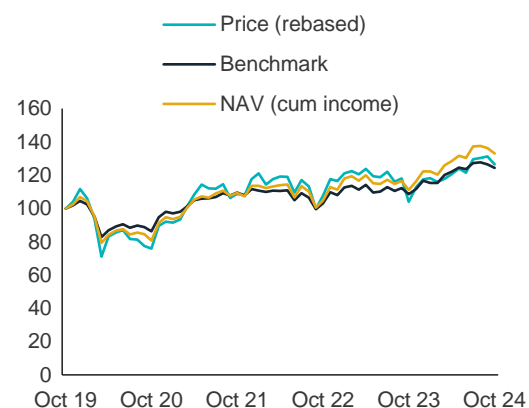


Share price performance (total return)



Dividend history (pence/share)



Please note that this chart could include dividends that have been declared but not yet paid.

Performance over (%)	6m	1y	3y	5y	10y
Share price (Total return)	4.9	21.6	16.3	26.5	63.8
NAV (Total return)	3.7	19.7	21.6	33.0	83.7
Benchmark (Total return)	2.0	14.7	13.5	24.4	69.9
Relative NAV (Total return)	1.7	5.0	8.0	8.6	13.8

Discrete year performance (%)	Share price (total return)	NAV (total return)
30/9/2023 to 30/9/2024	11.2	17.0
30/9/2022 to 30/9/2023	18.4	15.8
30/9/2021 to 30/9/2022	-6.1	-6.5
30/9/2020 to 30/9/2021	37.2	27.2
30/9/2019 to 30/9/2020	-22.6	-16.7

All performance, cumulative growth and annual growth data is sourced from Morningstar.

Source: at 31/10/24. © 2024 Morningstar, Inc. All rights reserved. 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 does not predict future returns.**

Commentary at a glance

Performance

In the month under review the Company's NAV total return was -2.4% and the 80% FTSE All-Share Index/20% ICE BofA Sterling Non-Gilts Index total return was -1.6%.

Contributors/detractors

The underweight positions in Shell was detrimental for relative performance while gearing also negatively impacted returns.

Outlook

The portfolio is well diversified owning both global businesses as well as domestic companies that are attractively valued.

See full commentary on page 3.

References made to individual securities do not constitute a recommendation to buy, sell or hold any security, investment strategy or market sector, and should not be assumed to be profitable. Janus Henderson Investors, its affiliated advisor, or its employees, may have a position in the securities mentioned.

Company overview

Objective

The Company invests in a prudently diversified selection of both well known and smaller companies to provide investors with a high dividend income stream while also maintaining the prospect of capital growth.

Highlights

A Company providing investors with a high dividend income stream while also maintaining the prospect of capital growth.

Company information

NAV (cum income)	176.4p
NAV (ex income)	175.2p
Share price	160.5p
Discount(-)/premium(+)	-9.0%
Yield	6.6%
Net gearing	24%
Net cash	-
Total assets	£375m
Net assets	£304m
Market capitalisation	£276m
Total voting rights	172,141,700
Total number of holdings	106
Ongoing charges (year end 31 Dec 2023)	0.86%

Benchmark 80% FTSE All-Share Index/20% ICE BofA Sterling Non-Gilts Index

Source: BNP Paribas for holdings information and Morningstar for all other data. Differences in calculation may occur due to the methodology used.

Please note that the total voting rights in the Company do not include shares held in Treasury.

Please remember that past performance does not predict future returns. The value of an investment and the income from it can rise as well as fall as a result of market and currency fluctuations, and you may not get back the amount originally invested. Please refer to the glossary for the definition of share price total return.

How to invest

Go to www.janushenderson.com/howtoinvest

Find out more

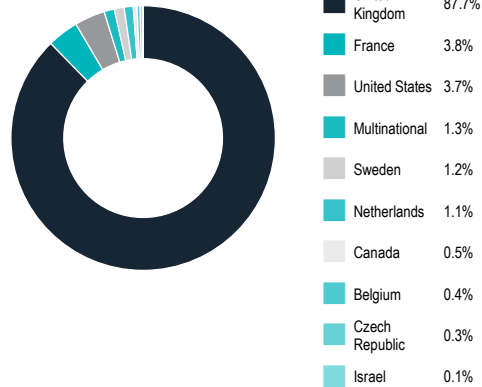
Go to www.hendersonhighincome.com

Top 10 holdings (%)

British American Tobacco	4.5
Unilever	4.2
HSBC	3.4
Rio Tinto	3.2
Imperial Brands	2.9
RELX	2.7
Shell	2.5
3i Group	2.4
National Grid	2.3
BP	2.3

