



<p>ANNUAL REPORT</p> <p>5/31/2024</p>	<p>Jensen Quality Growth Fund</p>
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	Class J Shares	Class R Shares	Class I Shares	Class Y Shares
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JENSEN QUALITY GROWTH FUND
SCHEDULE OF INVESTMENTS
As of May 31, 2024

	Shares	Value
COMMON STOCKS — 99.7%		
Beverages — 4.4%		
PepsiCo, Inc.	2,375,000	\$ 410,637,500
Commercial Services & Supplies — 2.9%		
Waste Management, Inc.	1,290,000	271,841,700
Containers & Packaging — 1.5%		
Ball Corp.....	2,050,000	142,331,500
Electronic Equipment, Instruments & Components — 2.4%		
Amphenol Corp. - Class A	1,716,000	227,146,920
Financial Services — 3.9%		
Mastercard, Inc. - Class A	817,000	365,256,190
Health Care Equipment & Supplies — 5.5%		
Stryker Corp.....	1,532,000	522,549,880
Health Care Providers & Services — 4.7%		
UnitedHealth Group, Inc.	895,000	443,356,150
Hotels, Restaurants & Leisure — 4.2%		
McDonald's Corp.	356,000	92,164,840
Starbucks Corp.....	3,840,000	308,044,800
		<u>400,209,640</u>
Household Products — 2.7%		
Procter & Gamble Co.....	1,566,000	257,669,640
Insurance — 5.8%		
Marsh & McLennan Cos., Inc.	2,642,000	548,426,360
Interactive Media & Services — 7.9%		
Alphabet, Inc. - Class A ^(a)	4,331,000	747,097,500
IT Services — 5.8%		
Accenture PLC - Class A	1,942,000	548,207,180
Pharmaceuticals — 4.7%		
Johnson & Johnson	1,548,000	227,045,160
Zoetis, Inc.....	1,280,000	217,036,800
		<u>444,081,960</u>
Professional Services — 11.2%		
Automatic Data Processing, Inc.	1,433,000	350,970,360
Broadridge Financial Solutions, Inc.	1,389,000	278,869,530
Equifax, Inc.	1,124,000	260,082,360
Verisk Analytics, Inc.	679,000	171,637,620
		<u>1,061,559,870</u>
Semiconductors & Semiconductor Equipment — 7.1%		
KLA Corp.	434,000	329,636,020
Texas Instruments, Inc.....	1,764,000	343,997,640
		<u>673,633,660</u>

The accompanying notes are an integral part of these financial statements.

JENSEN QUALITY GROWTH FUND
SCHEDULE OF INVESTMENTS
As of May 31, 2024

	Shares	Value
COMMON STOCKS (Continued)		
Software — 12.8%		
Intuit, Inc.....	846,000	\$ 487,668,240
Microsoft Corp.....	1,745,000	<u>724,401,850</u>
		<u>1,212,070,090</u>
Specialty Retail — 2.3%		
Home Depot, Inc.....	638,000	<u>213,647,060</u>
Technology Hardware, Storage & Peripherals — 6.3%		
Apple, Inc.....	3,099,000	<u>595,782,750</u>
Textiles, Apparel & Luxury Goods — 3.4%		
NIKE, Inc. - Class B.....	3,425,000	<u>325,546,250</u>
TOTAL COMMON STOCKS		
(Cost \$4,714,709,374)		<u>9,411,051,800</u>
SHORT-TERM INVESTMENTS — 0.3%		
Money Market Funds — 0.3%		
First American Treasury Obligations Fund - Class X, 5.22% ^(b)	28,967,179	<u>28,967,179</u>
TOTAL SHORT-TERM INVESTMENTS		
(Cost \$28,967,179)		<u>28,967,179</u>
TOTAL INVESTMENTS — 100.0%		
(Cost \$4,743,676,553)		\$9,440,018,979
Liabilities in Excess of Other Assets — 0.0% ^(c)		<u>(1,680,072)</u>
TOTAL NET ASSETS — 100.0%		<u>\$9,438,338,907</u>

The Global Industry Classification Standard (“GICS[®]”) was developed by and/or is the exclusive property of MSCI, Inc. (“MSCI”) and Standard & Poor’s Financial Services LLC (“S&P”). GICS[®] is a service mark of MSCI and S&P and has been licensed for use by U.S. Bank Global Fund Services.

PLC - Public Limited Company

Percentages are stated as a percent of net assets.

- (a) Non-income producing security.
- (b) The rate shown represents the 7-day effective yield as of May 31, 2024.
- (c) Represents less than 0.05% of net assets.

The accompanying notes are an integral part of these financial statements.

