

Henderson Horizon Fund
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Luxembourg

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THIS DOCUMENT IS IMPORTANT AND REQUIRES YOUR IMMEDIATE ATTENTION. IF YOU ARE IN ANY DOUBT ABOUT THE ACTION TO BE TAKEN YOU SHOULD CONSULT YOUR STOCKBROKER, BANK MANAGER, SOLICITOR, ACCOUNTANT, RELATIONSHIP MANAGER OR OTHER PROFESSIONAL ADVISER IMMEDIATELY.

**HENDERSON HORIZON FUND (the "Company")
SOCIETE D'INVESTISSEMENT A CAPITAL VARIABLE (SICAV)
LUXEMBOURG
RCS B 22847**

25 May 2012

To the Shareholders of the Henderson Horizon Fund - China Fund (the "Fund")

Dear Shareholder,

Currently the performance of the Fund is measured against the MSCI Golden Dragon Index (the "Current Benchmark"). With effect from 2 July 2012 (the "Effective Date"), the performance of the Fund will be measured against the benchmark of the MSCI China Index (the "New Benchmark"), which we hope will more appropriately reflect the level of risk the Fund is looking to achieve.

The New Benchmark is preferred as it is expected to more closely reflect the Fund's targeted investments, and hence the Fund's expected level of risk relating to investing in securities. The Current Benchmark is comprised principally of equity securities in China, Hong Kong and Taiwan and the New Benchmark is comprised of equity securities principally in China and Hong Kong. The Current Benchmark and the New Benchmark also have different weightings in terms of sectors and/or individual markets.

The Fund's Current Benchmark has a 30% weighting in equity securities from Taiwan (at 30 December 2011). Going forward, the investment manager aims to maintain a lower weighting in equity securities from Taiwan. For indicative purposes, the investment manager currently aims to invest not more than 10% of the Fund's assets in Taiwan equity securities, although such exposure may reach as much as 15% of the Fund's assets if investment opportunities so arise. Having surveyed the available performance indices in the market, the investment manager is of the view that the New Benchmark better reflects the investment portfolio of the Fund. The Directors therefore believe it is more appropriate for the Fund to use an alternative benchmark where future investment in Taiwan would be considered as an off-benchmark opportunity (as the New Benchmark has no weighting in equity securities from Taiwan). The benchmark change will also bring the Fund in line with its peer group.

The change in benchmark will not result in any change in the Fund's investment objective, policies or restrictions and will not materially prejudice investors in the Fund. Please also note that the change in benchmark will not alter the investment process favoured by the investment manager of the Fund.

Up until the Effective Date, the performance fee will be determined based on the Current Benchmark. Upon the change in benchmark, the performance fee in respect of the Fund will be determined based on the New Benchmark. As such, the instances at which a performance fee is payable may be different as the performance of the two benchmarks are likely to differ. For the purpose of calculating the performance fee of the Fund, the index value of the New Benchmark will be adjusted, on the Effective Date, taking into account the under/over-performance of the Current Benchmark over the relevant performance period up to the Effective Date. For the purpose of this calculation the last time that a performance fee was paid (or the date on which the performance fee was introduced for the first period, whichever is later) will be considered to be the start of the relevant performance period. For example, where the Current Benchmark has appreciated 30% over the relevant performance period up to the Effective Date, the New Benchmark will be assigned a start index value for the start of the relevant performance period such that the New Benchmark will also have 30% of over-performance from the start of the relevant performance period. Such adjustment is made to ensure the continuity and consistency in the calculation of the performance fee notwithstanding a change in the Fund's benchmark.

In respect of the current performance period from 1 July 2011 to 30 June 2012, any performance fee accrued prior to the Effective Date measured against the Current Benchmark will be paid to the Investment Manager at the end of the performance period on 30 June 2012. As at the date of this Notice, there are no performance fees accruing against the Current Benchmark in respect of the Fund, although a performance fee may accrue and become payable during the period from the date of this Notice until the end of the current performance period.