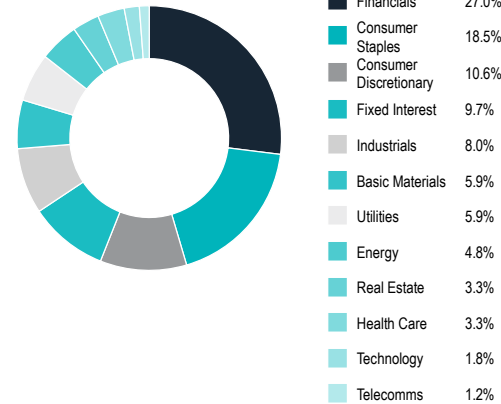
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Geographical focus (%)



The above geographical breakdown may not add up to 100% as this only shows the top 10.

Sector breakdown (%)



The above sector breakdown may not add up to 100% due to rounding.

Premium/(discount) of share price to NAV at fair value (%)



10 year total return of £1,000



All performance, cumulative growth and annual growth data is sourced from Morningstar. Share price total return is calculated using mid-market share price with dividends reinvested.

Key information

Stock code	HHI
AIC sector	AIC UK Equity & Bond Income
Benchmark	80% FTSE All-Share Index/20% ICE BofA Sterling Non-Gilts Index
Company type	Conventional (Ords)
Launch date	1989
Financial year	31-Dec
Dividend payment	April, July, October, January
Management fee	0.50% of adjusted average gross assets up to £325m and 0.45% above £325m.
Performance fee	No <small>(See Annual Report & Key Information Document for more information)</small>
Regional focus	UK
Fund manager appointment	David Smith 2014



David Smith, CFA
Portfolio Manager

Please remember that past performance does not predict future returns. The value of an investment and the income from it can rise as well as fall as a result of market and currency fluctuations, and you may not get back the amount originally invested. Please refer to the glossary for the definition of share price total return.

How to invest

Go to www.janushenderson.com/howtoinvest

Customer services

0800 832 832

Factsheet - at 31 October 2024

Marketing Communication

Fund Manager commentary

Investment environment

The FTSE All-Share Index fell 1.6% as the Labour government announced tax increases as part of its first Budget. Businesses will be expected to fund a significant portion of the bill given the rise in employer National Insurance contributions, although the government also unveiled plans for a huge rise in investment spending.

Anxiety about the US election and some lacklustre corporate results also weighed on investor sentiment.

UK annual inflation cooled to a lower-than-forecast 1.7% in September (from 2.2% in August). This marked a near three-and-a-half-year low.

Sterling weakened against the US dollar after some sharp losses early in the month, when the Bank of England (BoE) Governor Andrew Bailey suggested that the pace of interest rate cuts could quicken.

Bond yields rose globally (prices fell, reflecting their inverse relationship) as concerns about the potential for inflationary policies in the US should Donald Trump win the Presidential election tempered expectations for interest rate cuts. In the UK, given the plans to increase government borrowing in the Budget, the 10-year gilt yield rose from 4.0% to 4.4%.

The FTSE 100 Index fell 1.5% and outperformed the FTSE 250 Index which fell 2.9%. Energy and financials were the best performing sectors, while real estate, healthcare and telecommunications lagged.

Portfolio review

The equity portfolio's underweight position in Shell was negative for performance relative to the benchmark. The oil price rose modestly over the month given escalating tensions in the Middle East, while Shell also announced a robust trading statement which was ahead of expectations. The equity holdings in Mony Group, Phoenix and Paragon were also detrimental to performance. Mony Group (the owner of MoneySuperMarket.com) reported a lacklustre trading statement with lower-premium pricing impacting its insurance division. Paragon was impacted by falling expectations for interest rate cuts and the increase of stamp duty on second homes in the Budget.

Elsewhere, the equity holdings in Imperial Brands, Sodexo and NatWest were positive for performance. Imperials Brand released a solid trading statement which included an increased dividend and a bigger share buy-back program. NatWest announced results that were materially ahead of consensus expectations, while Sodexo also reported solid results which reassured investors.

During the month we initiated a new position in BAE Systems. The company is a well-diversified global defence contractor which we think could benefit from an increase in defence spending given the rise in geopolitical tensions. The valuation was attractive to us at the time of purchase given the potential for higher long-term growth, along with its strong management execution and cash flow. The funding for this purchase came from the sale of Britvic after its bid approach from Carlsberg.