**JENSEN QUALITY GROWTH FUND
STATEMENT OF ASSETS & LIABILITIES**

As of May 31, 2024

ASSETS:

Investment, at value (Cost \$4,743,676,553)	\$9,440,018,979
Dividend and interest income receivable	6,166,767
Receivable for capital stock issued	4,147,222
Other assets	<u>266,852</u>
Total assets	<u><u>9,450,599,820</u></u>

LIABILITIES:

Payable to Investment Adviser	3,947,046
Payable for capital stock redeemed	5,566,329
Accrued distribution fees	853,313
Accrued director fees	90,785
Accrued expenses and other liabilities	<u>1,803,440</u>
Total liabilities	<u>12,260,913</u>

TOTAL NET ASSETS \$9,438,338,907

Net Assets Consist of:

Capital stock	4,417,664,123
Total distributable earnings	<u>5,020,674,784</u>
Total Net Assets	<u><u>\$9,438,338,907</u></u>

NET ASSETS CONSIST OF:

Class J Shares

Net Assets	\$2,385,457,184
Shares outstanding	<u>39,193,144</u>
Net Asset Value - Offering Price and Redemption Price Per Share (2,000,000,000 shares authorized)	<u>\$ 60.86</u>

Class R Shares

Net Assets	\$ 14,365,668
Shares outstanding	<u>237,444</u>
Net Asset Value - Offering Price and Redemption Price Per Share (1,000,000,000 shares authorized)	<u>\$ 60.50</u>

Class I Shares

Net Assets	\$4,998,911,833
Shares outstanding	<u>82,230,969</u>
Net Asset Value - Offering Price and Redemption Price Per Share (1,000,000,000 shares authorized)	<u>\$ 60.79</u>

Class Y Shares

Net Assets	\$2,039,604,222
Shares outstanding	<u>33,557,394</u>
Net Asset Value - Offering Price and Redemption Price Per Share (1,000,000,000 shares authorized)	<u>\$ 60.78</u>

The accompanying notes are an integral part of these financial statements.

JENSEN QUALITY GROWTH FUND
STATEMENT OF OPERATIONS
Year Ended May 31, 2024

INVESTMENT INCOME:

Dividend income.....	\$ 152,077,061
Interest income.....	<u>6,716,662</u>
Total investment income.....	<u>158,793,723</u>

EXPENSES:

Investment advisory fees.....	49,066,231
12b-1 fees - Class J.....	6,092,670
Shareholder servicing fees - Class I.....	3,997,708
Administration fees.....	1,585,522
Sub-transfer agent expenses - Class J.....	1,032,494
Fund accounting fees.....	552,970
Directors' fees and expenses.....	414,449
Reports to shareholders - Class I.....	283,941
Transfer agent expenses.....	273,686
Custody fees.....	262,279
Federal and state registration fees.....	253,624
Other.....	153,182
Reports to shareholders - Class Y.....	146,537
Professional fees.....	145,860
Chief Compliance Officer fees.....	100,008
Reports to shareholders - Class J.....	84,900
12b-1 fees - Class R.....	71,070
Transfer agent fees - Class J.....	40,797
Shareholder servicing fees - Class R.....	23,231
Transfer agent fees - Class R.....	22,777
Transfer agent fees - Class Y.....	18,251
Transfer agent fees - Class I.....	16,055
Interest expense.....	8,244
Reports to shareholders - Class R.....	<u>844</u>
Total expenses.....	<u>64,647,330</u>
Net Investment Income	<u>94,146,393</u>

REALIZED AND UNREALIZED GAIN ON INVESTMENTS:

Net realized gain on investment transactions.....	804,236,239
Change in unrealized appreciation/depreciation on investments.....	<u>483,239,484</u>
Net realized and unrealized gain on investments	<u>1,287,475,723</u>
NET INCREASE IN NET ASSETS RESULTING FROM OPERATIONS	<u>\$1,381,622,116</u>

The accompanying notes are an integral part of these financial statements.

