MACRO OUTLOOK AND INVESTMENT PERSPECTIVES

January 2021

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GLOBAL GROWTH

Consensus forecasts

Real GDP Growth by Region (%)

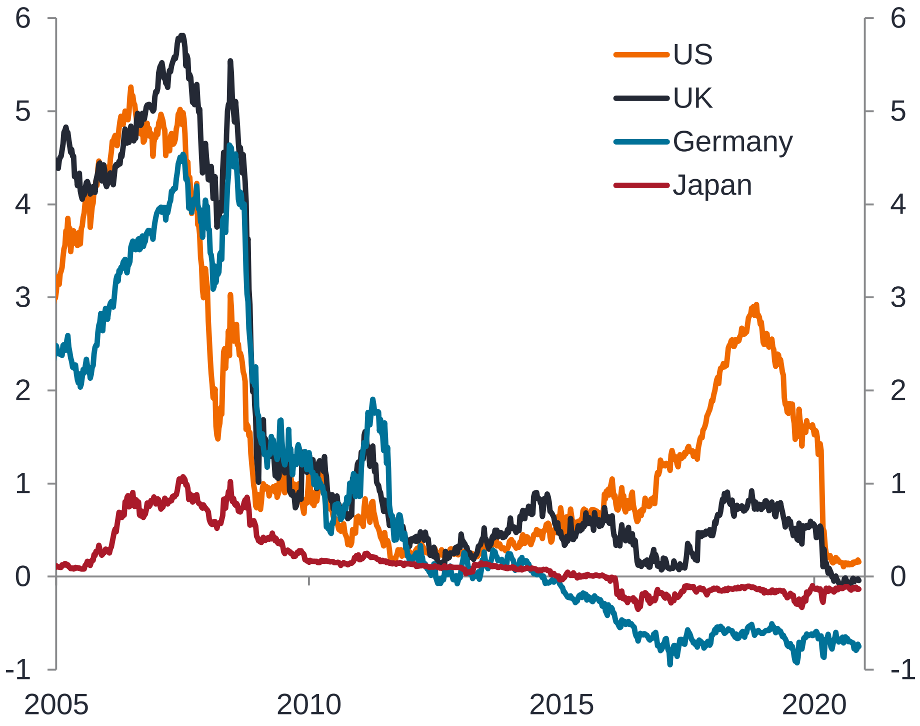
Region	2020	2021	2022
World	-3.9	5.2	3.6
Developed	-5.3	4.0	2.9
Emerging	-0.8	5.0	5.0
US	-3.6	3.8	2.9
UK	-11.0	5.4	4.0
Eurozone	-7.3	4.7	3.3
Japan	-5.3	2.5	1.8
China	2.0	8.1	5.5