Please note that the net asset value per Share of the Fund will be adjusted on a daily basis to reflect the level of the performance fee accrued where either:

- (a) the increase in the net asset value per Share of the Fund outperforms the increase in the relevant benchmark. The fee payable will be 10% of the value added over and above that benchmark in accordance with the high water mark principle; or
- (b) the net asset value per Share of the Fund increases and the relevant benchmark decreases. The fee payable by the Fund will be 10% of the positive growth of that Fund in accordance with the high water mark principle.

The current high water mark for the purpose of determining the performance fee of the Fund will not be affected by the change in the benchmark and will be carried forward for the purpose of determining the performance fee based on the New Benchmark. For further details regarding the high water mark principle and calculation of performance fees, please refer to the section in the Prospectus titled "Fees, Charges and Expenses – Performance Fees" or for Hong Kong investors, also of the section in the Hong Kong Covering Document titled "Performance Fees".

For the avoidance of doubt, any performance of the Fund derived from investing in equity securities in the Taiwan markets will be reflected in the net asset value per Share of the Fund and therefore included in the calculation of the performance fee. The New Benchmark will be used in determining the risk exposure levels of the Fund under the Value at Risk (VaR) approach in line with the Fund's existing practice.

Action to be taken - If you are happy with the proposed change to the Fund, you need take no action. If you are not happy with the proposed change to the Fund, you can, free of any charges, redeem or switch your Shares up to 29 June 2012 in accordance with the provisions of the Prospectus.

As is always the case, any switch or redemption of your Shares may affect your tax position. You should therefore seek guidance from your professional advisers on any applicable taxes in the country of your respective citizenship, domicile or residence.

Please see 'Redemption and Switching of Shares' section below for further details on how to redeem or switch your holding.

Redemption and Switching of Shares

You may apply to redeem your holding or switch it into shares of any other of the Company's sub-funds¹ free of any switching, redemption or other charges in accordance with the provisions of the Prospectus up to 29 June 2012. You can instruct the Registrar and Transfer Agent to carry out the redemption or switch by contacting:

BNP Paribas Securities Services, Luxembourg Branch
33 rue de Gasperich
L-5826 Hesperange
Grand Duchy of Luxembourg
Telephone: (352) 2696 2050
Fax: (352) 2696 9747

If you choose to redeem your Shares, the redemption proceeds will be paid to you in accordance with the provisions of the Prospectus. Please be advised that we may require documentation to verify your identity if we do not already hold it and that your redemption proceeds may be delayed until such verification is received. Settlement of redemptions will normally be made in accordance with the standing instructions we hold on file. If you have changed your bank account and not advised us, please confirm your up-to-date details in writing to BNP Paribas Securities Services, Luxembourg Branch at the address provided above.

If you choose to switch your Shares to a holding in a different sub-fund², the proceeds will be utilised to purchase shares in the sub-fund(s) specified by you at the share price applicable to that sub-fund in accordance with the provisions of the Prospectus.

As is always the case, any switch or redemption of your Shares may affect your tax position. You should therefore seek guidance from your professional advisers on any applicable taxes in the country of your respective citizenship, domicile or residence.

The Directors of the Company accept responsibility for the accuracy of the contents of this letter.

If you have any questions, these may be directed to BNP Paribas Securities Services, Luxembourg Branch, the Registrar and Transfer Agent at 33, rue de Gasperich, L-5826 Hesperange, Grand Duchy of Luxembourg, (Tel: +352 2696 2050, Fax: +352 2696 9747). BNP Paribas Securities Services, Paris, succursale de Zurich, Selnaustrasse 16, 8002 Zurich is the Swiss representative and paying agent of the Company. The Prospectus, the Simplified Prospectus, the Articles as well as the annual and semi annual reports of the Company may be obtained free of charge from the Swiss representative and paying agent.

Yours faithfully



Iain Clark
Chairman

¹ Subject to the Sub-Fund being registered for public distribution in your country of residence.

² Subject to the Sub-Fund being registered for public distribution in your country of residence.