**JENSEN QUALITY GROWTH FUND
STATEMENTS OF CHANGES IN NET ASSETS**

	Year Ended May 31, 2024	Year Ended May 31, 2023
OPERATIONS:		
Net investment income	\$ 94,146,393	\$ 105,077,071
Net realized gain on investment transactions	804,236,239	338,979,430
Change in unrealized appreciation/depreciation on investments	<u>483,239,484</u>	<u>(200,761,543)</u>
Net increase in net assets resulting from operations	<u>1,381,622,116</u>	<u>243,294,958</u>
CAPITAL SHARE TRANSACTIONS:		
Shares Sold - Class J	141,966,666	225,858,703
Shares Sold - Class R	2,185,506	2,231,395
Shares Sold - Class I	735,476,591	1,029,928,367
Shares Sold - Class Y	349,264,831	882,978,110
Shares issued in reinvestment of dividends - Class J	178,973,032	68,403,205
Shares issued in reinvestment of dividends - Class R	961,777	380,075
Shares issued in reinvestment of dividends - Class I	378,940,634	142,409,876
Shares issued in reinvestment of dividends - Class Y	165,966,595	74,379,953
Shares redeemed - Class J	(441,451,900)	(366,840,232)
Shares redeemed - Class R	(3,154,969)	(6,604,069)
Shares redeemed - Class I	(1,321,668,479)	(989,100,871)
Shares redeemed - Class Y	<u>(1,452,695,646)</u>	<u>(873,801,273)</u>
Net Increase (Decrease)	<u>(1,265,235,362)</u>	<u>190,223,239</u>
DIVIDENDS AND DISTRIBUTIONS TO SHAREHOLDERS:		
Dividends and distributions to shareholders - Class J	(181,763,494)	(69,452,241)
Dividends and distributions to shareholders - Class R	(961,777)	(380,078)
Dividends and distributions to shareholders - Class I	(397,318,116)	(149,818,028)
Dividends and distributions to shareholders - Class Y	<u>(206,955,087)</u>	<u>(96,681,208)</u>
Total dividends and distributions	<u>(786,998,474)</u>	<u>(316,331,555)</u>
Increase (Decrease) in Net Assets	<u>(670,611,720)</u>	<u>117,186,642</u>
NET ASSETS:		
Beginning of Year	<u>10,108,950,627</u>	<u>9,991,763,985</u>
End of Year	<u>\$ 9,438,338,907</u>	<u>\$10,108,950,627</u>

The accompanying notes are an integral part of these financial statements.

**FINANCIAL HIGHLIGHTS
JENSEN QUALITY GROWTH FUND
CLASS J**

	Year ended May 31,				
	2024	2023	2022	2021	2020
PER SHARE DATA:					
Net asset value, beginning of year	\$ 57.43	\$ 57.86	\$ 60.00	\$ 49.46	\$ 47.79
INCOME FROM INVESTMENT OPERATIONS:					
Net investment income ⁽¹⁾	0.46	0.50	0.44	0.52	0.58
Net realized and unrealized gains on investments	7.57	0.75	1.83	15.63	5.30
Total from investment operations	8.03	1.25	2.27	16.15	5.88
LESS DISTRIBUTIONS:					
Dividends from net investment income	(0.46)	(0.49)	(0.40)	(0.52)	(0.54)
Distributions from capital gains	(4.14)	(1.19)	(4.01)	(5.09)	(3.67)
Total distributions	(4.60)	(1.68)	(4.41)	(5.61)	(4.21)
Net asset value, end of year	\$ 60.86	\$ 57.43	\$ 57.86	\$ 60.00	\$ 49.46
Total return	14.29%	2.29%	2.92%	33.95%	12.15%
SUPPLEMENTAL DATA AND RATIOS:					
Net assets, end of year (000's)	\$2,385,457	\$2,363,726	\$2,455,146	\$2,549,594	\$2,422,553
Ratio of expenses to average net assets	0.81%	0.82%	0.81%	0.82%	0.84%
Ratio of net investment income to average net assets	0.73%	0.88%	0.69%	0.89%	1.11%
Portfolio turnover rate	10.46%	15.67%	10.87%	12.33%	23.38%

⁽¹⁾ Net investment income per share is calculated using the ending accumulated net investment income balances prior to consideration or adjustments for permanent book-to-tax differences.

The accompanying notes are an integral part of these financial statements.

**FINANCIAL HIGHLIGHTS
JENSEN QUALITY GROWTH FUND
CLASS R**

	Year ended May 31,				
	2024	2023	2022	2021	2020
PER SHARE DATA:					
Net asset value, beginning of year.	\$ 57.10	\$ 57.49	\$ 59.66	\$ 49.18	\$ 47.53
INCOME FROM INVESTMENT OPERATIONS:					
Net investment income ⁽¹⁾	0.12	0.26	0.16	0.25	0.34
Net realized and unrealized gains on investments	<u>7.54</u>	<u>0.74</u>	<u>1.81</u>	<u>15.57</u>	<u>5.30</u>
Total from investment operations	<u>7.66</u>	<u>1.00</u>	<u>1.97</u>	<u>15.82</u>	<u>5.64</u>
LESS DISTRIBUTIONS:					
Dividends from net investment income	(0.12)	(0.20)	(0.13)	(0.25)	(0.32)
Distributions from capital gains.	<u>(4.14)</u>	<u>(1.19)</u>	<u>(4.01)</u>	<u>(5.09)</u>	<u>(3.67)</u>
Total distributions	<u>(4.26)</u>	<u>(1.39)</u>	<u>(4.14)</u>	<u>(5.34)</u>	<u>(3.99)</u>
Net asset value, end of year	<u>\$ 60.50</u>	<u>\$ 57.10</u>	<u>\$ 57.49</u>	<u>\$ 59.66</u>	<u>\$ 49.18</u>
Total return	13.68%	1.83%	2.44%	33.36%	11.66%
SUPPLEMENTAL DATA AND RATIOS:					
Net assets, end of year (000's).	\$14,366	\$13,531	\$17,801	\$26,380	\$23,995
Ratio of expenses to average net assets . . .	1.34%	1.29%	1.26%	1.26%	1.27%
Ratio of net investment income to average net assets	0.20%	0.41%	0.23%	0.44%	0.68%
Portfolio turnover rate	10.46%	15.67%	10.87%	12.33%	23.38%

⁽¹⁾ Net investment income per share is calculated using the ending accumulated net investment income balances prior to consideration or adjustments for permanent book-to-tax differences.

