



# Unaudited semi-annual report

AS OF 31.3.2015

## *HEREFORD FUNDS*

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**Investment Company with variable capital under Luxembourg Law (SICAV)**

**R.C.S. Luxembourg N° B 134 375**

Hereford Funds – DSM US Large Cap Growth Fund

Hereford Funds – DGHM US All-Cap Value Fund

Hereford Funds – FIRTH ASIAN Value Fund

Hereford Funds – IMVA Opportunity Fund





# Unaudited semi-annual report as of 31 March 2015

<b>Table of contents</b>	<b>Page</b>	<b>ISIN</b>
Management and Administration	2	
General Information	4	
HEREFORD FUNDS	6	
Hereford Funds – DSM US Large Cap Growth Fund	8	Class A (USD) LU0327604228 Class B (USD) LU0327604574 Class C (USD) LU0327604731 Class D (USD) LU0327604905 Class U (USD) LU0371643130
Hereford Funds – DGHM US All-Cap Value Fund	12	Class A (USD) LU0435791347 Class D (USD) LU0435791420 Class B (USD) LU0947125729
Hereford Funds – FIRTH ASIAN Value Fund	16	Class A (USD) LU0618975774
Hereford Funds – IMVA Opportunity Fund	21	Class A (USD) LU1022309220 Class L (USD) LU1022310400
Notes to the Financial Statements	25	

## **Sales restrictions**

Shares of this Company may not be offered, sold or distributed within the United States of America.

# Management and Administration

Semi-Annual Report as of 31 March 2015  
HEREFORD FUNDS

## Registered Office

44F, rue de la Vallée,  
L-2661 Luxembourg

## Board of Directors

### *Chairman*

*Mr Anthony Galliers-Pratt*  
Managing Partner  
Hereford Funds Advisory S.à r.l.  
8, Boulevard Royal, L-2449 Luxembourg

### *Directors*

*Mr Jérôme Wigny*  
Partner  
Elvinger, Hoss & Prussen  
2, Place Winston Churchill, L-2014 Luxembourg

*Mr Yves de Vos*  
President  
VHC Capital Management S.A.  
25, Op der Heckmill, L-6783 Grevenmacher

*Mr Mark Henderson*  
Managing Partner  
Hereford Funds Advisory S.à r.l.  
8, Boulevard Royal, L-2449 Luxembourg

*Mr Enrico Mela*  
Conducting Officer  
BSI Fund Management S.A.  
44F, rue de la Vallée, L-2661 Luxembourg

## Management Company

BSI Fund Management S.A.  
44F, rue de la Vallée,  
L-2661 Luxembourg

## Advisory Company

Hereford Funds Advisory S.à r.l.  
8, Boulevard Royal,  
L-2449 Luxembourg

## Investment Managers

### *For the Compartment*

Hereford Funds – DSM US Large Cap Growth Fund  
DSM Capital Partners LLC  
116 Radio Circle Drive, Suite 200, Mount Kisco,  
NY 10549

### *For the Compartment*

Hereford Funds – DGHM US All-Cap Value Fund  
Dalton, Greiner, Hartman, Maher & Co., LLC  
565 Fifth Avenue, Suite 2101, New York,  
NY 10017

### *For the Compartment*

Hereford Funds – FIRTH ASIAN Value Fund  
Firth Investment Management Pte. Ltd  
180 Cecil Street, #13-03 Bangkok Bank Building  
Singapore 069546

### *For the Compartment*

Hereford Funds – IMVA Opportunity Fund  
Investment Management of Virginia, LLC  
East Main Street, 16th Floor,  
Richmond, Virginia 23219

## Countries where the following Compartments of the Fund are authorized for distribution

### *Germany*

### *Luxembourg*

Hereford Funds – DSM US Large Cap Growth Fund  
Hereford Funds – DGHM US All-Cap Value Fund  
Hereford Funds – FIRTH ASIAN Value Fund  
Hereford Funds – IMVA Opportunity Fund

### *France*

### *Netherlands*

### *Switzerland*

Hereford Funds – DSM US Large Cap Growth Fund  
Hereford Funds – DGHM US All-Cap Value Fund

## Paying Agent in France

Société Générale  
29, Boulevard Haussmann  
F-75009 Paris, France

### **Paying Agent in Germany**

Marcard, Stein & Co AG  
Ballindamm 36  
D-20095 Hamburg, Germany

### **Paying Agent in Switzerland**

Société Générale Paris, Zurich Branch  
Talacker 50  
P.O. Box 1928  
CH-8021 Zurich, Switzerland

### **Custodian**

*since 1 December 2014:*

BSI Europe S.A.  
122, rue Adolphe Fischer,  
L-1521 Luxembourg

*until 1 December 2014:*

VP Bank (Luxembourg) S.A.  
26, avenue de la Liberté  
L-1930 Luxembourg, Luxembourg

### **Central Administration**

*since 1 December 2014:*

UBS Fund Services (Luxembourg) S.A.,  
33A, avenue J.F. Kennedy,  
L-1855 Luxembourg

*until 1 December 2014:*

VPB Finance S.A.  
26, avenue de la Liberté  
L-1930 Luxembourg, Luxembourg

### **Réviseur d'entreprises agréé**

Deloitte Audit,  
Société à responsabilité limitée  
Cabinet de révision agréé  
560, rue de Neudorf, L-2220 Luxembourg

### **Legal Advisers in Luxembourg**

Elvinger, Hoss & Prussen  
2, Place Winston Churchill,  
L-1340 Luxembourg

The sales prospectus, the articles of association of the Company, the annual and semi-annual reports, the KIID as well as the portfolio movements of the investment Company mentioned in this publication are available free of charge at the sales agencies and at the registered office of the Company.

# General Information

Semi-Annual Report as of 31 March 2015  
HEREFORD FUNDS

Hereford Funds is an open-end investment fund with multiple compartments ("société d'investissement à capital variable" (SICAV) à compartiments multiples) governed by Part I of the law of 17 December, 2010, relating to undertakings for collective investment, as may be amended from time to time (the "Law").

The company was incorporated for an indefinite period on 23 November 2007, with an initial capital of USD 50,000. Its Articles of Incorporation were published in the official gazette "Mémorial C, Recueil des Sociétés et Associations du Grand Duché de Luxembourg" on 8 January 2008. The Fund is registered with the Registre de Commerce et des Sociétés of Luxembourg under number B 134375.

