COMMENTARY

Janus Henderson Latin American Fund

Q4 2021

Marketing communication
For professional investors only

Fund Manager Name

Daniel J. Graña, CFA

Macro backdrop

Latin American stocks experienced downward volatility in the fourth quarter as worries over new COVID-19 variants added to global economic uncertainty. Higher input costs, labour and supply shortages and shipping bottlenecks were also headwinds for economic activity. Inflation concerns and expectations for tighter monetary policy from the US Federal Reserve (Fed) and other central banks put upward pressure on interest rates, while pressuring currencies across Latin America. Against this backdrop the MSCI Latin America Index lagged the performance of the broader MSCI Emerging Markets Index.

Fund performance and activity

The fund outperformed the index for quarter, aided by stock selection.

Relative performance was supported by our investment in Solaris Resources. This Ecuadoran copper producer has benefited from positive demand and pricing trends for copper. It also reported promising drill results for its Warintza project in Ecuador. Additionally, we like the management team's allocation of capital. Our investment in Solaris ties into our long-term theme around decarbonisation. We believe increased investments in green energy will drive long-term demand for copper, a major export of Latin America and a key component used in electric vehicles and solar panels.

We continued to see opportunity tied to ecommerce growth in Latin America. Wal-Mart de Mexico, another top contributor for the quarter, is one of the three leading online retailers in Mexico. The company reported strong results, supported by a growing ecommerce business that is finally being recognised by the market. The company's steady growth profile also appealed to investors concerned about fiscal policy uncertainty and the potential for higher interest rates.

The global sell-off in high growth, longer duration investments pressured several of our software stocks. These included VTEX, a leading ecommerce Software as a Service company in Latin America. VTEX provides an integrated, end-to-end solution that helps large global enterprises and brands connect with customers and manage their ecommerce efforts. In our view the recent stock decline was out of line with fundamentals. We continue to see opportunity for VTEX not only across Latin America but globally, given the company's plans to expand its ecosystem to customers around the world.

Higher interest rates also weighed on stock performance for medical education company Afya, another detractor. This medical education company is leveraging its technological capabilities and strategic acquisition strategy to improve the quality and standardisation of medical education in Brazil. It also provides an end-to-end digital ecommerce platform that physicians can use post-graduation. Afya reported strong earnings performance. This reflected growth in its undergraduate medical education business, which we have viewed as the long-term driver of the company's returns. These gains helped offset delayed revenues from its continuing education business, as some of its doctor customers postponed the practical portions of their courses. We continue to own Afya given its relatively stable earnings profile and strong fundamentals.

Janus Henderson
INVESTORS

Janus Henderson Latin American Fund

Outlook/strategy

As we look ahead to 2022, we believe the near-term outlook for emerging market stocks may depend on several factors. First, if inflation in the US proves less transitory than policy makers expect, the Fed may move more aggressively to raise interest rates. Historically, higher US interest rates have acted as a headwind for emerging market stocks.

Events in China, one of the world's largest consumers of raw materials, could also have reverberations in Latin America. It remains to be seen whether the Chinese government will be able to manage a soft economic landing while managing other national priorities.

Additionally, Latin American markets face other sources of uncertainty around the pandemic, inflation risks and fiscal policy. Given these unknowns, we remain committed to viewing our investments through multiple lenses that include macro developments and corporate governance as well as company fundamentals. We also remain positive on the innovation we are seeing in emerging markets, as companies leverage new technologies to meet local needs while also addressing global challenges. We see innovation tied to such powerful trends as decarbonisation, digitisation and expanding access to life-saving medical treatments.

We will continue to seek out disciplined, innovative companies that combine good corporate fundamentals and good governance, while also operating in countries with favourable macro conditions and policymaking. We believe this strategy can lead to favourable investment outcomes over the longer term.

Source: Janus Henderson Investors, as at 31 December 2021

Janus Henderson Latin American Fund

Fund information

Index	MSCI EM Latin America Index
Morningstar sector	Europe OE Latin America Equity
Objective	The Fund aims to provide a return, from a combination of capital growth and income over the long term.
Performance target	To outperform the MSCI EM Latin America Index by 2% per annum, before the deduction of charges, over any 5 year period.