Source: Janus Henderson Investors, Bloomberg, as at 25 November 2020

FROM FISCAL THRUST TO FISCAL CLIFF

As central banks' toolkits empty, fiscal policy will become more important

2 Year Government Bond Yields (%)



Source: Janus Henderson Investors, J.P Morgan, as at 26 November 2020

Fiscal Thrust, % of GDP

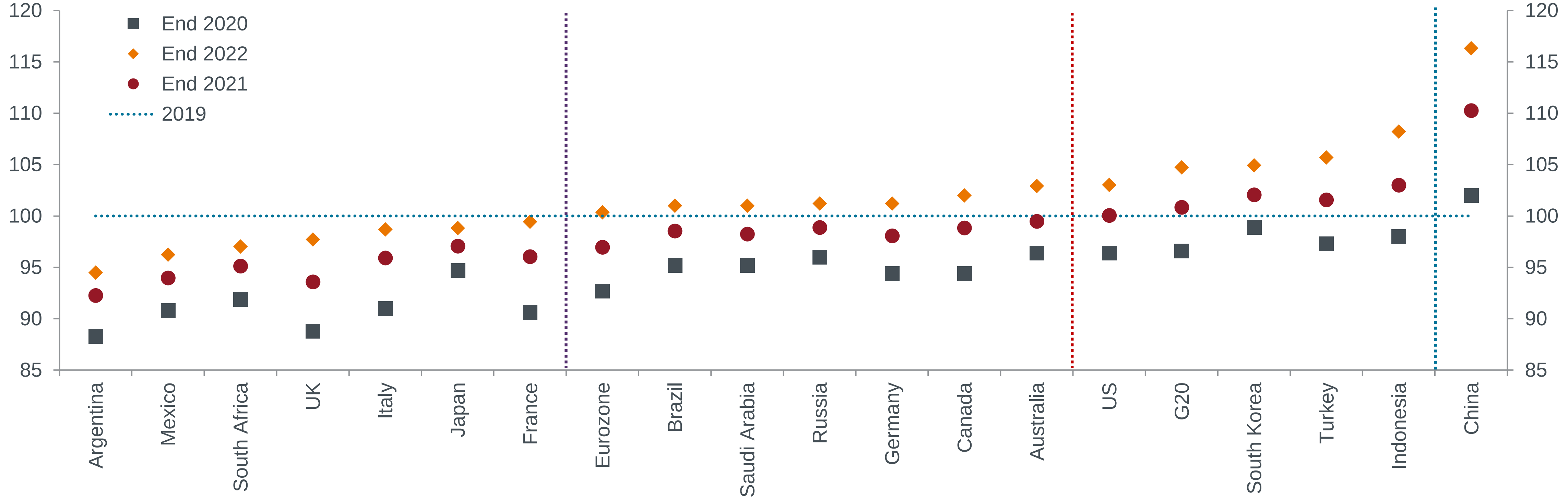
	2010-18	2019	2020	2021
Developed	-0.3	0.3	4.5	-1.9
US	-0.3	0.5	4.8	-2.3
Eurozone	-0.4	0.2	4.0	-0.5
Japan	0.0	0.4	2.9	-0.2
UK	-0.4	0.1	10.7	-8.8
Emerging	-0.2	0.4	3.0	-1.9
China	-0.4	0.8	3.2	-2.2
Global	-0.2	0.4	3.9	-1.9

Source: Janus Henderson Investors, J.P Morgan, as at 26 November 2020
Note: Figures after 2019 are forecasts

LONG ROAD BACK

Most countries will take years to recover from the COVID-19 shock

Levels of GDP Relative to End-2019 Level
(based on Bloomberg consensus forecasts)