The Fund's capital shall at all times be equal to the value of its total net assets. The minimum capital required by law (EUR 1,250,000 or its equivalent) must be reached within a period of six months following registration of the Fund by the supervisory authorities on the official list of undertakings for collective investment.

The purpose of the Fund is to offer investors access to a world-wide selection of markets and a variety of investment techniques via a range of specialised products divided into several compartments ("Compartments") included under a same and single structural umbrella.

The Board of Directors has appointed BSI Fund Management S.A. as the Management Company of the Fund to be responsible on a day-to-day basis, under the supervision of the Board of Directors, for providing administration, marketing and investment management and advisory services in respect of all Compartments.

BSI Fund Management S.A. is a public limited company ("société anonyme"). It was incorporated in Luxembourg on 27 March 2014. Its registered office is at 44F, rue de la Vallée, L-2661 Luxembourg in the Grand Duchy of Luxembourg. Its share capital amounted to EUR 2,500,000 as at 27 March 2014.

The Management Company shall also ensure compliance of the Fund with the investment restrictions and will implement the Fund's strategies and investment policy. The Management Company, with the consent of the Fund, may appoint i) an investment manager to provide those investment management services relating to a specific Compartment or ii) any other adviser, as set out in the

relevant Appendix. The fees and expenses payable to such investment manager or adviser in respect of the relevant Compartment will be set out in the relevant Appendix.

The Management Company shall also send reports to the Board of Directors on a regular basis and inform each board member without delay of any non-compliance of the Fund with the investment restrictions.

The Management Company also acts as the domiciliary agent of the Fund.

The Management Company has delegated, with the consent of the Fund, its administrative functions to the Central Administrator.

The Management Company also acts as management company for other investment funds. The names of these other funds are available upon request from the Management Company.

As at 31 March 2015 the following Compartments are active:

Hereford Funds – DSM US Large Cap Growth Fund  
Hereford Funds – DGHM US All-Cap Value Fund  
Hereford Funds – FIRTH ASIAN Value Fund  
Hereford Funds – IMVA Opportunity Fund

The before-mentioned Compartments pursues a policy of achieving capital growth and reinvests income earned; as a result, no dividends shall be paid out.

Currently the following share classes are offered:

Hereford Funds – DSM US Large Cap Growth Fund

Class A Shares - available in: EUR, USD, GBP  
Class B and E Shares - available in: USD  
Class C and D Shares - available in: EUR, USD  
Class U Shares - available in: USD, GBP

Hereford Funds – DGHM US All-Cap Value Fund

Class A Shares - available in: EUR, USD, GBP  
Class B Shares - available in: USD  
Class D Shares - available in: EUR, USD

Hereford Funds – FIRTH ASIAN Value Fund

Class A Shares - available in: EUR, USD, GBP  
Class D Shares - available in: EUR, USD

## Hereford Funds – IMVA Opportunity Fund

Class A and L Shares - available in: USD

Class D Shares - available in: EUR, USD

Description of the share classes:

Class A, Class B, Class E and Class U

These Shares shall be reserved for investments made by investors qualifying as Institutional Investors within the meaning of the Law.

Class C and Class D Shares

These Shares shall be normally available in accordance with the provisions of the Prospectus and the Appendix to the Prospectus.

Class L Shares

This share class is only available to investors having entered into a suitable agreement with the Advisor.

No subscription may be accepted on the basis of the financial reports. Subscriptions are accepted only on the basis of the current prospectus accompanied by the latest annual report and the latest semi-annual report if available.

The figures stated in the report are historical and not necessarily indicative of future performance.

# HEREFORD FUNDS

Semi-Annual Report as of 31 March 2015

## Consolidated Statement of Net Assets

	USD
<b>Assets</b>	<b>31.3.2015</b>
Investments in securities, cost	335 758 713.63
Investments in securities, unrealized appreciation (depreciation)	66 876 068.95
Total investments in securities (Note 1)	402 634 782.58
Cash at banks, deposits on demand and deposit accounts	21 472 282.22
Receivable on securities sales (Note 1)	992 092.08
Receivable on subscriptions	1 068 016.99
Receivable on dividends	389 561.44
Other receivables	66 347.64
Formation expenses, net (Note 1)	26 397.65
<b>Total Assets</b>	<b>426 649 480.60</b>
<b>Liabilities</b>	
Bank overdraft	-1 413 792.42
Payable on securities purchases (Note 1)	-4 281 258.78
Payable on redemptions	-1 498 549.80
Provisions for Investment Advisory fees (Note 2)	-1 185 454.39
Provisions for service fee (Note 2)	-210 592.22
Provisions for performance fee (Note 2)	-39 391.23
Provisions for directors fee (Note 2)	-1 075.77
Provisions for taxe d'abonnement (Note 3)	-34 376.69
Provisions for audit fees, legal and economic advice (Note 2)	-41 933.37
Provisions for other commissions and fees (Note 2)	-64 171.48
Provisions for distribution fees (Note 2)	-7 552.66
Total provisions	-1 584 547.81
<b>Total Liabilities</b>	<b>-8 778 148.81</b>
<b>Net assets at the end of the period</b>	<b>417 871 331.79</b>