The accompanying notes are an integral part of these financial statements.

**FINANCIAL HIGHLIGHTS
JENSEN QUALITY GROWTH FUND
CLASS I**

	Year ended May 31,				
	2024	2023	2022	2021	2020
PER SHARE DATA:					
Net asset value, beginning of year . . .	\$ 57.38	\$ 57.82	\$ 59.99	\$ 49.46	\$ 47.81
INCOME FROM INVESTMENT OPERATIONS:					
Net investment income ⁽¹⁾	0.57	0.61	0.57	0.61	0.66
Net realized and unrealized gains on investments	7.58	0.76	1.84	15.65	5.34
Total from investment operations	8.15	1.37	2.41	16.26	6.00
LESS DISTRIBUTIONS:					
Dividends from net investment income	(0.60)	(0.62)	(0.57)	(0.64)	(0.68)
Distributions from capital gains	(4.14)	(1.19)	(4.01)	(5.09)	(3.67)
Total distributions	(4.74)	(1.81)	(4.58)	(5.73)	(4.35)
Net asset value, end of year	\$ 60.79	\$ 57.38	\$ 57.82	\$ 59.99	\$ 49.46
Total return	14.53%	2.51%	3.14%	34.24%	12.41%
SUPPLEMENTAL DATA AND RATIOS:					
Net assets, end of year (000's)	\$4,998,912	\$4,909,180	\$4,762,505	\$5,003,474	\$4,002,485
Ratio of expenses to average net assets	0.60%	0.61%	0.61%	0.61%	0.60%
Ratio of net investment income to average net assets	0.95%	1.09%	0.89%	1.10%	1.37%
Portfolio turnover rate	10.46%	15.67%	10.87%	12.33%	23.38%

⁽¹⁾ Net investment income per share is calculated using the ending accumulated net investment income balances prior to consideration or adjustments for permanent book-to-tax differences.

The accompanying notes are an integral part of these financial statements.

**FINANCIAL HIGHLIGHTS
JENSEN QUALITY GROWTH FUND
CLASS Y**

	Year ended May 31,				
	2024	2023	2022	2021	2020
PER SHARE DATA:					
Net asset value, beginning of year . . .	\$ 57.37	\$ 57.82	\$ 59.98	\$ 49.46	\$ 47.80
INCOME FROM INVESTMENT OPERATIONS:					
Net investment income ⁽¹⁾	0.62	0.66	0.62	0.66	0.73
Net realized and unrealized gains on investments	<u>7.58</u>	<u>0.75</u>	<u>1.84</u>	<u>15.64</u>	<u>5.31</u>
Total from investment operations	<u>8.20</u>	<u>1.41</u>	<u>2.46</u>	<u>16.30</u>	<u>6.04</u>
LESS DISTRIBUTIONS:					
Dividends from net investment income	(0.65)	(0.67)	(0.61)	(0.69)	(0.71)
Distributions from capital gains	<u>(4.14)</u>	<u>(1.19)</u>	<u>(4.01)</u>	<u>(5.09)</u>	<u>(3.67)</u>
Total distributions	<u>(4.79)</u>	<u>(1.86)</u>	<u>(4.62)</u>	<u>(5.78)</u>	<u>(4.38)</u>
Net asset value, end of year	<u>\$ 60.78</u>	<u>\$ 57.37</u>	<u>\$ 57.82</u>	<u>\$ 59.98</u>	<u>\$ 49.46</u>
Total return	14.63%	2.59%	3.23%	34.34%	12.51%
SUPPLEMENTAL DATA AND RATIOS:					
Net assets, end of year (000's)	\$2,039,604	\$2,822,513	\$2,756,312	\$2,755,356	\$2,306,038
Ratio of expenses to average net assets	0.52%	0.52%	0.52%	0.52%	0.54%
Ratio of net investment income to average net assets	1.03%	1.17%	0.98%	1.18%	1.46%
Portfolio turnover rate	10.46%	15.67%	10.87%	12.33%	23.38%

⁽¹⁾ Net investment income per share is calculated using the ending accumulated net investment income balances prior to consideration or adjustments for permanent book-to-tax differences.

The accompanying notes are an integral part of these financial statements.