Source: Janus Henderson Investors, Bloomberg as at 02 December 2020

EQUITY MARKETS VS ANALYST SHARE PRICE TARGETS

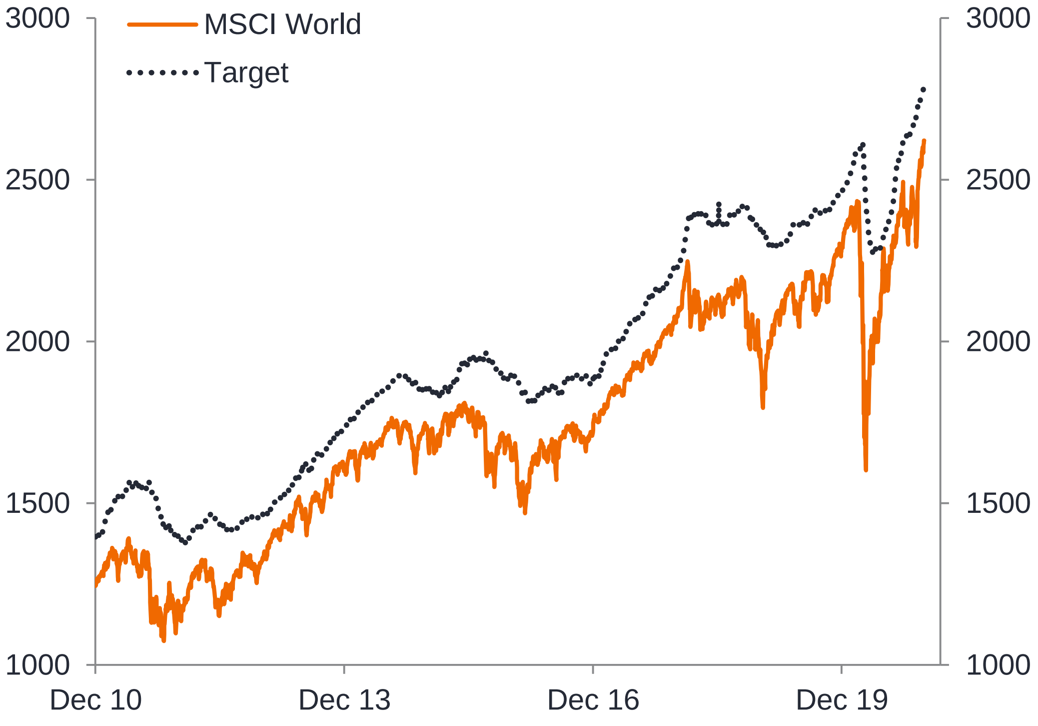
Equity markets have recovered

Market Levels Relative to Analyst Price Targets

Market	Discount	Post-2005 Percentile
MSCI World	-6%	97
MSCI Emerging Markets	-12%	67
S&P 500	-6%	98
NASDAQ Composite	-6%	98
Euro STOXX 50	-6%	85
FTSE 100	-7%	61
FTSE 250	-5%	89
CAC 40	-6%	95
DAX	-9%	50
IBEX 35	-3%	93
FTSE MIB	-7%	69
TOPIX	-7%	88
Australia S&P/ASX 200	-2%	81
Shanghai Composite	-11%	63
MSCI Latin America	-10%	85
MSCI Asia Pacific ex Japan	-12%	58

Source: Janus Henderson Investors, Bloomberg, as at 07 December 2020

World Equities and Analyst Price Target

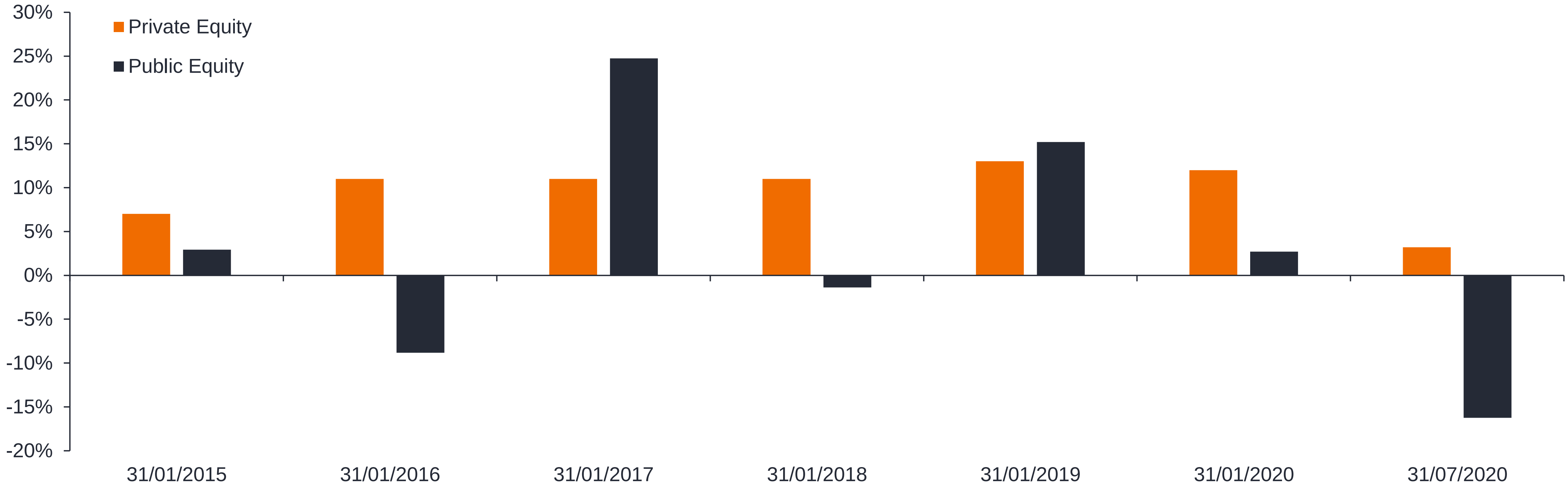


Source: Janus Henderson Investors, Bloomberg, as at 04 December 2020

PRIVATE VERSUS PUBLIC MARKET EARNINGS GROWTH

Multiple expansion may fade…look to private equity for organic growth

Earnings Growth



Source: Janus Henderson Investors, Bloomberg, HarbourVest Global Private Equity LTD as at 14 December 2020

Notes: Private equity earnings growth represented by Harbourvest Global Private Equity Ltd- a highly diversified private equity portfolio
Public market equity represented by MSCI World Index