## Consolidated Statement of Operations

	USD
<b>Income</b>	<b>1.10.2014-31.3.2015</b>
Interest on liquid assets	311.95
Dividends	1 973 869.50
<b>Total income</b>	<b>1 974 181.45</b>
<b>Expenses</b>	
Investment Advisory fees (Note 2)	-2 510 165.02
Distribution fees (Note 2)	-7 568.83
Service fee (Note 2)	-220 645.46
Performance fee (Note 2)	-101 109.51
Directors fee (Note 2)	-1 078.06
Taxe d'abonnement (Note 3)	-34 325.16
Government fees (Note 2)	-6 815.63
Audit fees, legal and economic advice (Note 2)	-43 895.22
Publications, printing costs and publicity (Note 2)	-3 785.62
Amortization of formation expenses (Note 2)	-2 092.84
Other commissions and fees (Note 2)	-274 769.42
Other expenses	-8 439.65
<b>Total expenses</b>	<b>-3 214 690.42</b>
<b>Net income (loss) on investments</b>	<b>-1 240 508.97</b>
<b>Realized gain (loss) (Note 1)</b>	
Realized gain (loss) on market-priced securities without options	16 756 611.07
Realized gain (loss) on forward foreign exchange contracts	-22 073.10
Total realized gain (loss) on investments	16 734 537.97
Realized gain (loss) on foreign exchange	-53 323.44
<b>Total realized gain (loss)</b>	<b>16 681 214.53</b>
<b>Net realized gain (loss) of the period</b>	<b>15 440 705.56</b>
<b>Changes in unrealized appreciation (depreciation) (Note 1)</b>	
Unrealized appreciation (depreciation) on market-priced securities without options	16 297 055.14
<b>Total changes in unrealized appreciation (depreciation)</b>	<b>16 297 055.14</b>
<b>Net increase (decrease) in net assets as a result of operations</b>	<b>31 737 760.70</b>

# Hereford Funds

## – DSM US Large Cap Growth Fund

Semi-Annual Report as of 31 March 2015

### Most important figures

Date	ISIN	31.3.2015	30.9.2014	30.9.2013
Net assets in USD		135 561 985.61	129 936 344.21	145 065 762.73
<b>Class A (USD)</b>	<b>LU0327604228</b>			
Shares outstanding		426 078.8890	463 684.7040	816 589.2270
Net asset value per share in USD		161.10	144.07	124.89
<b>Class B (USD)<sup>1</sup></b>	<b>LU0327604574</b>			
Shares outstanding		366 041.6640	381 479.0900	-
Net asset value per share in USD		110.08	98.19	-
<b>Class C (USD)</b>	<b>LU0327604731</b>			
Shares outstanding		21 179.0110	21 219.4570	21 404.9900
Net asset value per share in USD		145.03	133.99	120.29
<b>Class D (USD)</b>	<b>LU0327604905</b>			
Shares outstanding		36 032.6090	39 786.6090	121 169.5860
Net asset value per share in USD		259.86	233.04	203.09
<b>Class U (USD)</b>	<b>LU0371643130</b>			
Shares outstanding		84 519.1030	90 300.7710	122 097.9550
Net asset value per share in USD		167.94	150.19	130.20

<sup>1</sup> First NAV: 5.3.2014

### Structure of the Securities Portfolio

Geographical Breakdown as a % of net assets	
United States	81.62
China	7.67
Ireland	6.50
Netherlands	2.47
<b>Total</b>	<b>98.26</b>

Classification by Currency as a % of net assets	
USD	98.26
<b>Total</b>	<b>98.26</b>

## Statement of Net Assets

	USD
<b>Assets</b>	<b>31.3.2015</b>
Investments in securities, cost	97 865 213.19
Investments in securities, unrealized appreciation (depreciation)	35 344 469.68
Total investments in securities (Note 1)	133 209 682.87
Cash at banks, deposits on demand and deposit accounts	3 037 525.70
Receivable on subscriptions	979 331.90
Receivable on dividends	33 922.25
Other receivables	19 826.45
<b>Total Assets</b>	<b>137 280 289.17</b>
<b>Liabilities</b>	
Payable on securities purchases (Note 1)	-820 921.32
Payable on redemptions	-354 948.76
Provisions for Investment Advisory fees (Note 2)	-381 488.10
Provisions for service fee (Note 2)	-68 650.66
Provisions for performance fee (Note 2)	-39 391.23
Provisions for directors fee (Note 2)	-349.35
Provisions for taxe d'abonnement (Note 3)	-12 369.87
Provisions for audit fees, legal and economic advice (Note 2)	-18 236.41
Provisions for other commissions and fees (Note 2)	-19 352.13
Provisions for distribution fees (Note 2)	-2 595.73
Total provisions	-542 433.48
<b>Total Liabilities</b>	<b>-1 718 303.56</b>
<b>Net assets at the end of the period</b>	<b>135 561 985.61</b>

## Statement of Operations

	USD
<b>Income</b>	<b>1.10.2014-31.3.2015</b>
Dividends	394 383.38
<b>Total income</b>	<b>394 383.38</b>
<b>Expenses</b>	
Investment Advisory fees (Note 2)	-762 154.70
Distribution fees (Note 2)	-2 601.50
Service fee (Note 2)	-71 937.54
Performance fee (Note 2)	-101 109.51
Directors fee (Note 2)	-350.12
Taxe d'abonnement (Note 3)	-12 376.35
Government fees (Note 2)	-2 085.35
Audit fees, legal and economic advice (Note 2)	-14 851.99
Publications, printing costs and publicity (Note 2)	-930.58
Other commissions and fees (Note 2)	-70 933.75
Other expenses	-2 649.45
<b>Total expenses</b>	<b>-1 041 980.84</b>
<b>Net income (loss) on investments</b>	<b>-647 597.46</b>
<b>Realized gain (loss) (Note 1)</b>	
Realized gain (loss) on market-priced securities without options	8 974 551.81
Total realized gain (loss) on investments	8 974 551.81
Realized gain (loss) on foreign exchange	341.35
<b>Total realized gain (loss)</b>	<b>8 974 893.16</b>
<b>Net realized gain (loss) of the period</b>	<b>8 327 295.70</b>
<b>Changes in unrealized appreciation (depreciation) (Note 1)</b>	
Unrealized appreciation (depreciation) on market-priced securities without options	6 648 927.37
<b>Total changes in unrealized appreciation (depreciation)</b>	<b>6 648 927.37</b>
<b>Net increase (decrease) in net assets as a result of operations</b>	<b>14 976 223.07</b>

## Statement of Changes in Net Assets

	USD
	1.10.2014-31.3.2015
Net assets at the beginning of the period	129 936 344.21
Subscriptions	4 742 745.82
Redemptions	-14 093 327.49
Total net subscriptions (redemptions)	-9 350 581.67
Net income (loss) on investments	-647 597.46
Total realized gain (loss)	8 974 893.16
Total changes in unrealized appreciation (depreciation)	6 648 927.37
Net increase (decrease) in net assets as a result of operations	14 976 223.07
<b>Net assets at the end of the period</b>	<b>135 561 985.61</b>