NOTES TO THE FINANCIAL STATEMENTS

May 31, 2024

1. ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES

The Jensen Quality Growth Fund Inc. (the “Fund”), was incorporated as an Oregon corporation on April 17, 1992, and is registered as an open-end, non-diversified management investment company under the Investment Company Act of 1940 (the “1940 Act”). The Fund commenced operations on August 3, 1992. Effective March 1, 2018, the name of the Fund was changed from The Jensen Portfolio, Inc. doing business as Jensen Quality Growth Fund to The Jensen Quality Growth Fund Inc. The Fund is authorized to issue 5,000,000,000 shares of common stock, all of which have been authorized for the existing share classes. The Fund currently offers four different classes of shares; Class J, Class R, Class I, and Class Y. Class J shares are subject to a 0.25% 12b-1 fee and a sub-transfer agency fee, Class R shares are subject to a 0.50% 12b-1 fee and up to a 0.25% shareholder servicing fee, Class I shares are subject to a shareholder servicing fee of up to 0.10%, and Class Y shares are not subject to any 12b-1, shareholder servicing or sub transfer agency fee as described in the separate prospectuses for each of the Fund’s share classes. Each class of shares has identical rights and privileges except with respect to the 12b-1 fees, sub-transfer agency fees, shareholder servicing fees, and voting rights on matters affecting a single class of shares. The principal investment objective of the Fund is long-term capital appreciation.

The Fund is an investment company and accordingly follows the investment company accounting and reporting guidance of the Financial Accounting Standards Board (“FASB”) Accounting Standards Codification Topic 946 “Financial Services Investment Companies”.

The following is a summary of significant accounting policies consistently followed by the Fund. The policies are in conformity with accounting principles generally accepted in the United States of America (“GAAP”).

- a) Investment Valuation** – Securities that are listed on United States stock exchanges are valued at the last sale price at the close of the exchange. Equity securities listed on the NASDAQ Stock Market are valued at the NASDAQ Official Closing Price or, if there has been no sale on that day, at their current bid price. Investments in open-end and closed-end registered investment companies, including money market funds, that do not trade on an exchange are valued at the end of day net asset value per share. Quotations are taken from the market in which the security is primarily traded. Over-the-counter securities are valued at the current bid price in the absence of a closing price. Securities for which market quotations are not readily available are valued at fair value as determined by Jensen Investment Management, Inc. (the “Investment Adviser”) at or under the direction of the Fund’s Board of Directors.

There is no definitive set of circumstances under which the Fund may elect to use fair value procedures to value a security. Although the Fund only invests in publicly traded securities, the large majority of which are large capitalization, highly liquid securities, they nonetheless may become securities for which market quotations are not readily available, such as in instances where the market quotation for a security has become stale, sales of a security have been infrequent, trading in the security has been suspended, or where there is a thin market in the security. Securities for which market quotations are not readily available will be valued at their fair value as determined under the Fund’s fair valuation procedures established by the Board of Directors. The Fund is prohibited from investing in restricted securities (securities issued in private placement transactions that may not be offered or sold to the public without registration under the securities laws); therefore, fair value pricing considerations for restricted securities are generally not applicable to the Fund.

Fair Value Measurement – The Fund has adopted authoritative fair valuation accounting standards which establish an authoritative definition of fair value and set out a hierarchy for

NOTES TO THE FINANCIAL STATEMENTS

May 31, 2024 (Continued)

measuring fair value. These standards require additional disclosures about the various inputs and valuation techniques used to develop the measurements of fair value and a discussion of changes in valuation techniques and related inputs during the year. The three levels of the fair value hierarchy are as follows:

Level 1 – Inputs that reflect unadjusted quoted prices in active markets for identical assets or liabilities that the Fund has the ability to access at the measurement date.

Level 2 – Inputs other than quoted prices that are observable for the asset or liability either directly or indirectly, including inputs in markets that are not considered to be active and prices for similar securities, interest rates, credit risk, etc.

Level 3 – Inputs that are unobservable (including the Fund’s own assumptions in determining the fair value of investments).

Inputs refer broadly to the assumptions that market participants use to make valuation decisions, including assumptions about risk. Inputs may include price information, volatility statistics, specific and broad credit data, liquidity statistics, and other factors. A financial instrument’s level within the fair value hierarchy is based on the lowest level of input that is significant to the fair value measurement. However, the determination of what constitutes “observable” requires significant judgment by the Fund. The Fund considers observable data to be that market data which is readily available, regularly distributed or updated, reliable and verifiable, not proprietary, and provided by independent sources that are actively involved in the relevant market. The categorization of a financial instrument within the hierarchy is based upon the pricing transparency of the instrument and does not necessarily correspond to the Fund’s perceived risk of that instrument.

Investments whose values are based on quoted market prices in active markets, include common stocks and certain money market securities, and are classified within Level 1. Investments that trade in markets that are not considered to be active, but are valued based on quoted market prices, dealer quotations or alternative pricing sources supported by observable inputs are classified within Level 2. Investments classified within Level 3 have significant unobservable inputs, as they trade infrequently or not at all.