Performance in (EUR)

Performance %	A2 (Net)	Index	Sector	Quartile ranking	A2 (Gross)	Target (Gross)
1 month	7.1	4.9	4.7	1st	-	-
YTD	1.8	-1.1	-6.0	1st	-	-
1 year	1.8	-1.1	-6.0	1st	-	-
3 years (annualised)	-0.7	-2.2	-3.2	1st	-	-
5 years (annualised)	0.5	0.0	-0.8	1st	2.3	2.0
10 years (annualised)	-0.7	-0.8	-1.1	1st	1.0	1.2
Since inception 29 Oct 2004 (annualised)	7.0	7.0	7.0	-	8.8	9.1

Source: at 31 Dec 2021. © 2022 Morningstar. All rights reserved, performance is with gross income reinvested. Performance/performance target related data will display only where relevant to the share class inception date and annualised target time period.

Discrete year performance %	A2 (Net)	Index	Sector	A2 (Gross)	Target (Gross)
31 Dec 2020 to 31 Dec 2021	1.8	-1.1	-6.0	3.6	0.9
31 Dec 2019 to 31 Dec 2020	-17.4	-20.9	-20.6	-15.9	-19.3
31 Dec 2018 to 31 Dec 2019	16.5	19.6	21.6	18.6	22.0
31 Dec 2017 to 31 Dec 2018	-8.0	-1.9	-3.8	-6.4	0.1
31 Dec 2016 to 31 Dec 2017	13.9	8.7	10.2	15.8	10.9

Source: at 31 Dec 2021. © 2022 Morningstar. All rights reserved, performance is with gross income reinvested. Discrete performance data may change due to final dividend information being received after quarter end.

Source for target returns (where applicable) – Janus Henderson. Where quartiles are shown, 1st quartile means the share class is ranked in the top 25% of share classes in its sector.

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

The information contained herein: (1) is proprietary to Morningstar and/or its content providers; (2) may not be copied or distributed; and (3) is not warranted to be accurate, complete, or timely. Neither Morningstar nor its content providers are responsible for any damages or losses arising from any use of this information.

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 and you may not get back the amount originally invested.

Janus Henderson
INVESTORS

Janus Henderson Latin American Fund

For further information on the Luxembourg-domiciled Janus Henderson fund range please contact your local sales office or visit our website: www.janushenderson.com.

Benelux
Janus Henderson Investors
Tel: +31 20 675 0146
Fax: +31 20 675 7197
Email: info.nederlands@janushenderson.com

France/Monaco
Janus Henderson Investors
Tel: +33 1 53 05 41 30
Fax: +33 1 44 51 94 22
Email: info.europe.francophone@janushenderson.com

Germany/Austria
Janus Henderson Investors
Tel: +49 69 86 003 0
Fax: +49 69 86 003 355
Email: info.germany@janushenderson.com

Dubai
Janus Henderson Investors
Tel: +9714 401 9565
Fax: +9714 401 9564
Email: JanusHenderson-MEACA@janushenderson.com

Hong Kong
Janus Henderson Investors
Tel: +852 2905 5188
Fax: +852 2905 5138
Email: marketing.asia@janushenderson.com

Italy
Janus Henderson Investors
Tel: +39 02 72 14 731
Fax: +39 02 72 14 7350
Email: info.italy@janushenderson.com

Latin America
Janus Henderson Investors
Tel: +44 20 7818 6458
Fax: +44 20 7818 7458
Email: sales.support@janushenderson.com

Nordics
Janus Henderson Investors
United Kingdom
Tel: +44 20 7818 4397
Fax: +44 20 7818 1819
Email: sales.support@janushenderson.com

Singapore
Janus Henderson Investors
Tel: +65 6836 3900
Fax: +65 6221 0039
Email: marketing.asia@janushenderson.com

Spain/Portugal/Andorra
Janus Henderson Investors
Tel: +34 91 562 6172
Fax: +34 91 564 6225
Email: info.iberia@janushenderson.com

Switzerland
Janus Henderson Investors
Tel: +41 43 888 62 62 (Zurich office)
Tel: +41 22 810 82 89 (Geneva office)
Email: info.switzerland@janushenderson.com

United Kingdom
Janus Henderson Investors
Tel: +44 20 7818 1818
Fax: +44 20 7818 1819
Email: sales.support@janushenderson.com

Janus Henderson
INVESTORS

Janus Henderson Latin American Fund

Important information

The investments underlying this financial product (referred to as the Fund) do not take into account the EU criteria for environmentally sustainable economic activities. While the analysis of ESG factors is an integral component across the Investment Manager's investment capabilities, the Investment Manager does not maximise portfolio alignment with sustainability risks as a separate goal in its own right nor does it precisely attribute the impact of ESG factors on returns for the Fund. The Investment Manager does not consider the adverse impacts of investment decisions on sustainability factors as set out under SFDR with respect to the Fund because it is not classified under either Article 9 or Article 8 of Regulation (EU) 2019/2088.