## Changes in the Number of Shares outstanding

	1.10.2014-31.3.2015
<b>Class</b>	<b>A (USD)</b>
Number of shares outstanding at the beginning of the period	463 684.7040
Number of shares issued	13 929.9480
Number of shares redeemed	-51 535.7630
<b>Number of shares outstanding at the end of the period</b>	<b>426 078.8890</b>
<b>Class</b>	<b>B (USD)</b>
Number of shares outstanding at the beginning of the period	381 479.0900
Number of shares issued	6 900.0000
Number of shares redeemed	-22 337.4260
<b>Number of shares outstanding at the end of the period</b>	<b>366 041.6640</b>
<b>Class</b>	<b>C (USD)</b>
Number of shares outstanding at the beginning of the period	21 219.4570
Number of shares issued	3 381.0000
Number of shares redeemed	-3 421.4460
<b>Number of shares outstanding at the end of the period</b>	<b>21 179.0110</b>
<b>Class</b>	<b>D (USD)</b>
Number of shares outstanding at the beginning of the period	39 786.6090
Number of shares issued	4 131.0000
Number of shares redeemed	-7 885.0000
<b>Number of shares outstanding at the end of the period</b>	<b>36 032.6090</b>
<b>Class</b>	<b>U (USD)</b>
Number of shares outstanding at the beginning of the period	90 300.7710
Number of shares issued	2 030.0000
Number of shares redeemed	-7 811.6680
<b>Number of shares outstanding at the end of the period</b>	<b>84 519.1030</b>

## Statement of Investments in Securities and other Net Assets as of 31 March 2015

Description	Quantity/ Nominal	Valuation in USD Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts/ Swaps (Note 1)	as a % of net assets
<b>Transferable securities and money market instruments listed on an official stock exchange</b>			
<b>Bearer shares</b>			
<b>Ireland</b>			
USD ACTAVIS PLC EUR1	18 550.00	5 520 851.00	4.07
<b>Total Ireland</b>		<b>5 520 851.00</b>	<b>4.07</b>
<b>Netherlands</b>			
USD NXP SEMICONDUCTORS EURO.20	33 450.00	3 357 042.00	2.48
<b>Total Netherlands</b>		<b>3 357 042.00</b>	<b>2.48</b>
<b>United States</b>			
USD ABBOTT LABS COM	94 550.00	4 380 501.50	3.23
USD AFFILIATED MNGRS COM USD0.01	19 450.00	4 177 471.00	3.08
USD ALEXION PHARMACEUT COM USD0.0001	24 350.00	4 219 855.00	3.11
USD APPLE INC COM NPV	29 150.00	3 627 134.50	2.68
USD BIOGEN INC COM STK USD0.0005	13 650.00	5 763 576.00	4.25
USD BLACKROCK INC COM STK USD0.01	5 418.00	1 982 121.12	1.46
USD CELGENE CORP COM USD0.01	84 550.00	9 746 924.00	7.19
USD COGNIZANT TECHNOLO COM CL'A/USD0.01	115 250.00	7 190 447.50	5.31
USD COMCAST CORP COM CLS'A' USD0.01	79 750.00	4 503 482.50	3.32
USD DOLLAR GENERAL CP COM USD0.875	47 350.00	3 569 243.00	2.63
USD DOLLAR TREE INC	64 100.00	5 201 394.50	3.84
USD GOOGLE INC COM USD0.001 CL'A'	7 025.00	3 896 767.50	2.88
USD GOOGLE INC COM USD0.001 CL'C'	4 800.00	2 630 400.00	1.94
USD INVESCO LTD COM STK USD0.20	105 400.00	4 183 326.00	3.09
USD MASTERCARD INC COM USD0.0001 CLASS 'A'	48 550.00	4 194 234.50	3.09
USD MONSANTO COM STK USD0.01	34 250.00	3 854 495.00	2.84
USD MONSTER BEV CORP COM USD0.005	17 350.00	2 401 153.25	1.77
USD PERRIGO CO LTD COM EURO.001	29 050.00	4 809 227.50	3.55
USD PRICELINE.COM INC COM USD0.008	5 300.00	6 169 995.00	4.55
USD REGENERON PHARMACEUTICALS COM	11 300.00	5 101 724.00	3.76
USD ROYAL CARIBBEAN COM USD0.01	10 200.00	834 870.00	0.62
USD STARBUCKS CORP COM	70 000.00	6 629 000.00	4.89
USD TIME WARNER INC COM USD0.01	74 300.00	6 273 892.00	4.63
USD VISA INC COM STK USD0.0001	81 100.00	5 304 751.00	3.91
<b>Total United States</b>		<b>110 645 986.37</b>	<b>81.62</b>
<b>Total Bearer shares</b>		<b>119 523 879.37</b>	<b>88.17</b>
<b>Depository receipts</b>			
<b>China</b>			
USD ALIBABA GROUP HLDG SPON ADS EACH REP ONE ORD-ADR	34 500.00	2 871 780.00	2.11
USD BAIDU INC ADS EACH REPR 10 ORD CLS'A	13 000.00	2 709 200.00	2.00
<b>Total China</b>		<b>5 580 980.00</b>	<b>4.11</b>
<b>Ireland</b>			
USD SHIRE ADR EACH REPR 3 ORD	13 750.00	3 290 237.50	2.43
<b>Total Ireland</b>		<b>3 290 237.50</b>	<b>2.43</b>
<b>Total Depository receipts</b>		<b>8 871 217.50</b>	<b>6.54</b>
<b>Total Transferable securities and money market instruments listed on an official stock exchange</b>		<b>128 395 096.87</b>	<b>94.71</b>
<b>Transferable securities and money market instruments traded on another regulated market</b>			
<b>Depository receipts</b>			
<b>China</b>			
USD TENCENT HLDGS LIM UNSP ADR EACH REP 1 ORD	253 800.00	4 814 586.00	3.55
<b>Total China</b>		<b>4 814 586.00</b>	<b>3.55</b>
<b>Total Depository receipts</b>		<b>4 814 586.00</b>	<b>3.55</b>
<b>Total Transferable securities and money market instruments traded on another regulated market</b>		<b>4 814 586.00</b>	<b>3.55</b>
<b>Total investments in securities</b>		<b>133 209 682.87</b>	<b>98.26</b>
<b>Cash at banks, deposits on demand and deposit accounts and other liquid assets</b>		<b>3 037 525.70</b>	<b>2.24</b>
<b>Other assets and liabilities</b>		<b>-685 222.96</b>	<b>-0.50</b>
<b>Total net assets</b>		<b>135 561 985.61</b>	<b>100.00</b>