The following is a summary of the inputs used, as of May 31, 2024, to value the Fund’s investments carried at fair value. The inputs and methodology used for valuing securities may not be an indication of the risk associated with investing in those securities.

Investments at Value	Total	Level 1	Level 2	Level 3
Total Common Stocks*	\$9,411,051,800	\$9,411,051,800	\$ —	\$ —
Total Money Market Fund.	<u>28,967,179</u>	<u>28,967,179</u>	<u>—</u>	<u>—</u>
Total Investments.	<u>\$9,440,018,979</u>	<u>\$9,440,018,979</u>	<u>\$ —</u>	<u>\$ —</u>

* For further information regarding security characteristics and industry classifications, please see the Schedule of Investments.

The Fund did not hold any investments during the period ended May 31, 2024 with significant unobservable inputs which would be classified as Level 3. The Fund did not hold any derivative instruments during the reporting year.

- b) Federal Income Taxes** – No provision has been made for Federal income taxes since the Fund has elected to be taxed as a “regulated investment company” and intends to distribute substantially all net investment company taxable income and net capital gains to its shareholders and otherwise comply with the provision of the Internal Revenue Code applicable to regulated investment companies.

NOTES TO THE FINANCIAL STATEMENTS

May 31, 2024 (Continued)

The Fund has reviewed all open tax years and major jurisdictions and concluded that there is no tax liability resulting from unrecognized tax benefits relating to uncertain income tax positions taken or expected to be taken as of and for the year ended May 31, 2024. The Fund recognizes interest and penalties, if any, related to uncertain tax benefits in the Statement of Operations. During the year, the Fund did not incur any interest or penalties. Open tax years are those that are open for exam by taxing authorities. The Fund has no examination in progress. The Fund is also not aware of any tax positions for which it is reasonably possible that the total amounts of unrecognized tax benefits will significantly change in the next twelve months.

- c) **Distributions to Shareholders** – Dividends to shareholders are recorded on the ex-dividend date. Dividends from net investment income are declared and paid quarterly by the Fund. Distributions of net realized capital gains, if any, will be declared and paid at least annually. Income and capital gain distributions are determined in accordance with income tax regulations which may differ from GAAP. The Fund may utilize earnings and profits distributed to shareholders on redemption of shares as part of the dividend paid deduction.
- d) **Use of Estimates** – The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.
- e) **Guarantees and Indemnifications** – Under the Fund's organizational documents, each director, officer, employee or other agent of the Fund is indemnified, to the extent permitted by the 1940 Act, against certain liabilities that may arise out of performance of their duties to the Fund. Additionally, in the normal course of business, the Fund enters into contracts that contain a variety of indemnification clauses. The Fund's maximum exposure under these arrangements is unknown as this would involve future claims that may be made against the Fund that have not yet occurred. However, the Fund has not had prior claims or losses pursuant to these contracts and believes the risk of loss to be remote.
- f) **Allocation of Income, Expenses and Gains/Losses** – Income, expenses (other than those deemed attributable to a specific share class), and gains and losses of the Fund are allocated daily to each class of shares based upon the ratio of net assets represented by each class as a percentage of the net assets of the Fund. Expenses deemed directly attributable to a class of shares are recorded by the specific class. Most Fund expenses are allocated by class based on relative net assets. Transfer agent fees and reports to shareholders are allocated based on the number of shareholder accounts in each class. Sub-transfer agency fees are expensed and approved by the Fund's Board of Directors to the Class J shares based on the yearly average of five published per-account rates from five known brokerages. 12b-1 fees are expensed at 0.25% of average daily net assets of Class J shares and 0.50% of average daily net assets of Class R shares. Shareholder servicing fees are expensed at up to 0.10% and up to 0.25% of the average daily net assets of Class I shares and Class R shares, respectively.
- g) **Other** – Investment and shareholder transactions are recorded on trade date. Gains or losses from investment transactions are determined on the basis of identified carrying value using the specific identification method. Dividend income is recognized on the ex-dividend date and interest income is recognized on an accrual basis.

