72
European 13.13% (31 March 2010 - 12.92%)			
9,695,031	Henderson European Enhanced Equity Fund 'I' Accumulation Shares	8,746	13.13
International Bonds 3.17% (31 March 2010 - 3.37%)			
961,854	Henderson Overseas Bond Fund 'I' Accumulation Shares	2,111	3.17
Japan 4.31% (31 March 2010 - 4.77%)			
3,254,100	Henderson Japan Enhanced Equity Fund 'I' Accumulation Shares	2,873	4.31
Pacific 7.28% (31 March 2010 - 7.15%)			
2,769,555	Henderson Asia Pacific Ex Japan Enhanced Equity Fund 'I' Accumulation Shares	4,848	7.28
Property 0.90% (31 March 2010 - 0.81%)			
414	Henderson UK Property Fund Units	597	0.90
United Kingdom 46.43% (31 March 2010 - 46.38%)			
2,215,343	Henderson All Stocks Credit Fund 'I' Accumulation Shares	3,951	5.93
29,528,750	Henderson High Alpha UK Equity Fund 'I' Accumulation Shares	25,913	38.90
82,325	Henderson Index-Linked Bond Fund 'I' Accumulation Shares	239	0.36
335,260	Henderson UK Gilt Fund 'I' Accumulation Shares	827	1.24
		<u>30,930</u>	<u>46.43</u>
United States 13.23% (31 March 2010 - 13.44%)			
1,613,896	Henderson North American Enhanced Equity Fund 'I' Accumulation Shares	8,815	13.23
Investment assets		66,714	100.14
Net other liabilities		(96)	(0.14)
Net assets		66,618	100.00

All of the above are related parties to the Trust.

Statement of total return for the six months ended 30 September 2010 (unaudited)

	30/09/10		Restated 30/09/09	
	£000	£000	£000	£000
Income				
Net capital losses		(419)		16,739
Revenue	985		1,479	
Taxation	(197)		(296)	
	<u> </u>		<u> </u>	
Net revenue available for payment to unitholders or for re-investment as an annual payment	<u>788</u>		<u>1,183</u>	
Expenses borne by unitholders				
Expenses	(39)		(33)	
Finance costs: Interest	-		-	
	<u> </u>		<u> </u>	
Net revenue after taxation		<u>749</u>		<u>1,150</u>
Total return before distributions		330		17,889
Finance costs: Distributions		(749)		(1,150)
Change in net assets attributable to unitholders from investment activities		<u>(419)</u>		<u>16,739</u>

Statement of change in net assets attributable to unitholders for the six months ended 30 September 2010 (unaudited)

	30/09/10		30/09/09	
	£000	£000	£000	£000
Opening net assets attributable to unitholders		71,032		74,996
Amounts receivable on issue of units	294		536	
Amounts payable on cancellation of units	(4,948)		(566)	
	<u> </u>	(4,654)	<u> </u>	(30)
Stamp duty reserve tax		-		(1)
Change in net assets attributable to unitholders from investment activities (see above)		(419)		16,739
Retained distributions on accumulation units		659		1,041
Closing net assets attributable to unitholders		<u>66,618</u>		<u>92,745</u>

Balance sheet as at 30 September 2010 (unaudited)

	30/09/10		31/03/10	
	£000	£000	£000	£000
Assets				
Investment assets		66,714		71,114
Debtors	9		10	
Cash and bank balances	178		261	
Total other assets		187		271
Total assets		<u>66,901</u>		<u>71,385</u>
Liabilities				
Creditors	254		294	
Bank overdrafts	-		17	
Distribution payable on income units	29		42	
Total other liabilities		283		353
Total liabilities		283		353
Net assets attributable to unitholders		<u>66,618</u>		<u>71,032</u>

Certification of financial statements by directors of the manager

In accordance with the requirements of the Financial Services Authority's Collective Investment Schemes Sourcebook, we hereby certify the investment report and financial statements on behalf of the Directors of Henderson Investment Funds Limited.



Andrew Formica
(Chief Executive)



David Jacob
(Chief Investment Officer)

25 November 2010

1 Accounting policies

(a) Basis of accounting

The financial statements have been prepared under the historical cost basis, as modified by the revaluation of investments, and in accordance with the Trust Deed and Scheme Particulars.

Change in accounting policy

The trust is an unauthorised unit trust and applies the principles of the Statement of Recommended Practice (20 November 2008) although it is not required to do so.

The Statement of Recommended Practice (November 2008) supersedes the previous version (December 2005) and applies to accounting periods beginning on or after 1 January 2009.

As a result of this change certain items have been reanalysed in the Statement of total return as set out below. The analysis has been treated as a change in accounting policy as required by Financial Reporting Standard 18 and accordingly the comparative figures have been restated. This restatement did not change either the total return or net assets attributable to unitholders in either the current or preceding period.