# Hereford Funds

## – DGHM US All-Cap Value Fund

Semi-Annual Report as of 31 March 2015

### Most important figures

Date	ISIN	31.3.2015	30.9.2014	30.9.2013
Net assets in USD		231 279 060.18	264 192 060.86	131 719 706.26
<b>Class A (USD)</b>	<b>LU0435791347</b>			
Shares outstanding		152 299.9870	202 420.2600	574 441.9360
Net asset value per share in USD		202.45	188.48	167.67
<b>Class B (USD)</b>	<b>LU0947125729</b>			
Shares outstanding		1 573 056.8050	1 894 989.7130	260 000.0000
Net asset value per share in USD		124.63	115.85	102.68
<b>Class D (USD)</b>	<b>LU0435791420</b>			
Shares outstanding		26 816.6530	42 595.1090	63 727.9510
Net asset value per share in USD		163.62	152.75	136.63

### Structure of the Securities Portfolio

Geographical Breakdown as a % of net assets	
United States	88.48
Israel	2.97
Canada	2.82
Switzerland	2.53
<b>Total</b>	<b>96.80</b>

Classification by Currency as a % of net assets	
USD	96.80
<b>Total</b>	<b>96.80</b>

## Statement of Net Assets

	USD
<b>Assets</b>	<b>31.3.2015</b>
Investments in securities, cost	189 225 061.44
Investments in securities, unrealized appreciation (depreciation)	34 655 203.80
Total investments in securities (Note 1)	223 880 265.24
Cash at banks, deposits on demand and deposit accounts	11 416 257.86
Receivable on securities sales (Note 1)	702 713.82
Receivable on subscriptions	88 685.09
Receivable on dividends	142 708.89
Other receivables	45 661.15
<b>Total Assets</b>	<b>236 276 292.05</b>
<b>Liabilities</b>	
Payable on securities purchases (Note 1)	-3 333 506.66
Payable on redemptions	-884 793.89
Provisions for Investment Advisory fees (Note 2)	-602 596.94
Provisions for service fee (Note 2)	-110 012.12
Provisions for directors fee (Note 2)	-596.15
Provisions for taxe d'abonnement (Note 3)	-17 936.81
Provisions for audit fees, legal and economic advice (Note 2)	-10 081.47
Provisions for other commissions and fees (Note 2)	-33 278.44
Provisions for distribution fees (Note 2)	-4 429.39
Total provisions	-778 931.32
<b>Total Liabilities</b>	<b>-4 997 231.87</b>
<b>Net assets at the end of the period</b>	<b>231 279 060.18</b>

## Statement of Operations

	USD
<b>Income</b>	<b>1.10.2014-31.3.2015</b>
Dividends	1 053 293.23
<b>Total income</b>	<b>1 053 293.23</b>
<b>Expenses</b>	
Investment Advisory fees (Note 2)	-1 275 537.62
Distribution fees (Note 2)	-4 438.67
Service fee (Note 2)	-111 277.28
Directors fee (Note 2)	-597.38
Taxe d'abonnement (Note 3)	-17 879.98
Government fees (Note 2)	-3 752.17
Audit fees, legal and economic advice (Note 2)	-21 438.62
Publications, printing costs and publicity (Note 2)	-2 472.69
Amortization of formation expenses (Note 2)	-36.07
Other commissions and fees (Note 2)	-135 509.70
Other expenses	-4 778.23
<b>Total expenses</b>	<b>-1 577 718.41</b>
<b>Net income (loss) on investments</b>	<b>-524 425.18</b>
<b>Realized gain (loss) (Note 1)</b>	
Realized gain (loss) on market-priced securities without options	9 942 558.91
Total realized gain (loss) on investments	9 942 558.91
Realized gain (loss) on foreign exchange	178.34
<b>Total realized gain (loss)</b>	<b>9 942 737.25</b>
<b>Net realized gain (loss) of the period</b>	<b>9 418 312.07</b>
<b>Changes in unrealized appreciation (depreciation) (Note 1)</b>	
Unrealized appreciation (depreciation) on market-priced securities without options	9 525 312.01
<b>Total changes in unrealized appreciation (depreciation)</b>	<b>9 525 312.01</b>
<b>Net increase (decrease) in net assets as a result of operations</b>	<b>18 943 624.08</b>

## Statement of Changes in Net Assets

	USD
	1.10.2014-31.3.2015
Net assets at the beginning of the period	264 192 060.86
Subscriptions	3 885 656.02
Redemptions	-55 742 280.78
Total net subscriptions (redemptions)	-51 856 624.76
Net income (loss) on investments	-524 425.18
Total realized gain (loss)	9 942 737.25
Total changes in unrealized appreciation (depreciation)	9 525 312.01
Net increase (decrease) in net assets as a result of operations	18 943 624.08
<b>Net assets at the end of the period</b>	<b>231 279 060.18</b>

## Changes in the Number of Shares outstanding

	1.10.2014-31.3.2015
<b>Class</b>	<b>A (USD)</b>
Number of shares outstanding at the beginning of the period	202 420.2600
Number of shares issued	9 119.6230
Number of shares redeemed	-59 239.8960
<b>Number of shares outstanding at the end of the period</b>	<b>152 299.9870</b>
<b>Class</b>	<b>B (USD)</b>
Number of shares outstanding at the beginning of the period	1 894 989.7130
Number of shares issued	14 444.0000
Number of shares redeemed	-336 376.9080
<b>Number of shares outstanding at the end of the period</b>	<b>1 573 056.8050</b>
<b>Class</b>	<b>D (USD)</b>
Number of shares outstanding at the beginning of the period	42 595.1090
Number of shares issued	2 080.6960
Number of shares redeemed	-17 859.1520
<b>Number of shares outstanding at the end of the period</b>	<b>26 816.6530</b>



