

# GLOBAL SUSTAINABLE EQUITY ACTIVE ETF (MANAGED FUND)

Janus Henderson  
INVESTORS

## As at December 2021

### Fund objective

The Fund seeks to provide capital growth over the long term and to achieve a total return after fees that exceeds the total return of the Benchmark over rolling five year periods.

### Investment approach

The Fund seeks to provide exposure to a diversified global portfolio of equities considered by the Manager as contributing to positive environmental or social change, and thereby have an impact on the development of a sustainable global economy.

### Benchmark

MSCI World Index (net dividends reinvested) in AUD

### Risk profile

High

### Suggested timeframe

5 years

### Inception date

20 September 2021

### Active ETF size

\$2.0 million

### Underlying fund size

\$29.6 million

### Management cost (%)

0.80 p.a.

### Buy/sell spread (%)^

0.10/0.10

### Base currency

AUD

### Distribution frequency

Semi-annually (if any)

### ARSN code

651 993 118

### APIR code

HGI8931AU

### ISIN

AU0000169229

### ASX ticker

FUTR

Performance	1 Month (%)	3 Months (%)	6 Months (%)	1 Year (%)	3 Years (% p.a.)	5 Years (% p.a.)	Since inception (% p.a.)
Fund (net)	0.64	6.26	-	-	-	-	3.31
Benchmark	1.69	7.07	-	-	-	-	6.19
Excess return	-1.05	-0.81	-	-	-	-	-2.88

Past performance is not a reliable indication of future results.

### Fund performance – net (%)

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep*	Oct	Nov	Dec	YTD
2021	-	-	-	-	-	-	-	-	-2.77	1.46	4.06	0.64	3.31

\*Fund inception date is 20 September 2021, therefore part month performance is shown.

Top 10 Holdings	(%)	Country Weightings	(%)
Microsoft	6.18	United States	63.68
NVIDIA	3.77	Japan	8.41
Evoqua Water Technologies	3.21	France	4.56
Autodesk	3.19	Canada	4.41
Adobe	2.92	Netherlands	3.47
Taiwan Semiconductor Manufacturing	2.85	United Kingdom	2.88
Aon	2.68	Taiwan	2.85
Humana	2.51	Germany	2.61
Schneider Electric	2.47	Ireland	2.15
Lam Research	2.38	Hong Kong	1.60
		China	0.38
		Australia	0.37
		Cash	2.63

### Characteristics

Number of Holdings	54
--------------------	----

Sector Weightings	(%)
Information Technology	43.19
Industrials	16.59
Financials	12.18
Consumer Discretionary	6.91
Health Care	6.65
Real Estate	4.14
Utilities	3.97
Communication Services	1.95
Materials	1.33
Consumer Staples	0.46
Cash	2.63

^ For more information and most up to date buy/sell spread information visit [www.janushenderson.com/en-au/investor/buy-sell-spreads](http://www.janushenderson.com/en-au/investor/buy-sell-spreads)

# GLOBAL SUSTAINABLE EQUITY ACTIVE ETF (MANAGED FUND)

(continued)

Janus Henderson  
INVESTORS



**Head of Global  
Sustainable Equities**  
Hamish Chamberlayne



**Portfolio Manager**  
Aaron Scully

## Fund commentary

The Janus Henderson Global Sustainable Equity Active ETF (Managed Fund) (ASX: FUTR) (Fund) returned 0.64% (net of fees) over the month compared with a 1.69% return from the MSCI World Index (net dividends reinvested) in AUD (Benchmark).

Relative performance was negatively impacted by our allocation to the IT sector, further compounded by our underweight stance towards Apple which outperformed the market. Also, several of our software names underperformed.

The three largest positive contributors to performance included design software company Autodesk, clinical research organisation Icon and electrical goods and automation technology company Schneider Electric.

Autodesk's shares rebounded from a severe drop in November when it gave slightly disappointing forward guidance. In December, it announced the acquisition of ProEst, which provides cloud-based estimating software that enables contractors and engineers to improve estimating accuracy and streamline pre-construction workflow. ProEst should complement Autodesk's existing cloud-based capabilities by integrating engineers and contractors across the entire building lifecycle, boosting productivity and accelerating project delivery. The acquisition is further indicative of Autodesk's shift towards cloud-based solutions, which is facilitating product innovation as well as generating robust cash flow.

Shares in Icon rose as the market rallied towards health care companies in response to the Omicron variant, as well as solid quarterly earnings reported in November. Revenue growth of 25% year-on-year beat estimates, while a 14% increase in order backlog year-on-year indicated no signs of a slowdown. Icon is one of the world's largest clinical research organisations that helps run human clinical trials efficiently. With demand for clinical trials proliferating, Icon's expertise and scale creates several long-term opportunities. We also admire Icon's positive impact aspect; it enables life-saving drugs to reach the market swiftly while saving funds that can be reinvested into further research.