NOTES TO THE FINANCIAL STATEMENTS

May 31, 2024 (Continued)

2. CAPITAL SHARE TRANSACTIONS

Transactions in shares of the Fund were as follows:

	Year Ended May 31,	
	2024	2023
Class R		
Shares sold	36,625	40,376
Shares issued in reinvestment of dividends	16,432	6,892
Shares redeemed	<u>(52,599)</u>	<u>(119,902)</u>
Net decrease	<u>458</u>	<u>(72,634)</u>
Shares outstanding:		
Beginning of year	236,986	309,620
End of year	237,444	236,986
Class J		
Shares sold	2,365,586	4,031,942
Shares issued in reinvestment of dividends	3,039,710	1,237,255
Shares redeemed	<u>(7,367,350)</u>	<u>(6,546,978)</u>
Net decrease	<u>(1,962,054)</u>	<u>(1,277,781)</u>
Shares outstanding:		
Beginning of year	41,155,198	42,432,979
End of year	39,193,144	41,155,198
Class I		
Shares sold	12,274,794	18,407,562
Shares issued in reinvestment of dividends	6,444,223	2,581,241
Shares redeemed	<u>(22,044,809)</u>	<u>(17,801,411)</u>
Net increase (decrease)	<u>(3,325,792)</u>	<u>3,187,392</u>
Shares outstanding:		
Beginning of year	85,556,761	82,369,369
End of year	82,230,969	85,556,761
Class Y		
Shares sold	5,820,915	15,935,174
Shares issued in reinvestment of dividends	2,822,846	1,348,362
Shares redeemed	<u>(24,282,543)</u>	<u>(15,759,798)</u>
Net increase	<u>(15,638,782)</u>	<u>1,523,738</u>
Shares outstanding:		
Beginning of year	49,196,176	47,672,438
End of year	33,557,394	49,196,176

3. INVESTMENT TRANSACTIONS

The aggregate purchases and aggregate sales of securities, excluding short-term investments, by the Fund for the year ended May 31, 2024, were \$1,053,772,658 and \$2,802,312,316, respectively.

4. INCOME TAXES

The distributions of \$98,668,454 and \$106,314,260 paid during the years ended May 31, 2024 and 2023, respectively, were classified as ordinary income for tax purposes. The distributions of \$688,330,020 and \$210,017,295 paid during the years ended May 31, 2024 and 2023, respectively, were classified as long-term capital gain for income tax purposes.

NOTES TO THE FINANCIAL STATEMENTS

May 31, 2024 (Continued)

Additionally, U.S. generally accepted accounting principles require that certain components of net assets relating to permanent differences be reclassified between financial and tax reporting. These reclassifications have no effect on net assets or net asset value per share. For the year ended May 31, 2024, distributable earnings decreased by \$96,115,083 and capital stock increased by \$96,115,083. The permanent difference relates to tax equalization.

At May 31, 2024, the cost of investments, net unrealized appreciation (depreciation) and undistributed ordinary income and undistributed long term capital gains for income tax purposes were as follows:

Cost of investments	<u>\$4,751,974,079</u>
Gross unrealized appreciation	\$4,783,949,637
Gross unrealized depreciation	<u>(95,904,737)</u>
Net unrealized appreciation	4,688,044,900
Undistributed ordinary income	11,429,364
Undistributed long-term capital gain	<u>321,200,523</u>
Distributable earnings	<u>332,629,887</u>
Other accumulated gains	<u>(3)</u>
Total distributable earnings	<u>\$5,020,674,784</u>

The cost of investments differ for financial statement and tax purposes primarily due to the deferral of losses on wash sales.

5. LINE OF CREDIT

The Fund has the lesser of (i) \$400 million, (ii) 20% of the gross market value of the Fund, or (iii) 33.33% of the net market value of the unencumbered assets of the Fund available under a revolving credit facility, subject to certain restrictions, for temporary emergency purposes, including the meeting of redemption requests that otherwise might require the untimely disposition of securities. The secured line of credit has a one-year term and is reviewed annually by the Board of Directors. The credit facility is with the Fund's custodian, U.S. Bank. The current credit facility runs through December 9, 2024. The interest rate on the outstanding principal amount is equal to the prime rate less 1%. As of May 31, 2024 the interest rate on the Fund's line of credit was 7.50%. During the year ended May 31, 2024, the Jensen Quality Growth Fund borrowed a total of two times in the year and had an average borrowings of \$25,091,000 on those days. The Fund's max borrowing was on August 3, 2023.

6. INVESTMENT ADVISORY AGREEMENT

The Fund is a party to an Investment Advisory and Service Contract with the Investment Adviser. Pursuant to the terms of the Investment Advisory and Service Contract approved by Fund shareholders, the Investment Adviser is entitled to receive a fee, calculated daily and payable monthly, at the annual rate of 0.50% as applied to the Fund's average daily net assets of \$4 billion or less, 0.475% as applied to the Fund's average daily net assets of more than \$4 billion and up to \$8 billion, 0.45% as applied to the Fund's average daily net assets of more than \$8 billion and up to \$12 billion, and 0.425% as applied to the Fund's average daily net assets of more than \$12 billion.

Certain officers and a director of the Fund are also officers and directors of the Investment Adviser.

