

# Developed World Bond Fund

A: HFAAX C: HFACX I: HFAIX N: HFARX S: HFASX T: HFATX

## Overall Morningstar Rating™

Based on risk-adjusted returns as of 12/31/19



Class I Shares among 72 World Bond USD Hedged Funds

## Investment Strategy

The Fund is a world bond fund focusing on developed markets that seeks total return through current income and capital appreciation. The Fund makes strategic asset allocation decisions between countries, fixed income asset classes, sectors and credit ratings.

## Fund Facts

### Investment Objective

The Fund seeks to achieve total return through current income and capital appreciation.

### Why Invest in This Fund?

- **Active Asset Allocation Approach** – We believe asset allocation is the primary driver of returns. Specifically, we actively manage the Fund's duration position and credit exposure based on where we believe we are in the economic cycle.
- **Designed for Attractive Total Return** – The Fund's flexibility allows it to source return from a wide range of global fixed income securities. In addition, we favor sensible income from large, non-cyclical businesses which are likely to continue paying their coupons in the years to come.
- **Aims to Exploit Opportunities** – We believe divergent central bank policy has created an opportunity for us to exploit market inefficiencies. The portfolio seeks to take advantage of these opportunities across developed markets and avoids currency bets.

### Characteristics

As of 12/31/19

Inception Date	9/30/03
Primary Benchmark	Bloomberg Barclays Global Aggregate Credit Index (USD Hedged)
Number of Issues	227
Distribution Frequency	Monthly
% of Holdings in Top 10	24.36
Expense Ratios (%)	
Class I Shares (Gross)	0.75
Class I Shares (Net)	0.73
Turnover (%)	39.45
Effective Duration (weighted avg.)	4.46

### Top 10 Country Allocation

As of 12/31/19

% of Fund

United States	46.98
United Kingdom	17.84
Australia	6.12
Canada	3.60
France	3.20
New Zealand	3.12
Sweden	3.11
Germany	2.83
Supranational	1.91
Switzerland	1.68

Net expense ratios reflect the expense waiver, if any, contractually agreed to through 11/1/19. Increased portfolio turnover may result in higher expenses and potentially higher net taxable gains or losses.

# Developed World Bond Fund

Asset Allocation	
As of 12/31/19	% of Fund
Credit-Investment Grade	54.15
Treasuries	26.89
Credit-High Yield	9.86
Government Related	3.86
Credit Default Swap	2.05
Bank Loans	0.61
CMBS	0.04
Short Credit Default Swap	-2.09
Cash & Equivalents	4.63

Credit Quality Breakdown	
As of 12/31/19	% of Fund
Aaa	22.31
Aa	17.03
A	19.82
Baa	25.74
Ba	6.61
B	3.74
Not Rated	0.12

The Janus Henderson Difference		
Competitive Analysis	Developed World Bond Fund	Morningstar World Bond USD Hedged Category Average
Class I 30-day SEC Yield Without Waivers	1.26	1.20
Class I 30-day SEC Yield With Waivers	1.26	-
# of Holdings	227	816
Duration	4.46	6.79
Correlation to Bloomberg Barclays Global Aggregate Credit Index (USD Hedged)	0.63	0.94
Correlation to Bloomberg Barclays U.S. Government Bond Index	-0.03	0.54
Correlation to Bloomberg Barclays U.S. Corporate Bond Index	0.63	0.90

As of 12/31/19.

Source: FactSet and Morningstar, Inc. Correlations data are for the period 10/1/03 – 12/31/19.