THE SEARCH FOR YIELD INTENSIFIES

Less than 30% of global bonds yield more than 1%

Average Yield on Global Bonds (%)

Source: Janus Henderson Investors, Bloomberg, as at 07 December 2020
Notes: Average yield on Bloomberg Barclays Global Aggregate index

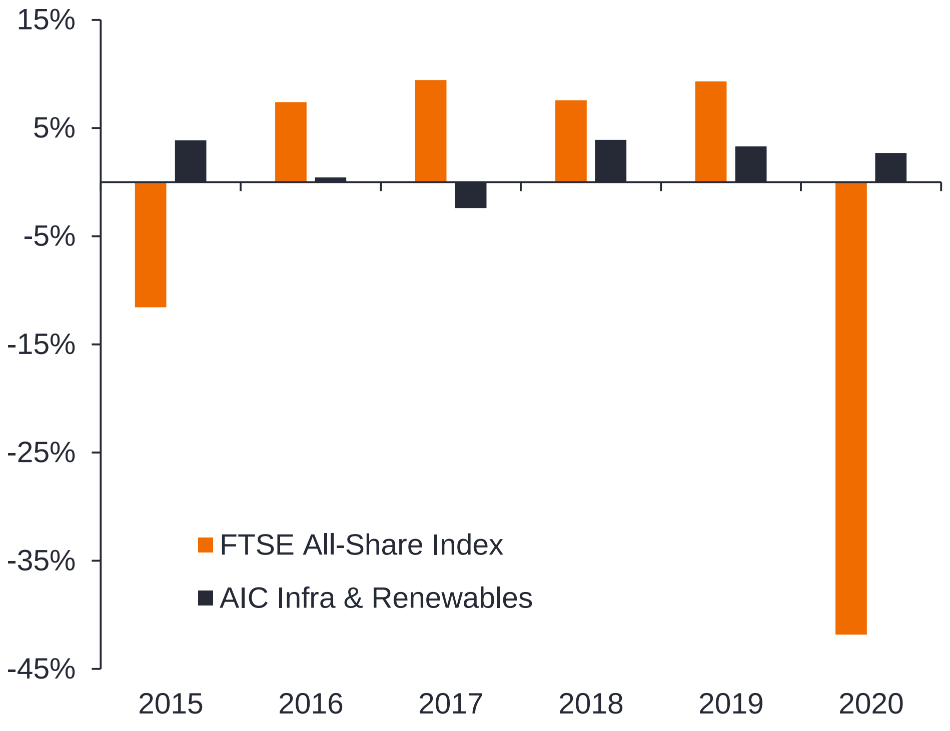
Amount of Negative Yielding Debt Globally