7. DISTRIBUTION AND SHAREHOLDER SERVICING

The Fund has adopted a distribution and shareholder servicing plan pursuant to Rule 12b-1 under the 1940 Act (the "12b-1 Plan"), which provides that the Fund make payments to the Fund's distributor at an annual rate of 0.25% of average daily net assets attributable to Class J shares and 0.50% of the average daily net assets attributable to Class R shares. The Fund's distributor may then make payments

NOTES TO THE FINANCIAL STATEMENTS

May 31, 2024 (Continued)

to financial intermediaries or others at an annual rate of up to 0.25% of the average daily net assets attributable to Class J shares and up to 0.50% of the average daily net assets attributable to Class R shares. Payments under the 12b-1 Plan shall be used to compensate the Fund's distributor or others for services provided and expenses incurred in connection with the sale and/or servicing of shares. 12b-1 fees incurred for the year ended May 31, 2024, are disclosed on the Statement of Operations and the amount payable at year end is disclosed on the Statement of Assets and Liabilities.

In addition, the Fund has adopted a Shareholder Servicing Plan for Class I shares under which the Fund can pay for shareholder support services from the Fund's assets pursuant to a Shareholder Servicing Agreement in an amount not to exceed 0.10% of the Fund's average daily net assets attributable to Class I shares. The amount actually incurred for the year ended May 31, 2024 was 0.08% on an annualized basis.

The Fund has also adopted a Shareholder Servicing Plan for the Class R shares. Under the Shareholder Servicing Plan, the Fund can pay for shareholder support services, which include the recordkeeping and administrative services provided by retirement plan administrators to retirement plans (and their participants) that are shareholders of the class. Payments will be made pursuant to a Shareholder Servicing Agreement in an amount not to exceed 0.25% of the Fund's average daily net assets attributable to Class R shares. The amount actually incurred for the year ended May 31, 2024 was 0.16% on an annualized basis.

8. BENEFICIAL OWNERSHIP

The beneficial ownership, either directly or indirectly, of more than 25% of the voting securities of a fund creates presumption of control of the fund, under Section 2(a)(9) of the 1940 Act. At May 31, 2024, Charles Schwab & Co., Inc., for the benefit of its customers, held 48.36% of the outstanding shares of the Class J share class. At May 31, 2024, Wells Fargo Clearing Services LLC, for the benefit of its customers, held 40.61% of the outstanding shares of the Class I share class. At May 31, 2024, State Street Bank & Trust Co., for the benefit of its customers, hold 26.84% of the outstanding shares of the Class R share class, respectively. At May 31, 2024, Edward D Jones and Co., for the benefit of its customers, held 34.02% of the outstanding shares of the Class Y share class.

9. SUBSEQUENT EVENTS

On June 13, 2024, The Fund declared and paid a distribution from ordinary income of \$3,103,868, \$9,298,674, \$4,079,440 for Class J, Class I, and Class Y, respectively, to shareholders of record as of June 12, 2024.

In preparing these financial statements, the Fund has evaluated events and transactions for potential recognition or disclosure resulting from subsequent events after the Statement of Assets and Liabilities as of May 31, 2024 through the date the financial statements were issued.

REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM

To the Shareholders and Board of Directors of
The Jensen Quality Growth Fund Inc.

Opinion on the Financial Statements

We have audited the accompanying statement of assets and liabilities, including the schedule of investments, of The Jensen Quality Growth Fund Inc. (the "Fund") as of May 31, 2024, the related statement of operations for the year then ended, the statements of changes in net assets for each of the two years in the period then ended, the financial highlights for each of the five years in the period then ended, and the related notes (collectively referred to as the "financial statements"). In our opinion, the financial statements present fairly, in all material respects, the financial position of the Fund as of May 31, 2024, the results of its operations for the year then ended, the changes in net assets for each of the two years in the period then ended, and the financial highlights for each of the five years in the period then ended, in conformity with accounting principles generally accepted in the United States of America.

Basis for Opinion

These financial statements are the responsibility of the Fund's management. Our responsibility is to express an opinion on the Fund's financial statements based on our audits. We are a public accounting firm registered with the Public Company Accounting Oversight Board (United States) ("PCAOB") and are required to be independent with respect to the Fund in accordance with the U.S. federal securities laws and the applicable rules and regulations of the Securities and Exchange Commission and the PCAOB.

We conducted our audits in accordance with the standards of the PCAOB. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement whether due to error or fraud.

Our audits included performing procedures to assess the risks of material misstatement of the financial statements, whether due to error or fraud, and performing procedures that respond to those risks. Such procedures included examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements. Our procedures included confirmation of securities owned as of May 31, 2024, by correspondence with the custodian. Our audits also included evaluating the accounting principles used and significant estimates made by management, as well as evaluating the overall presentation of the financial statements. We believe that our audits provide a reasonable basis for our opinion.

We have served as the Fund's auditor since 2010.



COHEN & COMPANY, LTD.
Milwaukee, Wisconsin
July 25, 2024

Jensen Quality Growth Fund

Class J Shares

Class R Shares

Class I Shares

Class Y Shares

Investment Adviser

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800.992.4144

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Custodian

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Distributor

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