Risk Metrics		
5 Year (6/30/14 – 12/31/19)	Developed World Bond Fund (Class I Shares)	Morningstar World Bond USD Hedged Category
Return (annualized)	4.87	3.42
Standard Deviation	3.06	2.52
Sharpe Ratio	1.22	0.93
Up Capture vs. Category Average	114.26	100.00
Down Capture vs. Category Average	65.00	100.00
Alpha vs. Category Average	1.37	-

**Returns quoted are past performance and do not guarantee future results; current performance may be lower or higher. Investment returns and principal value will vary; there may be a gain or loss when shares are sold. For the most recent month-end performance call 800.668.0434 or visit [janushenderson.com/performance](http://janushenderson.com/performance).**

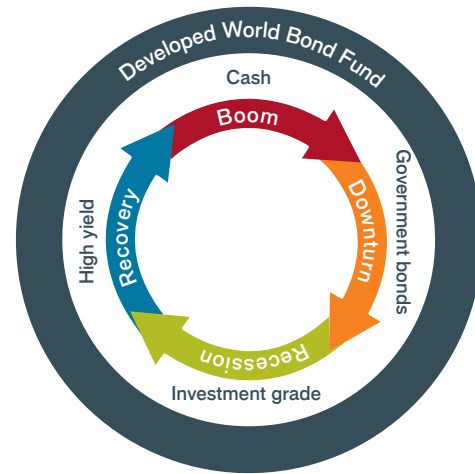
Source: Morningstar, Inc., as of 12/31 /19.

Note: Class I shares presented. Past performance is not indicative of future results.

## We believe the key to successful investing is diversification

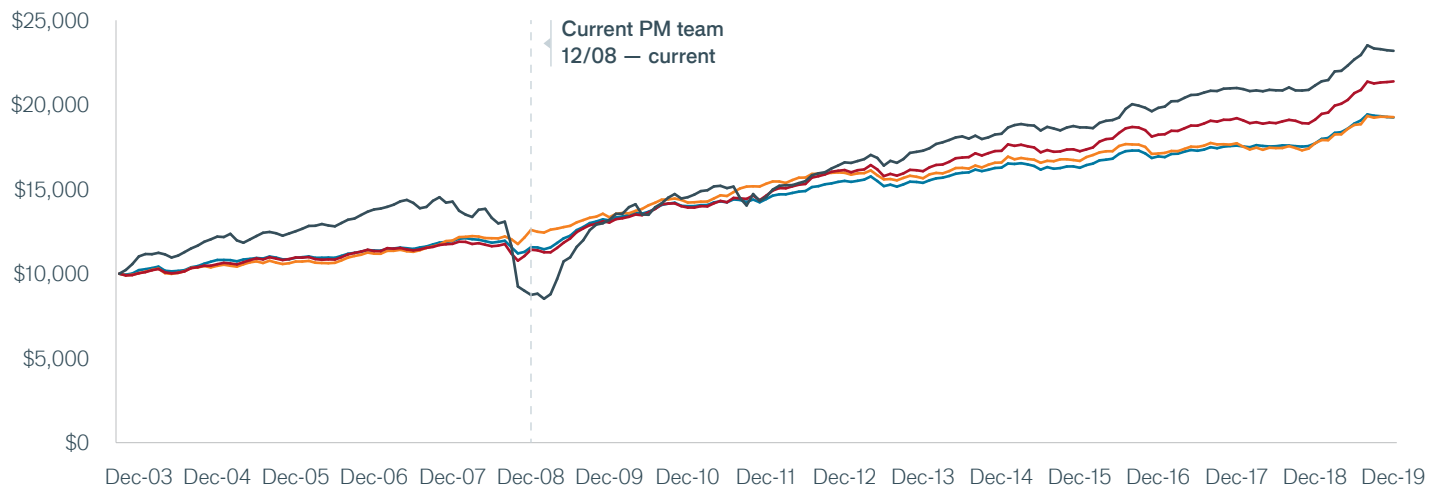
Many investors often think of fixed income as one giant asset class with little to differentiate the different types of bonds available. However, this is not the case. Various types of fixed income perform differently and an experienced portfolio manager is necessary to navigate and allocate accordingly through the stages of the economic cycle.