Source: Janus Henderson Investors, Bloomberg, as at 07 December 2020

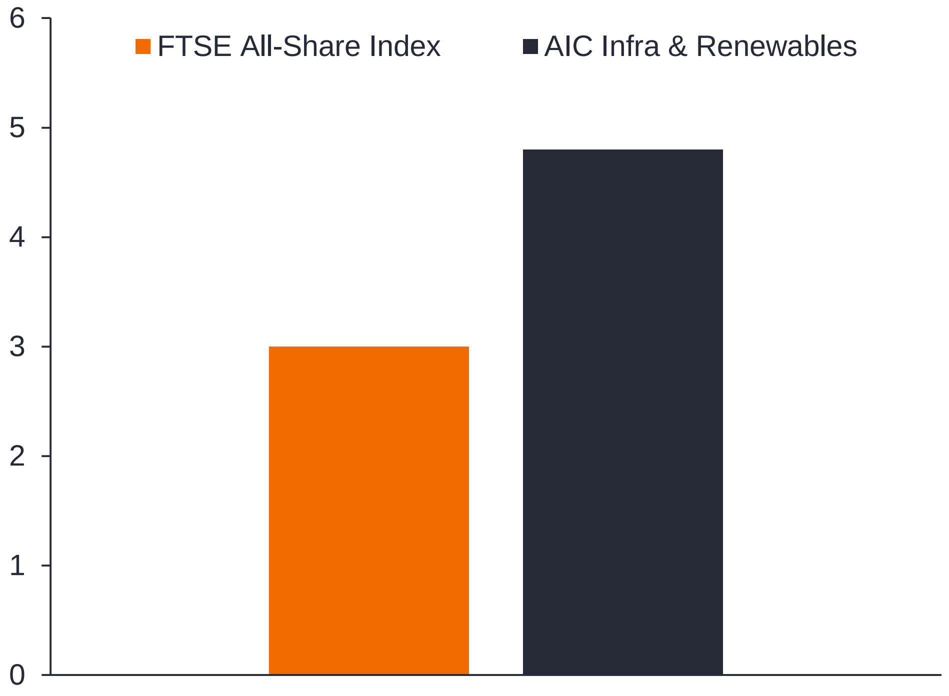
RELIABLE INCOME AND HIGHER YIELDS

Alternatives provide steady, attractive income

Annual Growth, Dividends Per Share



Indicated Yields (%)



Source: Janus Henderson Investors, Bloomberg, as at 14 December 2020

Notes: Calendar year growth in dividends per share. AIC Infra & Renewables is a simple average of all companies in the AIC Infrastructure and Renewable Energy sectors

APPENDIX

BIOGRAPHIES

James de Bunsen, CFA

Portfolio Manager

James de Bunsen is a Portfolio Manager on Janus Henderson Investors' UK-based Multi-Asset Team, a position he has held since joining Henderson in 2013. In this role, James focuses on alternative asset classes and strategies. Prior to Henderson, he worked for multi-asset boutique Armstrong Investment Managers (AIM) from 2010, where he helped run a number of multi-asset strategies targeting real returns above inflation within clearly defined risk budgets. Before that, he spent five years at Insight Investment as part of the same multi-asset team that launched the first retail multi-asset fund in the UK and later formed AIM. At both Insight and AIM, this team won several performance awards from FT Pension & Investment, HFM Europe, and BarclayHedge, among others. Earlier in his career, he spent several years working as a journalist and editor at a variety of business magazines.

James received a degree in ancient history and archaeology from the University of Manchester. He holds the Investment Management Certificate (IMC) and the Chartered Financial Analyst designation. He has 16 years of financial industry experience.

Pete Webster, CFA

Portfolio Manager

Pete Webster is a Portfolio Manager on the UK-based Multi-Asset Team at Janus Henderson Investors, a position he has held since 2014. Pete joined Henderson in 2009 as a performance analyst. Before Henderson, he worked at BNY Mellon, where he was a pricing and valuations specialist.

Pete graduated with a BSc degree (Hons) in mathematics, accounting, and financial management from Loughborough University. He holds the Chartered Financial Analyst designation, the Investment Management Certificate (IMC), and Investment Operations Certificate (IOC). He has 14 years of financial industry experience.

Source: Janus Henderson Investors, as at 31 December 2020

DIVERSIFIED ALTERNATIVES FUND

Annualised Performance (%)	Fund I Acc GBP (Net)	Index
5 Year	6.67	4.72
10 Year	—	—
Since Inception	5.98	4.52

Discrete Performance (%)	Fund I Acc GBP (Net)	Index
30 Sep 2019 – 30 Sep 2020	1.55	3.55
30 Sep 2018 – 30 Sep 2019	2.50	4.76
30 Sep 2017 – 30 Sep 2018	6.08	5.49
30 Sep 2016 – 30 Sep 2017	8.51	6.05
30 Sep 2015 – 30 Sep 2016	10.36	4.01

Index: Consumer Price Index + 3%

Index usage: Comparator

The Consumer Price Index (CPI) is a measure of the change in prices of a basket of consumer goods and services. CPI is used in the UK as a measure of the change in inflation. It forms the basis of the Fund's performance target and provides a useful comparison against which the Fund’s performance can be assessed over time.

Source: Janus Henderson Investors, as at 30 November 2020, discrete performance as at 30 September 2020

Note: Since inception date: 22 February 2013

***Performance target: To outperform the Consumer Price Index by 3% per annum, before the deduction of charges, over any 5 year period.**

Performance/performance target related data will display only when relevant to the fund/share class inception date and the annualised target time period.

Please note the performance target is to be achieved over a specific annualised time period.

Performance fees may be charged before the Fund’s outperformance target is reached.

Discrete performance data may change due to final dividend information being received after quarter end if applicable.

Past performance is not a guide to future performance.

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