## Statement of Investments in Securities and other Net Assets as of 31 March 2015

Description	Quantity/ Nominal	Valuation in USD Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts/ Swaps (Note 1)	as a % of net assets
<b>Transferable securities and money market instruments listed on an official stock exchange</b>			
<b>Bearer shares</b>			
<b>Canada</b>			
USD SUNCOR ENERGY INC COM NPV 'NEW'	223 150.00	6 527 137.50	2.82
<b>Total Canada</b>		<b>6 527 137.50</b>	<b>2.82</b>
<b>Israel</b>			
USD CHECK POINT SFTWRE ORD ILS0.01	83 630.00	6 855 151.10	2.97
<b>Total Israel</b>		<b>6 855 151.10</b>	<b>2.97</b>
<b>United States</b>			
USD 3M CO COM	32 339.00	5 334 318.05	2.31
USD ABBOTT LABS COM	129 866.00	6 016 691.78	2.60
USD ALEXANDRIA REAL ESTATE EQ INC COM	61 654.00	6 044 558.16	2.61
USD ALLSTATE CORP COM	89 650.00	6 380 390.50	2.76
USD AMERICAN HOMES 4 R COM USD0.01	108 983.00	1 803 668.65	0.78
USD ANALOG DEVICES INC COM	100 651.00	6 341 013.00	2.74
USD AT&T INC COM USD1	158 333.00	5 169 572.45	2.23
USD BAKER HUGHES INC COM USD1	67 874.00	4 315 428.92	1.87
USD BED BATH & BEYOND INC COM	65 501.00	5 028 839.28	2.17
USD CIT GROUP INC COM NEW USD0.01	143 050.00	6 454 416.00	2.79
USD DELTA AIR LINES INC	120 218.00	5 405 001.28	2.34
USD DIRECTV COM USD0.01	65 851.00	5 603 920.10	2.42
USD EASTMAN CHEM CO COM	72 203.00	5 000 779.78	2.16
USD GENERAL MILS INC COM	103 683.00	5 868 457.80	2.54
USD GLATFELTER COM	192 702.00	5 305 086.06	2.29
USD HALLIBURTON COM STK USD2.50	159 603.00	7 003 379.64	3.03
USD INVESCO LTD COM STK USD0.20	176 034.00	6 986 789.46	3.02
USD JP MORGAN CHASE & COM USD1	150 388.00	9 110 505.04	3.94
USD KEYCORP NEW COM	432 236.00	6 120 461.76	2.65
USD KOHL'S CORPORATION COM USD0.01	64 214.00	5 024 745.50	2.17
USD LINCOLN NATL CORP COM NPV	120 976.00	6 951 280.96	3.01
USD MANPOWER GROUP COM USD0.01	77 798.00	6 702 297.70	2.90
USD MID-AMER APARTMENT COM STK USD0.01	21 984.00	1 698 703.68	0.73
USD PDC ENERGY INC COM USD0.01	109 395.00	5 911 705.80	2.56
USD PFIZER INC COM USD0.05	332 200.00	11 557 238.00	5.00
USD PUBLIC SVC ENTERPRISE GROUP COM	180 155.00	7 552 097.60	3.26
USD REGAL BELOIT CORP COM	90 132.00	7 203 349.44	3.11
USD REGIONS FINANCIAL CORP NEW COM	573 120.00	5 415 984.00	2.34
USD STRYKER CORP COM USD0.10	69 581.00	6 418 847.25	2.78
USD SUNTRUST BKS INC COM	152 379.00	6 261 253.11	2.71
USD THOR INDS INC COM	105 296.00	6 655 760.16	2.88
USD TIME WARNER INC COM USD0.01	70 126.00	5 921 439.44	2.56
USD WISCONSIN ENERGY COM USD0.01	143 520.00	7 104 240.00	3.07
USD ZOETIS INC COM USD0.01 CL 'A'	107 284.00	4 966 176.36	2.15
<b>Total United States</b>		<b>204 638 396.71</b>	<b>88.48</b>
<b>Total Bearer shares</b>		<b>218 020 685.31</b>	<b>94.27</b>
<b>Registered shares</b>			
<b>Switzerland</b>			
USD ACE LIMITED ORD CHF30.27	52 557.00	5 859 579.93	2.53
<b>Total Switzerland</b>		<b>5 859 579.93</b>	<b>2.53</b>
<b>Total Registered shares</b>		<b>5 859 579.93</b>	<b>2.53</b>
<b>Total Transferable securities and money market instruments listed on an official stock exchange</b>		<b>223 880 265.24</b>	<b>96.80</b>
<b>Total investments in securities</b>		<b>223 880 265.24</b>	<b>96.80</b>
<b>Cash at banks, deposits on demand and deposit accounts and other liquid assets</b>		<b>11 416 257.86</b>	<b>4.94</b>
<b>Other assets and liabilities</b>		<b>-4 017 462.92</b>	<b>-1.74</b>
<b>Total net assets</b>		<b>231 279 060.18</b>	<b>100.00</b>

# Hereford Funds – FIRTH ASIAN Value Fund

Semi-Annual Report as of 31 March 2015

## Most important figures

Date	ISIN	31.3.2015	30.9.2014	30.9.2013
Net assets in USD		49 101 638.27	75 449 313.14	61 156 535.31
<b>Class A (USD)</b>	<b>LU0618975774</b>			
Shares outstanding		435 298,5750	663 396,0020	553 609,8440
Net asset value per share in USD		112.80	113.73	110.47

## Structure of the Securities Portfolio

Geographical Breakdown as a % of net assets	
Hong Kong	32.13
South Korea	14.26
Singapore	13.45
Taiwan	10.34
India	6.60
Philippines	4.45
Thailand	2.55
Malaysia	2.54
Indonesia	2.47
China	0.61
<b>Total</b>	<b>89.40</b>

Classification by Currency as a % of net assets	
HKD	32.74
KRW	14.26
SGD	12.58
TWD	10.34
INR	6.60
PHP	4.45
THB	2.55
MYR	2.54
IDR	2.47
USD	0.87
<b>Total</b>	<b>89.40</b>