During periods of weak economic growth or recession, government bonds and high quality investment grade bonds tend to perform better. In a period of improved economic growth, lower quality corporate bonds typically benefit from the more positive environment and have the potential to deliver better returns.



## Growth of \$10,000 (Class I Shares) Since Inception

— Developed World Bond Fund — Bloomberg Barclays Global Aggregate Credit Index (USD Hedged)  
— Bloomberg Barclays U.S. Aggregate Bond Index — U.S. Fund World Bond USD Hedged



### Calendar Year Returns

	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Class I Shares	10.65	2.6	10.31	3.36	-38.69	50.75	10.17	0.21	14.06	4.17	5.79	2.07	6.2	5.93	0.74	9.68
Bbg Barclays Global Agg Credit Index (USD Hedged)	5.31	3.75	3.48	3.75	-2.96	14.09	6.83	5.07	10.35	-0.43	7.49	-0.13	5.69	5.36	-0.47	11.85
Morningstar World Bond USD Hedged Category Average	5.90	1.21	3.95	4.86	-3.04	13.76	6.38	3.00	7.47	-0.75	5.86	-0.05	4.15	3.77	0.77	8.70

**Returns quoted are past performance and do not guarantee future results; current performance may be lower or higher. Investment returns and principal value will vary; there may be a gain or loss when shares are sold. For the most recent month-end performance call 800.668.0434 or visit [janushenderson.com/performance](http://janushenderson.com/performance).**

Note: Performance for Class I Shares that includes periods prior to 6/5/17 reflects the performance of one or more share classes of a predecessor fund, adjusted, where applicable and permitted, for differing fees and expenses. See the Fund's prospectus for further details. Returns include reinvestment of dividends and capital gains. Returns greater than one year are annualized.

John Pattullo and Jenna Barnard assumed management of the Developed World Bond Fund on December 22, 2008.

# Developed World Bond Fund

Performance (%) As of 12/31/19	1 yr	3 yr	5 yr	10 yr	Since Inception (9/30/03)
Class I Shares	9.68	5.38	4.87	5.81	5.31
Bloomberg Barclays Global Aggregate Credit Index (USD Hedged)	11.85	5.46	4.36	5.08	4.79
Bloomberg Barclays U.S. Aggregate Bond Index	8.72	4.03	3.05	3.75	5.15
Morningstar Percentile Ranking	28	14	1	3	9
World Bond USD Hedged Category Rank/Count	28/102	15/83	1/72	3/51	9/48

Returns quoted are past performance and do not guarantee future results; current performance may be lower or higher. For the most recent month-end performance call 800.668.0434 or visit [janushenderson.com/performance](http://janushenderson.com/performance).

Performance for Class I Shares that includes periods prior to 6/5/17 reflects the performance of one or more share classes of a predecessor fund, adjusted, where applicable and permitted, for differing fees and expenses. See the Fund's prospectus for further details.

Net expense ratios reflect the expense waiver, if any, contractually agreed to through 11/1/19. Expense ratios: Class I Shares: Gross 0.75% and Net 0.73%.

Inception date: 9/30/03, inception date of Class I Shares: 5/31/11.

For more information, please visit [janushenderson.com](http://janushenderson.com).

**Janus Henderson**  
INVESTORS

**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](http://janushenderson.com/info). Read it carefully before you invest or send money.**

Effective on or about 5/30/19, Strategic Income Fund's name is changed to Developed World Bond Fund. See the prospectus for further details.

Holdings are subject to change without notice.

Performance may be affected by risks that include those associated with non-diversification, portfolio turnover, short sales, potential conflicts of interest, foreign and emerging markets, initial public offerings (IPOs), high-yield and high-risk securities, undervalued, overlooked and smaller capitalization companies, real estate related securities including Real Estate Investment Trusts (REITs), derivatives, and commodity-linked investments. Each product has different risks. Please see the prospectus for more information about risks, holdings and other details.