Schneider Electric's capital markets day was well received by markets, underlining the company's expertise in electrification and industrial automation technology. Despite increased research and development spending, the company raised its revenue and margin guidance for 2022-2024 as a result of expected higher volumes. Schneider Electric has a long history of offering best-in-class energy and automation solutions focusing on efficiency, software, and sustainability. The company is a core holding as part of our long-term secular trend of electrification, and we like its continuous innovation and superior business model.

Detractors from performance included software provider Adobe, computer chip manufacturer Nvidia and tax and compliance software provider Avalara. Many of our higher growth companies were negatively impacted by shifting expectations around interest rate rises.

Adobe declined sharply after posting fourth-quarter earnings that missed investor expectations. Despite reporting revenue growth of 20%, this was not as high as expected - added to which its management made a slight reduction to forward guidance. Our long-term thesis remains intact. Adobe is a dominant force in the creative and document software industry, helping to develop new ideas and provide creative solutions to social and environmental issues. For several end markets such as education and entertainment, its leading software solutions play a crucial role in digitalising content and eradicating processes that consume physical resources.

Having been one of the largest contributors to performance for the year, shares in Nvidia were also caught up in the rotation out of highly rated growth stocks. We see no change to our long-term thesis. Markets have been increasingly cognisant of Nvidia's structural drivers throughout the year. The graphics processing unit (GPU) chipmaker is exposed to several trends around digitalisation and electrification, delivering solutions in critical technologies such as artificial intelligence, data centres and high-performance computing. As numerous firms continue to digitalise operations sustainably, Nvidia is a crucial enabler in handling complex challenges while keeping energy efficiency at the core.

Avalara's decline paralleled those of its software peers. By allowing customers to manage their tax and compliance operations accurately, the company offers a vital societal benefit while providing relatively defensive characteristics compared to its peers. Our long-term conviction remains high as Avalara's platform is exposed to various tailwinds, including increased ecommerce, tax and regulatory complexity, and cloud computing.

# GLOBAL SUSTAINABLE EQUITY ACTIVE ETF (MANAGED FUND)

(continued)

Janus Henderson  
INVESTORS

Markets rebounded in December as early evidence pointed to the newly emerged Omicron COVID-19 variant as being less severe.

## Market outlook

Markets rebounded in December as early evidence pointed to the newly emerged Omicron COVID-19 variant as being less severe. Consumer staples, utility and real estate were the best performing sectors, while information technology, communication services and consumer discretionary underperformed.

## Important information

Past performance is not a reliable indicator of future performance.

Performance source: Morningstar, Janus Henderson.

Performance figures are calculated using the exit price net of fees and assume distributions are reinvested. Due to rounding the figures in the holdings, breakdowns may not add up to 100%. The information in this monthly report was prepared by Janus Henderson Investors (Australia) Funds Management Limited ABN 43 164 177 244, AFS Licence 444268 (Janus Henderson) and should not be considered a recommendation to purchase, sell or hold any particular security. Securities and sectors mentioned in this monthly report are presented to illustrate companies and sectors in which the Fund has invested. Holdings are subject to change daily. This monthly report contains general information only and is not intended to be nor should it be construed as advice. This monthly report does not take account of your individual objectives, financial situation or needs. Before acting on this information you should consider the appropriateness of the information having regard to your objectives, financial situation and needs. You should obtain a copy of the fund's offer document and read it before making a decision about whether to invest in the fund. An investment in a fund is subject to risk, including the risk that 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. No person guarantees the performance of, rate of return from, nor the repayment of capital in relation to the Fund. An investment in the Fund is not a deposit with, nor another liability of, Janus Henderson Investors (Australia) Funds Management Limited nor any of the Janus Henderson group entities nor any of their related bodies corporate, associates, affiliates, officers, employees or agents. Prospective investors should refer to the risk sections in the relevant fund's offer document, the Product Disclosure Statement (PDS), for full disclosure of all risks associated with an investment. None of Janus Henderson Investors (Australia) Funds Management Limited nor any of the Janus Henderson group entities nor their respective related bodies corporate, associates, affiliates, officers, employees, agents or any other person are, to the extent permitted by law, responsible for any loss or damage suffered as a result of any reliance by any reader or prospective investor. You should consider the current PDS, available at [www.janushenderson.com/australia](http://www.janushenderson.com/australia), before making a decision about the Fund. Target Market Determinations for funds issued by Janus Henderson are available here: [www.janushenderson.com/TMD](http://www.janushenderson.com/TMD). Dollar figures shown are in Australian Dollars (AUD), unless otherwise stated.

## Further information

[www.janushenderson.com/australia](http://www.janushenderson.com/australia)