

Quarterly update and outlook

March 31, 2011



Michael Wood-Martin
Portfolio Manager,
Japanese Equities

Overview

Events were dominated by the earthquake and subsequent tsunami which struck northern parts of Japan in the afternoon of March 11. Uncertainty following serious damage to a number of nuclear reactors in the area impacted sentiment which resulted in share prices plunging before recovering to some extent. The economic script is being rewritten owing to power and supply chain disruptions which will have an immediate, rather than permanent, impact on activity. The Japanese have experience in restoring order as was the situation following the 1995 Kobe earthquake. While there are serious disruptions to commerce, Japan will work efficiently and effectively to regain a position of normality.

Fund performance

Over the quarter, the Fund outperformed the MSCI Japan Index. The fortunate position, although deliberate from an investment stance, of not holding Tokyo Electric Power (TEPCO) was the largest positive contributor to the Fund's relative performance. TEPCO has the largest exposure in terms of power generation in the tsunami-stricken Tohoku area and the share price has fallen precipitously. The holding in **INPEX** (oil exploration) was the second largest contributor with several other holdings having a positive impact. There were no major single stock detractors to the Fund with performance erosion coming from a varied range of positions held within the portfolio.

Investment activity

It was a normal period in terms of portfolio turnover although by the end of the quarter volatility had risen thereby making buying and selling shares rather challenging. The only deletion from the portfolio was **Bridgestone** which had performed strongly in the face of a rising natural rubber price which had exceeded expectations and would make profit forecasts all the more difficult to achieve. **Mitsui OSK** was introduced into the portfolio in anticipation of a recovery in shipping rates which had been depressed for a prolonged period and we believe were long due a revival.

Outlook

While economic activity following the earthquake has been impacted, focus will be on the ability to rebuild and to this extent there are encouraging signs both in terms of coordinated intervention to suppress strength in the yen and the provision of liquidity by the Bank of Japan. Without such cohesion the prospects for the economy would become more challenging. The stock market had been making steady progress before the disaster struck and provided the resolve to aid Japan's recovery remains in place coupled with continued expansion in overseas economies, we believe the equity market should recover. In terms of portfolio activity not much has been undertaken in recent weeks. Once we have a more clear view on the outlook for the economy, changes may then be made to the portfolio.

International investing involves certain risks and increased volatility not associated with investing solely in the US. These risks included currency fluctuations, economic or financial instability, lack of timely or reliable financial information or unfavorable political or legal developments. The Fund may invest in securities issued by smaller companies which typically involves greater risk than investing in larger companies. Also, the Fund may invest in limited geographic areas and/or sectors which may result in greater market volatility. In addition, the Fund may invest in derivatives. Derivatives involve special risks different from, and potentially greater than, the risks associated with investing directly in securities and may result in greater losses.

For more information

For additional information on any of the Henderson Global Funds or to obtain a prospectus, please call 1.866.443.6337 or visit our website at www.hendersonglobalinvestors.com



Henderson
GLOBAL INVESTORS

Quarterly update and outlook

Top 5 sectors		
1.	Financials	29.5%
2.	Information Technology	20.9%
3.	Consumer Discretionary	19.8%
4.	Industrials	9.0%
5.	Telecom Service	6.9%

Performance as of March 31, 2011					
	3 months	1 year	3 years	5 years	Since inception ¹
HFJAX at NAV	-4.23%	3.15%	-1.23%	-5.53%	-4.71%
HFJAX w/ sales charge	—	-2.75%	-3.14%	-6.64%	-5.79%
MSCI Japan Index	-4.85%	1.60%	-3.48%	-4.57%	-4.12%
Lipper Japanese Funds Average	-4.93%	-0.17%	-8.44%	-10.59%	-9.54%

¹Inception date 1/31/06

The Lipper Japanese Funds Average is compiled by Lipper, Inc., which is an independent mutual fund rating service. Lipper returns do not take into effect sales charges.

Performance data quoted represents past performance and is no guarantee of future results. Current performance may be lower or higher than the performance data quoted. Investment return and principal value will fluctuate so that an investor's shares, when redeemed, may be worth more or less than original cost. For the most recent month-end performance, please call 1.866.443.6337 or visit the Fund's website at www.hendersonglobalinvestors.com. Performance results with sales charges reflect the deduction of the maximum front-end sales charge of 5.75%. Performance presented at Net Asset Value (NAV) which does not include these sales charges would be lower if these charges were reflected. As stated in the Fund's current prospectus, the Fund's annual operating expense ratio (gross) is 2.04%. However, the Fund's adviser has agreed to contractually waive a portion of its fees and/or reimburse expenses such that operating expenses do not exceed 2.00%, which is in effect until July 31, 2020.

Top 10 holdings		
1.	Mitsubishi UFJ	4.3%
2.	Yamato Holdings	3.9%
3.	Yamada Denki	3.8%
4.	Canon	3.7%
5.	INPEX Corp	3.4%
6.	Shin-Etsu Chemical	3.4%
7.	Sumitomo Mitsui	3.3%
8.	Murata MFG	3.2%
9.	Keyence	3.1%
10.	Nintendo	3.1%

Returns greater than 1-year are annualized and all returns include the reinvestment of dividends and capital gains. Performance results reflect expense subsidies and waivers in effect during the periods shown. Absent these waivers, results would have been less favorable. The MSCI Japan Index is a market capitalization index designed to capture equity market performance in Japan. One cannot invest directly in an index or average. Holdings subject to change at any time for any reason and may not be current as of the publication of this piece or thereafter.

One should consider the investment objectives, risks, fees and expenses of any mutual fund carefully before investing. This and other important information is available in the Fund's prospectus and summary prospectus which are available at www.hendersonglobalinvestors.com, by calling 1.866.443.6337 or by contacting your financial adviser. Please read the prospectus or summary prospectus carefully before investing.

The views in the summary were those of the Fund manager as of the listed date and may not reflect the views of the manager on the date the material is first published or anytime thereafter. The views are intended to assist readers in understanding the Fund's investment methodology and do not constitute investment advice. This should not be considered as an offer to sell or a solicitation of an offer to buy securities mentioned herein. Portfolio holdings and allocation may change at any time. Not FDIC insured, Not bank guaranteed, May lose money.