## Statement of Net Assets

	USD
	31.3.2015
<b>Assets</b>	
Investments in securities, cost	46 585 113.53
Investments in securities, unrealized appreciation (depreciation)	-2 690 629.26
Total investments in securities (Note 1)	43 894 484.27
Cash at banks, deposits on demand and deposit accounts	6 766 910.99
Receivable on securities sales (Note 1)	265 766.47
Receivable on dividends	212 459.16
Other receivables	585.50
Formation expenses, net (Note 1)	14 676.64
<b>Total Assets</b>	<b>51 154 883.03</b>
<b>Liabilities</b>	
Bank overdraft	-1 413 792.42
Payable on securities purchases (Note 1)	-126 825.31
Payable on redemptions	-258 807.15
Provisions for Investment Advisory fees (Note 2)	-201 369.35
Provisions for service fee (Note 2)	-30 902.31
Provisions for directors fee (Note 2)	-125.43
Provisions for taxe d'abonnement (Note 3)	-3 935.84
Provisions for audit fees, legal and economic advice (Note 2)	-5 865.00
Provisions for other commissions and fees (Note 2)	-11 114.04
Provisions for distribution fees (Note 2)	-507.91
Total provisions	-253 819.88
<b>Total Liabilities</b>	<b>-2 053 244.76</b>
<b>Net assets at the end of the period</b>	<b>49 101 638.27</b>

## Statement of Operations

	USD
	1.10.2014-31.3.2015
<b>Income</b>	
Interest on liquid assets	311.95
Dividends	518 874.21
<b>Total income</b>	<b>519 186.16</b>
<b>Expenses</b>	
Investment Advisory fees (Note 2)	-466 500.08
Distribution fees (Note 2)	-509.00
Service fee (Note 2)	-31 324.13
Directors fee (Note 2)	-125.70
Taxe d'abonnement (Note 3)	-3 935.53
Government fees (Note 2)	-949.87
Audit fees, legal and economic advice (Note 2)	-5 653.54
Publications, printing costs and publicity (Note 2)	-368.95
Amortization of formation expenses (Note 2)	-1 585.86
Other commissions and fees (Note 2)	-59 114.64
Other expenses	-974.72
<b>Total expenses</b>	<b>-571 042.02</b>
<b>Net income (loss) on investments</b>	<b>-51 855.86</b>
<b>Realized gain (loss) (Note 1)</b>	
Realized gain (loss) on market-priced securities without options	-934 652.45
Realized gain (loss) on forward foreign exchange contracts	-22 073.10
Total realized gain (loss) on investments	-956 725.55
Realized gain (loss) on foreign exchange	-53 968.50
<b>Total realized gain (loss)</b>	<b>-1 010 694.05</b>
<b>Net realized gain (loss) of the period</b>	<b>-1 062 549.91</b>
<b>Changes in unrealized appreciation (depreciation) (Note 1)</b>	
Unrealized appreciation (depreciation) on market-priced securities without options	-249 129.03
<b>Total changes in unrealized appreciation (depreciation)</b>	<b>-249 129.03</b>
<b>Net increase (decrease) in net assets as a result of operations</b>	<b>-1 311 678.94</b>

## Statement of Changes in Net Assets

	USD
	1.10.2014-31.3.2015
Net assets at the beginning of the period	75 449 313.14
Subscriptions	1 572 559.69
Redemptions	-26 608 555.62
Total net subscriptions (redemptions)	-25 035 995.93
Net income (loss) on investments	-51 855.86
Total realized gain (loss)	-1 010 694.05
Total changes in unrealized appreciation (depreciation)	-249 129.03
Net increase (decrease) in net assets as a result of operations	-1 311 678.94
<b>Net assets at the end of the period</b>	<b>49 101 638.27</b>

## Changes in the Number of Shares outstanding

	1.10.2014-31.3.2015
Class	A (USD)
Number of shares outstanding at the beginning of the period	663 396.0020
Number of shares issued	14 232.1190
Number of shares redeemed	-242 329.5460
<b>Number of shares outstanding at the end of the period</b>	<b>435 298.5750</b>

## Statement of Investments in Securities and other Net Assets as of 31 March 2015

Description	Quantity/ Nominal	Valuation in USD Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts/ Swaps (Note 1)	as a % of net assets
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### Transferable securities and money market instruments listed on an official stock exchange

#### Bearer shares

##### China

HKD	PARKSON RETAIL GROUP(HKD0.02)	1 384 000.00	299 897.46	0.61
<b>Total China</b>			<b>299 897.46</b>	<b>0.61</b>

##### Hong Kong

HKD	AEON STORES(HK) CO NPV	1 355 000.00	1 625 360.34	3.31
HKD	ALLAN INTL HLDGS HKD0.10	1 440 000.00	386 325.38	0.79
HKD	BOSSINI INTL HLDGS HKD0.10	10 010 000.00	877 951.26	1.79
HKD	CHEN HSONG HOLDING HKD0.10	3 782 000.00	1 024 396.85	2.09
HKD	CLEAR MEDIA HKD0.10	718 000.00	756 613.20	1.54
HKD	DAPHNE INTL HOLDS HKD0.10	1 590 000.00	533 209.51	1.09
HKD	GLORIOUS SUN ENTER HKD0.10	4 642 000.00	951 984.06	1.94
HKD	GOME ELECTRICAL AP HKD0.025	3 473 788.00	501 820.90	1.02
HKD	HUNG HING PRINTING HKD0.10	8 222 000.00	1 124 115.03	2.29
HKD	LUNG KEE(BERMUDA) HKD0.10	3 473 000.00	994 455.09	2.02
HKD	MOISELLE INTL HKD0.01	3 245 000.00	669 671.94	1.36
HKD	NATURAL BEAUTY BIO HKD0.10	10 330 000.00	866 046.27	1.76
HKD	PICO FAR EAST HLDG HKD0.05	5 536 000.00	1 278 134.41	2.60
HKD	ROADSHOW HOLDINGS HKD0.10	2 176 000.00	244 177.45	0.50
HKD	SAMSON HOLDING USD0.05	7 635 000.00	1 053 707.90	2.15
HKD	SUN HING VISION GR HKD0.10	3 195 000.00	1 083 812.18	2.21
HKD	TOP FORM INTL HKD0.5	618 000.00	158 624.03	0.32
HKD	TRANSPORT INTL HLD HKD1	587 600.00	1 417 264.17	2.89
HKD	YGM TRADING HKD0.50	141 000.00	227 329.89	0.46
<b>Total Hong Kong</b>			<b>15 774 999.86</b>	<b>32.13</b>