Manager outlook

We believe the UK Budget and Donald Trump's US election win could lead to higher inflation and a more protracted pathway to lower interest rates. In addition, we think corporate profit margins are likely to come under some pressure for domestic UK companies given the increase in National Insurance contributions and minimum wage. On the positive side, the financial health of households, corporates and the banking sector generally appears strong, while valuations of UK equities are compelling to us. We believe the portfolio is well diversified, owning both global businesses as well as domestic UK companies that we think are attractively valued.

Glossary

Discount/Premium

The amount by which the price per share of an investment company is either lower (at a discount) or higher (at a premium) than the net asset value per share (cum income), expressed as a percentage of the net asset value per share.

Gearing

The effect of borrowing money for investment purposes (financial gearing). The amount a company can “gear” is the amount it can borrow in order to invest. Gearing is used in the expectation that the returns on the investments bought will exceed the costs of the borrowings that funded the purchase. This Company can also use synthetic gearing through derivatives and foreign exchange hedging and/or other non-fully funded instruments or techniques.

Leverage

The Company's leverage is the sum of financial gearing and synthetic gearing. Details of the Company's leverage limits can be found in both the Key Information Document and Annual Report. Where a company utilises leverage, the profits and losses incurred by the company can be greater than those of a company that does not use leverage.

Market capitalisation

Share price multiplied by the number of shares in issue, excluding treasury shares, at month end. Shares typically priced mid-market at month-end closing.

Net Asset Value (NAV)

The total value of a Company's assets less its liabilities.

NAV (Cum Income)

The value of investments and cash, including current year revenue, less liabilities (prior charges such as loans, debenture stock and preference shares at fair value).

NAV (Ex Income)

The value of investments and cash, excluding current year revenue, less liabilities (prior charges such as loans, debenture stock and preference shares at fair value).

NAV total return

The theoretical total return on shareholders' funds per share reflecting the change in Net Asset Value (NAV) assuming that dividends paid to shareholders were reinvested at NAV at the time the shares were quoted ex-dividend. A way of measuring investment management performance of investment trusts which is not affected by movements in discounts/premiums.

Net assets

Total assets minus any liabilities such as bank loans or creditors.

Net cash

A company's net exposure to cash/cash equivalents expressed as a percentage of shareholders' funds, after any offset against its gearing. This is only shown for companies that have gearing in place.

Net gearing

A company's total assets (less cash/cash equivalents) divided by shareholders' funds expressed as a percentage.

Ongoing charges

The total expenses for the financial year (excluding performance fee), divided by the average daily net assets, multiplied by 100.

Share price

Closing mid-market share price at month end.

Share price total return

The theoretical total return to the investor assuming that all dividends received were reinvested in the shares of the company at the time the shares were quoted ex-dividend. Transaction costs are not taken into account.

Total assets

Cum Income NAV multiplied by the number of shares, plus prior charges at fair value.

Yield

Calculated by dividing the current financial year's dividends per share (this will include prospective dividends) by the current price per share, then multiplying by 100 to arrive at a percentage figure.

For a full list of terms please visit:

<https://www.janushenderson.com/en-gb/investor/glossary/>

Source for fund ratings/awards

Overall Morningstar Rating™ is shown for an investment company achieving a rating of 4 or 5.

Company specific risks

- This Company is suitable to be used as one component of several within a diversified investment portfolio. Investors should consider carefully the proportion of their portfolio invested in this Company.
- Active management techniques that have worked well in normal market conditions could prove ineffective or negative for performance at other times.
- The Company could lose money if a counterparty with which it trades becomes unwilling or unable to meet its obligations to the Company.
- Shares can lose value rapidly, and typically involve higher risks than bonds or money market instruments. The value of your investment may fall as a result.
- The return on your investment is directly related to the prevailing market price of the Company's shares, which will trade at a varying discount (or premium) relative to the value of the underlying assets of the Company. As a result, losses (or gains) may be higher or lower than those of the Company's assets.
- If a Company's portfolio is concentrated towards a particular country or geographical region, the investment carries greater risk than a portfolio that is diversified across more countries.
- Some of the investments in this portfolio are in smaller company shares. They may be more difficult to buy and sell, and their share prices may fluctuate more than those of larger companies.
- The Company may use gearing (borrowing to invest) as part of its investment strategy. If the Company utilises its ability to gear, the profits and losses incurred by the Company can be greater than those of a Company that does not use gearing.
- All or part of the Company's management fee is taken from its capital. While this allows more income to be paid, it may also restrict capital growth or even result in capital erosion over time.

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