Other gains/(losses) were previously included as a separate line in the Statement of total return but have now been included in Net capital gains/(losses). Transaction charges were previously included in Expenses but have now been included in Net capital gains/(losses).

	Impact on comparative figures	
	Expenses: Transaction costs	Net Capital gains/ (losses)

Henderson Pensions Managed Fund	(2)	2
---------------------------------	-----	---

The credit rating disclosure as recommended by the Statement of Recommended Practice for Authorised Funds (SORP) has been omitted as the necessary licences to permit such disclosure are not held.

(b) Revenue recognition

Distributions from collective investment schemes and dividends receivable from quoted equity and non equity units are credited to revenue, net of attributable tax credits, when the security is quoted ex-dividend before the period end. Dividends on unquoted stocks are credited to revenue when the dividend is announced.

Accumulation of revenue relating to accumulation units or shares held in underlying Trusts is recognised as revenue and included in the amount available for distribution.

Equalisation received from distributions or accumulations on units or shares in underlying investments is treated as capital and deducted from the cost of the investment.

If any revenue receivable at the balance sheet date is not considered recoverable, a provision should be made for the relevant amount.

Notes to the financial statements (continued)

1 Accounting policies (continued)

(c) Treatment of expenses (including Manager's expenses)

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

The Manager's periodic charge is calculated on the total net assets managed by Henderson Investment Funds Limited.

Introduction of General Administration Charge

From 11 January 2010, all fees with the exception of the Annual Management Charge, Trustee and Safe Custody fees, were replaced by a single ad valorem charge, the General Administrative Charge (GAC). The Manager believes that the GAC will create more efficiency and transparency around the charging process than more traditional methods.

For further details please refer to the prospectus.

(d) Distribution policy

The distribution policy of the Trust is to distribute/accumulate all available revenue, after deduction of expenses properly chargeable against revenue, subject to any of the Manager's periodic charge or other expense which may currently be transferred to capital.

Gains and losses on investments and currencies, whether realised or unrealised, are taken to capital and are not available for distribution.

(e) Basis of valuation of investments

The valuation point is close of business on the last business day of the accounting period. Listed investments are valued at fair value which is generally deemed to be bid market price.

Authorised unit trusts are valued at the cancellation prices for trusts managed by the Manager and at the bid prices for other trusts.

OEIC sub funds are valued at the quoted price for those managed by the Manager and at contractual prices for any other sub funds.

Where applicable, investment valuations exclude any element of accrued revenue.

(f) Exchange rates

Assets and liabilities denominated in foreign currencies are translated into sterling at the exchange rates prevailing at close of business on the last business day of the accounting period.

Revenue and expenditure transactions are translated at the rates of exchange ruling on the dates of the transactions.

Exchange differences on such transactions follow the same treatment as the principal amounts.

(g) Taxation

The charge for taxation is based on the results for the year.

In general, the tax accounting treatment follows that of the principal amount.

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 reversal of underlying timing differences can be offset.

Distribution table for the period ended 30 September 2010 (in pence per unit)

Interim Dividend Distribution No 27 (xd date 30 June 2010, paid on 31 August 2010)

Group 1: Units purchased prior to 1 April 2010

Group 2: Units purchased on or after 1 April 2010

	Gross revenue	Income tax (20%)	Net revenue	Equalisation	Expenses borne by unitholders	Distribution paid 31/08/10	Distribution paid 28/08/09
Income units							
Group 1	0.4531	0.0906	0.3625	-	0.0316	0.3309	0.4040
Group 2	0.3719	0.0744	0.2975	0.0650	0.0316	0.3309	0.4040
Accumulation units							
Group 1	0.5300	0.1060	0.4240	-	0.0369	0.3871	0.4625
Group 2	0.4404	0.0881	0.3523	0.0717	0.0369	0.3871	0.4625

Interim Dividend Distribution No 28 (xd date 30 September 2010, paid on 30 November 2010)

Group 1: Units purchased prior to 1 July 2010

Group 2: Units purchased on or after 1 July 2010

	Gross revenue	Income tax (20%)	Net revenue	Equalisation	Expenses borne by unitholders	Distribution paid 30/11/10	Distribution paid 30/11/09
Income units							
Group 1	1.1831	0.2366	0.9465	-	0.0341	0.9124	0.9657
Group 2	0.1359	0.0272	0.1087	0.8378	0.0341	0.9124	0.9657
Accumulation units							
Group 1	1.3881	0.2776	1.1105	-	0.0400	1.0705	1.1101
Group 2	0.7038	0.1408	0.5630	0.5475	0.0400	1.0705	1.1101

Equalisation

This applies only to units purchased during the distribution 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.

General information

Eligible unitholders

Unitholders may be any Superannuation Scheme which is an exempt approved Scheme or treated as an exempt Scheme for the purposes of the Finance Act 1970 (Part II, Chapter II); or any other Pension Fund that would be permitted by the Inland Revenue to hold units without prejudicing the exemption of the Trust from tax on capital gains under Section 100(2) of the Taxation of Chargeable Gains Act 1992. This is only so long as anybody would be or continue to be wholly exempt from capital gains tax or corporation tax (otherwise than by reason of residence).