This document is intended solely for the use of professionals and is not for general public distribution. Any investment application will be made solely on the basis of the information contained in the Fund's prospectus (including all relevant covering documents), which will contain investment restrictions. This is a marketing communication. Please refer to the prospectus of the UCITS and to the KIID before making any final investment decisions. Nothing in this document is intended to or should be construed as advice. This document is not a recommendation to sell or purchase any investment. It does not form part of any contract for the sale or purchase of any investment. Past performance does not predict future returns. The performance data does not take into account the commissions and costs incurred on the issue and redemption of units. The value of an investment and the income from it can fall as well as rise and you may not get back the amount originally invested. Tax assumptions and reliefs depend upon an investor's particular circumstances and may change if those circumstances or the law change. If you invest through a third party provider you are advised to consult them directly as charges, performance and terms and conditions may differ materially. The Fund is a recognised collective investment scheme for the purpose of promotion into the United Kingdom. Potential investors in the United Kingdom are advised that all, or most, of the protections afforded by the United Kingdom regulatory system will not apply to an investment in the Fund and that compensation will not be available under the United Kingdom Financial Services Compensation Scheme. Please note that Isle of Man investors will not be protected by statutory compensation arrangements in respect of the Janus Henderson Fund. We may record telephone calls for our mutual protection, to improve customer service and for regulatory record keeping purposes.

The Janus Henderson Fund (the "Fund") is a Luxembourg SICAV incorporated on 26 September 2000, managed by Henderson Management S.A. A copy of the Fund's prospectus and key investor information document can be obtained from Henderson Global Investors Limited in its capacity as Investment Manager and Distributor. Issued in Europe by Janus Henderson Investors. Janus Henderson Investors is the name under which investment products and services are provided by Janus Capital International Limited (reg no. 3594615), Henderson Global Investors Limited (reg. no. 906355), Henderson Investment Funds Limited (reg. no. 2678531), Henderson Equity Partners Limited (reg. no.2606646), (each registered in England and Wales at 201 Bishopsgate, London EC2M 3AE and regulated by the Financial Conduct Authority) and Henderson Management S.A. (reg no. B22848 at 2 Rue de Bitbourg, L-1273, Luxembourg an dregulated by the Commission de Surveillance du Secteur Financier). Copies of the Fund's prospectus, Key Investor Information Document, articles of incorporation, annual and semi-annual reports are available in English and other local languages as required from www.janushenderson.com. These documents can also be obtained free of cost from the Fund's registered office in Luxembourg: 2 Rue de Bitbourg, L-1273 Luxembourg, in Germany: Janus Henderson Investors, Tower 185, Friedrich-Ebert-Anlage 35-37, 60327 Frankfurt am Main, in Austria: UniCredit Bank Austria, Schottengasse 6-8, 1010 Wien, in Spain: offices of the Spanish distributors, a list of which may be obtained at www.cnmv.es (Janus Henderson Fund is registered with the CNMV under number 259. The Custodian in Spain is BNP PARIBAS SECURITIES SERVICES S.C.A.); in Belgium: Belgian Financial Service Provider CACEIS Belgium S.A., Avenue du Port 86 C b320, B-1000 Brussels; in Singapore: Singapore Representative: Janus Henderson Investors (Singapore) Limited, 138 Market Street, #34-03/04 CapitaGreen, Singapore 048946; and in Switzerland from the Swiss representative: BNP Paribas Securities Services, Paris, succursale de Zurich, Selnaustrasse 16, CH-8002 Zurich who are also the Swiss Paying Agent. The summary of Investors Rights is available in English from https://www.janushenderson.com/summary-of-investors-rights-english. Henderson Management SA may decide to terminate the marketing arrangements of this Collective Investment Scheme in accordance with the appropriate regulation.

[Janus Henderson, Janus, Henderson, Intech, VelocityShares, Knowledge Shared, Knowledge. Shared and Knowledge Labs] are trademarks of Janus Henderson Group plc or one of its subsidiaries. © Janus Henderson Group plc.

D10002

Janus Henderson
INVESTORS