Equity country, regional, sector and industry weights based on MSCI and GICS classifications. Fixed income country, regional, sector and industry weights based on Barclays classifications.

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.

Fixed income securities are subject to interest rate, inflation, credit and default risk. The bond market is volatile. As interest rates rise, bond prices usually fall, and vice versa. The return of principal is not guaranteed, and prices may decline if an issuer fails to make timely payments or its credit strength weakens.

High-yield or "junk" bonds involve a greater risk of default and price volatility and can experience sudden and sharp price swings.

Bond credit quality ratings provided by Barclays and reflect the middle rating received from Moody's, Standard & Poor's and Fitch, where all three agencies have provided a rating. If only two agencies rate a security, the lowest rating is used. If only one agency rates a security, that rating is used. Ratings are measured on a scale that ranges from Aaa (highest) to D (lowest).

As of 12/31/19, Developed World Bond Fund Class I Shares Morningstar Ratings™ in the World Bond USD Hedged category: 4 stars out of 72 funds, 5 stars out of 57 funds and 5 stars out of 37 funds, for the 3-, 5-, and 10-year periods, respectively.

The Morningstar Rating™ for funds, or "star rating", is calculated for funds with at least a three-year history. Exchange-traded funds and open-ended mutual funds are considered C-1219-28785 04-15-20

a single population for comparative purposes. It is calculated based on a Morningstar Risk-Adjusted Return measure that accounts for variation in a fund's monthly excess performance, placing more emphasis on downward variations and rewarding consistent performance. The Morningstar Rating does not include any adjustment for sales loads. The top 10% of funds in each category receive 5 stars, the next 22.5% receive 4 stars, the next 35% receive 3 stars, the next 22.5% receive 2 stars, and the bottom 10% receive 1 star. The Overall Morningstar Rating for a fund is derived from a weighted average of the performance figures associated with its three-, five-, and 10-year (if applicable) Morningstar Rating metrics. Ratings may vary by share class.

The Morningstar percentile ranking is based on a fund's total return (including income and capital gains, if any, and excluding sales charges) relative to all funds in the same category for the period. The highest (or most favorable) percentile rank is 1%, and the lowest (or least favorable) percentile rank is 100%. The top-performing funds in a category will always receive a rank of 1. Rankings based on total returns. Ratings and/or rankings may be based, in part, on the performance of a predecessor fund or share class and are calculated by Morningstar using a methodology that differs from that used by Janus Henderson. Methodology differences may have a material effect on the return and therefore the rating/ranking.

Diversification neither assures a profit nor eliminates the risk of experiencing investment losses.

**Duration** measures a bond price's sensitivity to changes in interest rates. The longer a bond's duration, the higher its sensitivity to changes in interest rates and vice versa.

**Correlation** measures the degree to which two variables move in relation to each other. A value of 1.0 implies movement in parallel, -1.0 implies movement in opposite directions, and 0.0 implies no relationship.

**Bloomberg Barclays Global Aggregate Credit Index** measures the credit sector of the global investment grade fixed-rate bond market, including corporate, government and agency securities. **Bloomberg Barclays U.S. Government Index** is comprised of the U.S. Treasury and U.S. Agency Indices. The U.S. Government Index includes Treasuries (public obligations of the U.S. Treasury that have remaining maturities of more than one year) and U.S. agency debentures (publicly issued debt of U.S. Government agencies, quasi-federal corporations, and corporate or foreign debt guaranteed by the U.S. Government). **Bloomberg Barclays U.S. Corporate Index** is a sub-set of the Bloomberg Barclays U.S. Corporate Bond Index, filtered to include only A or better ratings.

**Bloomberg Barclays U.S. Aggregate Bond Index** is a broad-based measure of the investment grade, U.S. dollar-denominated, fixed-rate taxable bond market.

Janus Henderson is a trademark of Janus Henderson Group plc or one of its subsidiaries. © Janus Henderson Group plc.

Janus Henderson Distributors.