Evidence of approved status on first application for units and an indemnity against the effect of any change in status during the lifetime of any holding will be sought.

Pricing and dealing

The buying (offer) price and the selling (bid) price will vary with the stockmarket values of the underlying investments and where applicable with currency fluctuations. Prices will be calculated on each business day on the basis of the latest market values and currency rates available at 12 noon (the valuation point), although if the markets are exceptionally volatile they may be recalculated more frequently to reflect any major changes in the value of the underlying assets. Dealing hours are from 8.30am to 5.00pm each business day and deals are always transacted on a forward basis at the price calculated at the next valuation point.

New purchasers will be given a statement of units bought and all unitholders will receive an annual statement detailing their holdings. On a sale of units, investors will be asked to complete and return a form of renunciation sent out when their sale instructions are received by the Manager.

Units may be sold back to the Manager on any business day. Payment will be made not later than the close of business on the fourth business day following the receipt by Henderson of the returned form of renunciation and any other appropriate documents of title. The amount payable will be the number of units duly renounced multiplied by the appropriate bid price, calculated with reference to the next valuation point.

Prices and yields

Prices and yields are published daily in the national press or can be obtained by contacting the Manager. The bid/offer spread was 1.30% at 31 March 2010, expressed as a percentage of the offer price. This percentage may be altered at the discretion of the Manager within the limits laid down by the Trust Deed and by regulations governing the operation of unit trusts.

The offer price of each unit incorporates an initial charge of up to 0.75% of the creation price of units. Although the maximum initial charge permitted by the Trust Deed is 7%, the Manager has no intention, at the time of writing, of increasing the charge above its current level. The annual management charge is accrued daily and paid to the Manager on the last business day in a calendar month in respect of the previous calendar month. The charge is calculated by reference to the value of the Trust less the value of that part of the Trust invested in any Collective Investment Schemes of which the Managers or an Associate of the Managers are the Managers. The charge is payable from the property of the Trust. The rate at which the Manager at present makes the charge is 0.50% (plus VAT) per annum. Unitholders whose investment in the Trust exceeds £10 million receive a rebate from the Manager, such that the management charge is 0.5% (plus VAT) per annum on holdings up to and including £10 million in value, and 0.25% (plus VAT) per annum thereafter. The Trust Deed allows for this charge to be increased up to a maximum of 2% (plus VAT) after three months' written notice to unitholders. There is no double charging of either initial or annual management charges on holdings in other Henderson unit trusts.

General information (continued)

Revenue

Revenue is distributed on 31 May, 31 August, 30 November and 28 February each year (29 February in leap years), together with an income tax certificate and a Manager's report.

Investors can have the revenue payments reinvested automatically in further units of the Trust. A statement is sent on each revenue payment date to unitholders who elect this option.

The income tax voucher gives details of the tax deducted at source of 20% (tax year 2009/2010).

Tax on capital gains

The Trust does not suffer any liability to UK taxation in respect of capital gains realised on the disposal of its investments. In addition, the Trust is only available to persons or bodies who are themselves exempt from payment of UK capital gains tax or corporation tax.

Tax reclamation

Income tax will be reclaimed on all units registered in the name of Henderson Nominees Limited. If the units are registered in a pension fund Trustee's own name, tax may be reclaimed from the Inland Revenue by them direct.

Manager's reports

Manager's reports are sent on a quarterly basis.

Cancellation rights

Cancellation rights as laid down in The Financial Services (Cancellation) Rules 1989 do not apply to any application made in response to this brochure.

Further information

For further information on any of the above please contact your Professional Adviser or Henderson direct. Copies of Scheme Particulars relating to this Trust may be obtained from Henderson Investment Funds Limited, 201 Bishopsgate, London EC2M 3AE. Copies of the Trust Deed constituting the Trust and the latest annual, half yearly and information reports can be inspected at, or obtained from, the above address. A small fee is payable for obtaining a copy of the Trust Deed.

Unitholder enquiries

If you have any queries about your Trust 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:

Investor Services: 0800 832 832

IFA Services: 0800 832 832

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

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



Henderson Global Investors is the name under which Henderson Global Investors Limited (reg. no. 906355), Henderson Fund Management plc (reg. no. 2607112), Henderson Investment Funds Limited (reg. no. 2678531), Henderson Investment Management Limited (reg. no. 1795354), Henderson Alternative Investment Advisor Limited (reg. no. 962757) and Henderson Equity Partners Limited (reg. no. 2606646) (each incorporated and registered in England and Wales with registered office at 201 Bishopsgate, London EC2M 3AE and authorised and regulated by the Financial Services Authority) provide investment products and services. Telephone calls may be recorded and monitored.

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