INTECH

INTECH COMMENTARY

Second Quarter Review - 2015

INTECH U.S. Managed Volatility Fund

For the quarter ended 06/30/2015, the INTECH U.S. Managed Volatility Fund underperformed its benchmark, the Russell 1000® Index.

INTECH's mathematical investment process is designed to determine potentially more efficient equity weightings of the securities in the benchmark index, utilizing a specific mathematical optimization and disciplined rebalancing routine. Rather than trying to predict the future direction of stock prices, the process seeks to use the volatility and correlation characteristics of stocks to construct portfolios with above market return over time, but with lower return volatility. In particular, the strategy targets an excess return over the long term while minimizing the volatility of its absolute returns.

The investment process begins with the stocks in the benchmark. Within specific risk constraints, INTECH's mathematical process attempts to identify stocks that have high volatility relative to the index and low correlation to one another. Once the stocks are identified and a portfolio of stocks is constructed, the strategy is then rebalanced and re-optimized periodically. The strategy aims to outperform the benchmark overtime with significantly lower return fluctuations. Although the strategy may underperform its benchmark in strong up markets, the strategy seeks to reduce losses in down markets. Therefore, while some downside protection and a more consistent experience are expected over the long term, the tracking error relative to the benchmark is expected to be high.

Over the long term, we believe that the strategy will achieve its investment objective of producing excess return over the benchmark with lower absolute risk.

Going forward, we will continue building portfolios in a disciplined and deliberate manner, with risk management remaining the hallmark of our investment process. As INTECH's ongoing research efforts yield modest improvements, we will continue implementing changes that we believe are likely to improve the long-term results for our clients.

Please consider the charges, risks, expenses and investment objectives carefully before investing. For a prospectus or, if available, a summary prospectus containing this and other information, please call Janus at 877.33JANUS (52687) or download the file from janus.com/info. Read it carefully before you invest or send money.

Past performance is no guarantee of future results.

A Fund's performance may be affected by risks that include those associated with nondiversification, non-investment grade debt securities, high-yield/high-risk securities, undervalued or overlooked companies, investments in specific industries or countries and potential conflicts of interest. Additional risks to a Fund may also include, but are not limited to, those associated with investing in foreign securities, emerging markets, initial public offerings, real estate investment trusts (REITs), derivatives, short sales, commodity-linked investments and companies with relatively small market capitalizations. Each Fund has different risks. Please see a Janus prospectus for more information about risks, Fund holdings and other details.

INTECH's focus on managed volatility may keep the Fund from achieving excess returns over its index. The strategy may underperform during certain periods of up markets, and may not achieve the desired level of protection in down markets.

Tracking Error is a divergence between the price behavior of a position or portfolio and the price behavior of a benchmark

Russell 1000® Index measures the performance of the 1,000 largest companies in the Russell 3000® Index.

INTECH Investment Management LLC is a subsidiary of Janus Capital Group Inc. and serves as the sub-adviser on certain products.

Janus and INTECH are registered trademarks of Janus International Holding LLC. © Janus International Holding LLC.

Funds distributed by Janus Distributors LLC

C-0615-93128 10-15-15 188-42-29678 07/15