Quarterly update and outlook

Overview
Global emerging market equities rose slightly in the second quarter. South Korean, Filipino and Czech markets were among the best performing markets in U.S. dollar terms.

Fund performance
The Fund outperformed the MSCI Emerging Markets IndexSM in the quarter.

Newcrest Mining, a gold miner, was the Fund’s most significant positive contributor over the quarter with the rise in the gold price proving supportive. Tata Consultancy Services, an Indian IT services firm, also performed well, as did Uni-President Enterprises, a Taiwanese consumer goods and convenience store company.

Indian telecom company, Vodafone Idea, was the Fund’s largest detractor while Cognizant, another IT services company, detracted after issuing disappointing results over the period. Tiger Brands, a South African packaged foods company, also made a negative contribution to performance.

Outlook
There is considerable investment appetite for loss, creating “unicorns” and initial public offerings (IPOs) in both Asian and broader global equity markets. Such conditions can be a breeding ground for increased investment risk over a sensible time horizon. It also suggests that it is a time for caution.

We also continue to see a number of risks across the region within banking systems that loose monetary policy may not be able to fix. The recent takeover of the Inner-Mongolian Baoshang Bank, which we do not have a position in, by the Chinese government is indicative of the challenges that are present. The South China Morning Post also recently reported the rate of Chinese corporate defaults is on track to exceed the previous record set last year. The relationship between corporate borrowers, city governments and state enterprise is both complicated and opaque. Against a policy backdrop that has been focused on deleveraging, there is a risk of large and cash-rich private corporations being required to perform “national service” rather than focus on profitable growth and returning profits to shareholders. This is why the Fund continues to have limited exposure to Chinese equities. Signs of stress are becoming more visible, yet valuations in many parts of our universe do not appear to reflect this.

Outside of Asia, particularly in Africa, valuations look more reasonable, so long as one is prepared to take a long-term view. As headwinds abate, many good-quality African businesses should return to growth and current valuations don’t appear to reflect this.

We are mindful of the need to stick to our belief not to compromise on quality, to maintain a long-term approach and to apply a strict valuation discipline. With a long-term perspective we remain positive about the opportunities for equity investors created by the structural trend of rising living standards in some parts of the developing world.
Emerging Markets Fund

June 30, 2019

Top 10 holdings

1. Uni-President Enterprises 5.5% 6. Remgro Ltd 3.4%
2. Fomento Economico Mexicano SAB de CV (ADR) 4.5% 7. LG Corp 3.3%
3. Newcrest Mining Ltd 4.1% 8. Unilever PLC 3.1%
4. Tata Consultancy Services 3.9% 9. Cipla Ltd/India 3.0%
5. Tiger Brands Ltd 3.6% 10. Heineken Holding NV 2.9%

Top 5 Sectors

1. Consumer Staples 39.3%
2. Financials 14.9%
3. Materials 10.3%
4. Information Technology 9.6%
5. Consumer Discretionary 5.5%

Top Contributors and Detractors for the Quarter Ended 6/30/19

<table>
<thead>
<tr>
<th>Top Contributors</th>
<th>Ending Weight (%)</th>
<th>Contribution (%)</th>
<th>Top Detractors</th>
<th>Ending Weight (%)</th>
<th>Contribution (%)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Newcrest Mining Ltd</td>
<td>4.14</td>
<td>0.87</td>
<td>Vodafone Idea Ltd.</td>
<td>1.00</td>
<td>-0.24</td>
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<td>Tata Consultancy Services</td>
<td>3.93</td>
<td>0.54</td>
<td>Tiger Brands Ltd</td>
<td>3.64</td>
<td>-0.18</td>
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<td>Uni-President Enterprises</td>
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<td>0.50</td>
<td>Cognizant Technology</td>
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<td>-0.17</td>
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<td>Uni-President China</td>
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<td>0.37</td>
<td>Yue Yuen Industrial</td>
<td>0.99</td>
<td>-0.17</td>
</tr>
<tr>
<td>Unilever PLC</td>
<td>3.11</td>
<td>0.29</td>
<td>Vinda International</td>
<td>1.20</td>
<td>-0.16</td>
</tr>
</tbody>
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The holdings identified in this table, in compliance with Janus Henderson policy, do not represent all of the securities purchased, held or sold during the period. To obtain a list showing every holding as a percentage of the portfolio at the end of the most recent publicly available disclosure period, contact 800.668.0434 or visit janushenderson.com/info.

For more information, visit janushenderson.com.

Please consider the charges, risks, expenses and investment objectives carefully before investing. For a prospectus or, if available, a summary prospectus containing this and other information, please call Janus Henderson at 800.668.0434 or download the file from janushenderson.com/info. Read it carefully before you invest or send money.

Past performance is no guarantee of future results. Call 800.668.0434 or visit janushenderson.com/performance for current month-end performance.

Discussion is based on the performance of the Fund’s Class I Shares.

Holdings are subject to change without notice.

The opinions are as of 6/30/19 and are subject to change without notice. Janus Henderson may have a business relationship with certain entities discussed. The comments should not be construed as a recommendation of individual holdings or market sectors, but as an illustration of broader themes.

Security contribution to performance is measured by using an algorithm that multiplies the daily performance of each security with the previous day’s ending weight in the portfolio and is gross of advisory fees. Fixed income securities and certain equity securities, such as private placements and some share classes of equity securities, are excluded.

Investing involves risk, including the possible loss of principal and fluctuation of value.

Foreign securities are subject to additional risks including currency fluctuations, political and economic uncertainty, increased volatility, lower liquidity and differing financial and information reporting standards, all of which are magnified in emerging markets.

Concentrated investments in a single sector, industry or region will be more susceptible to factors affecting that group and may be more volatile than less concentrated investments or the market as a whole.

MSCI Emerging Markets IndexSM reflects the equity market performance of emerging markets.

Index performance does not reflect the expenses of managing a portfolio as an index is unmanaged and not available for direct investment.

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