

**Janus Capital Management LLC**  
**Mid Cap Growth Composite**

**For the periods from January 1, 2006 through December 31, 2015**





## Performance Examination Report

Janus Capital Management LLC  
151 Detroit Street  
Denver, CO 80206

We have verified whether Janus Capital Management LLC (the Firm) (1) complied with all the composite construction requirements of the Global Investment Performance Standards (GIPS<sup>®</sup>) on a firm-wide basis for the periods from January 1, 2004 through December 31, 2015, and (2) designed its policies and procedures to calculate and present performance in compliance with the GIPS standards as of December 31, 2015. We have also examined the Firm's Mid Cap Growth Composite for the periods from January 1, 2004 through December 31, 2015. The Firm's management is responsible for compliance with the GIPS standards and the design of its policies and procedures and for the Mid Cap Growth Composite's compliant presentation. Our responsibility is to express an opinion based on our verification and performance examination. We conducted this verification and performance examination in accordance with the required verification and performance examination procedures of the GIPS standards. We also conducted such other procedures as we considered necessary in the circumstances.

In our opinion, the Firm has, in all material respects:

- Complied with all the composite construction requirements of the GIPS standards on a firm-wide basis for the periods from January 1, 2004 through December 31, 2015; and
- Designed its policies and procedures to calculate and present performance in compliance with the GIPS standards as of December 31, 2015.

Also, in our opinion, the Firm has, in all material respects:

- Constructed the Mid Cap Growth Composite and calculated the Mid Cap Growth Composite's performance for the periods from January 1, 2004 through December 31, 2015 in compliance with the GIPS standards; and
- Prepared and presented the Mid Cap Growth Composite's accompanying compliant presentation for the periods from January 1, 2006 through December 31, 2015 in compliance with the GIPS standards.

A performance examination of the Firm's Mid Cap Growth Composite covering the periods from January 1, 1989 through December 31, 2003 was performed by another verification firm, whose report expressed an unqualified opinion thereon.

This report does not relate to or provide assurance on any composite compliant presentation of the Firm other than the Firm's Mid Cap Growth Composite.

*ACA Performance Services, LLC*

ACA Performance Services, LLC  
July 27, 2016

**Janus Capital Management LLC**  
**Mid Cap Growth Composite**  
**January 1, 2006 through December 31, 2015**

Year	As of December 31						
	Gross Return (%)	Net Return (%)	Russell Midcap® Growth Index Return (%)	Internal Dispersion (%)	Number of Accounts	Composite Assets (\$ millions)	Total Firm Assets (\$ millions)
2015	4.36	3.69	-0.20	n/a	6	7,723.5	132,397
2014	13.04	12.32	11.90	n/a	6	5,290.0	130,145
2013	32.25	31.41	35.74	n/a	≤ 5	4,484.4	124,568
2012	18.56	17.80	15.81	n/a	≤ 5	3,335.7	114,827
2011	-0.76	-1.40	-1.64	n/a	≤ 5	3,033.0	107,120
2010	26.95	26.15	26.38	n/a	≤ 5	3,513.8	123,276
2009	44.43	43.53	46.29	n/a	≤ 5	3,212.5	111,259
2008	-42.37	-42.77	-44.32	n/a	≤ 5	98.4	80,818
2007	23.53	22.68	11.43	n/a	≤ 5	173.7	136,632
2006	13.67	12.88	10.66	n/a	≤ 5	67.3	105,292

1. Janus Capital Management LLC claims compliance with the Global Investment Performance Standards (GIPS®) and has prepared and presented this report in compliance with the GIPS standards. Janus has been independently verified for the periods January 1, 1994 through December 31, 2015.

Verification assesses whether (1) the firm has complied with all the composite construction requirements of the GIPS standards on a firm-wide basis and (2) the firm's policies and procedures are designed to calculate and present performance in compliance with the GIPS standards. The Mid Cap Growth Composite has been examined for the periods April 1, 1989 through December 31, 2015. The verification and performance examination reports are available upon request.

2. For the purpose of complying with the GIPS standards, the firm is defined as Janus Capital Management LLC (Janus), an independent investment advisor registered under the Investment Advisers Act of 1940. The firm also includes assets under management of Janus Capital Singapore Pte. Limited and Perkins Investment Management LLC, wholly-owned subsidiaries of Janus Capital Group Inc. In 2005 total firm assets were restated historically, to reflect mutual fund assets and to exclude assets managed by a subsidiary. In 2006 the firm was redefined to include the wrap division. A complete list and description of composites and policies for valuing portfolios, calculating performance and preparing compliant presentations are available upon request.
3. Effective January 1, 2009, the Mid Cap Growth Composite includes all fully discretionary, fee-paying accounts (excluding wrap accounts) invested in this strategy. For the period from January 1, 2005 through December 31, 2008 the composite included separately managed institutional accounts and sub-advised pooled funds. Mid Cap Growth portfolios invest primarily in US companies whose market capitalization, at time of initial purchase, fall within the 12-month average of the capitalization range of the Russell Midcap Growth Index. The portfolio stock selection process emphasizes predictability and sustainability of growth. The composite was created in January 1995.
4. Account returns are presented both gross and net of management fees. All account returns are net of transaction costs and gross of non-reclaimable withholding taxes, if any, and reflect the reinvestment of dividends and other earnings. Monthly composite returns are calculated by weighting each account's monthly return by its relative beginning market value. All returns are expressed in U.S. dollars.

5. The Russell Midcap Growth Index returns are provided to represent the investment environment existing during the time periods shown. The index is fully invested, which includes the reinvestment of dividends and capital gains. The returns for the index do not include any transaction costs, management fees or other costs. The index is not covered by the report of independent verifiers.
6. The dispersion of annual returns is measured by the asset weighted standard deviation of account returns represented within the composite for the full year. For those periods with five or fewer accounts included for the entire year, "n/a" is noted as the dispersion is not considered meaningful.
7. The three-year annualized ex-post standard deviation measures the variability of the monthly gross returns of the composite and the benchmark over the preceding 36 months.

	3-Yr Annualized Standard Deviation (%)	
December 31	Composite	Benchmark
2015	9.95	11.47
2014	9.73	11.02
2013	12.62	14.83
2012	15.96	18.16
2011	20.19	21.12
2010	27.64	26.74

8. The net returns shown are net of model investment advisory fees. Net returns are derived using the maximum fixed fee rate in effect for the respective time period. Actual advisory fees can vary among clients invested in this strategy. The Composite may include accounts with performance-based fees.
9. Effective April 2008, the current standard fee schedule for separately managed accounts is as follows: 0.65% on the first \$100 million; 0.60% on the next \$100 million; and 0.55% on amounts above \$200 million.
10. In February 2002 Jonathan Coleman became the lead portfolio manager. In November 2007 Brian Demain became the lead portfolio manager.
11. Performance figures are based upon historical information and do not guarantee future results. Prospective clients should recognize the limitations inherent in composites, and should consider all information presented by Janus regarding the firm's investment management capabilities. Composite performance figures include changes in principal value, reinvested income and capital gains distribution.