##### India

INR	EROS INTL MEDIA INR10	98 967.00	634 147.88	1.29
INR	HT MEDIA LTD INR2	629 166.00	1 251 168.82	2.55
INR	MPHASIS BFL LTD INR10	220 001.00	1 354 852.86	2.76
<b>Total India</b>			<b>3 240 169.56</b>	<b>6.60</b>

##### Indonesia

IDR	LINK NET TBK IDR100	2 651 300.00	1 211 587.77	2.47
<b>Total Indonesia</b>			<b>1 211 587.77</b>	<b>2.47</b>

##### Malaysia

MYR	ALLIANZ MALAYSIA MYR1	296 600.00	1 004 283.52	2.04
MYR	LATITUDE TREE HLDG MYR1	143 100.00	244 972.05	0.50
<b>Total Malaysia</b>			<b>1 249 255.57</b>	<b>2.54</b>

##### Philippines

PHP	PEPSI-COLA PRODUCT PHP0.15	13 654 200.00	1 246 289.40	2.54
PHP	PHILIPPINE NATL BK PHP40	540 210.00	936 605.71	1.91
<b>Total Philippines</b>			<b>2 182 895.11</b>	<b>4.45</b>

##### Singapore

SGD	AURIC PACIFIC GP NPV	1 721 400.00	1 003 951.30	2.04
SGD	COURTS ASIA LTD NPV	1 913 400.00	641 659.25	1.31
USD	ELEC & ELTEK INTL SGD0.8	409 200.00	429 660.00	0.87
SGD	HOOR GLASS NPV (POST-SPLIT)	1 890 500.00	1 019 880.44	2.08
SGD	KINGSMEN CREATIVE NPV	773 300.00	560 934.24	1.14
SGD	PENGUIN INTL LTD NPV	2 470 600.00	360 224.54	0.73
SGD	QAF SGD0.40	1 862 100.00	1 520 414.08	3.10
SGD	VENTURE CORP LTD SGD0.25	171 600.00	1 069 607.06	2.18
<b>Total Singapore</b>			<b>6 606 330.91</b>	<b>13.45</b>

##### South Korea

KRW	ATLASBX CO LTD KRW1000	15 937.00	638 514.25	1.30
KRW	DAEGU DEPARTMENT S KRW5000	36 730.00	569 431.69	1.16
KRW	FURSUS KRW1000	36 761.00	1 090 122.93	2.22
KRW	G2R KRW1000	158 644.00	1 361 296.91	2.77
KRW	GS RETAIL CO LTD KRW1000	46 713.00	1 406 295.17	2.87
<b>Total South Korea</b>			<b>5 065 660.95</b>	<b>10.32</b>

##### Taiwan

TWD	104 CORP TWD10	49 000.00	267 785.24	0.55
TWD	CYBERLINK CORP TWD10	459 711.00	1 376 635.37	2.80

Description	Quantity/ Nominal	Valuation in USD Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts/ Swaps (Note 1)	as a % of net assets
TWD E-LIFE MALL CORP TWD10	237 000.00	475 666.35	0.97
TWD TSANN KUEN ENTERPR TWD10	1 207 000.00	1 232 459.25	2.51
TWD UNIMICRON TECHNOLO TWD10	1 431 000.00	928 389.26	1.89
<b>Total Taiwan</b>		<b>4 280 935.47</b>	<b>8.72</b>
<b>Total Bearer shares</b>		<b>39 911 732.66</b>	<b>81.29</b>
<b>Investment certificates, closed end</b>			
<b>Thailand</b>			
THB TRUE TELECOMMUNICATION GROWTH INFRASTRUCTURE FUND	3 456 600.00	1 253 468.96	2.55
<b>Total Thailand</b>		<b>1 253 468.96</b>	<b>2.55</b>
<b>Total Investment certificates, closed end</b>		<b>1 253 468.96</b>	<b>2.55</b>
<b>Total Transferable securities and money market instruments listed on an official stock exchange</b>		<b>41 165 201.62</b>	<b>83.84</b>
<b>Transferable securities and money market instruments traded on another regulated market</b>			
<b>Bearer shares</b>			
<b>South Korea</b>			
KRW INTOPS CO KRW500	50 694.00	925 281.43	1.89
KRW MEGASTUDY KRW500	16 552.00	1 008 531.42	2.05
<b>Total South Korea</b>		<b>1 933 812.85</b>	<b>3.94</b>
<b>Taiwan</b>			
TWD YUFO ELECTRONICS C TWD10	1 293 000.00	795 469.80	1.62
<b>Total Taiwan</b>		<b>795 469.80</b>	<b>1.62</b>
<b>Total Bearer shares</b>		<b>2 729 282.65</b>	<b>5.56</b>
<b>Total Transferable securities and money market instruments traded on another regulated market</b>		<b>2 729 282.65</b>	<b>5.56</b>
<b>Total investments in securities</b>		<b>43 894 484.27</b>	<b>89.40</b>
<b>Cash at banks, deposits on demand and deposit accounts and other liquid assets</b>		<b>6 766 910.99</b>	<b>13.78</b>
<b>Bank overdraft and other short-term liabilities</b>		<b>-1 413 792.42</b>	<b>-2.88</b>
<b>Other assets and liabilities</b>		<b>-145 964.57</b>	<b>-0.30</b>
<b>Total net assets</b>		<b>49 101 638.27</b>	<b>100.00</b>

# Hereford Funds – IMVA Opportunity Fund

Semi-Annual Report as of 31 March 2015

## Most important figures

Date	ISIN	31.3.2015	30.9.2014
Net assets in USD		1 928 647.73	4 136 399.52
<b>Class A (USD)<sup>1</sup></b>	<b>LU1022309220</b>		
Shares outstanding		10 764.7040	10 853.2790
Net asset value per share in USD		64.12	86.17
<b>Class L (USD)<sup>1</sup></b>	<b>LU1022310400</b>		
Shares outstanding		19 230.0000	37 030.0000
Net asset value per share in USD		64.40	86.45

<sup>1</sup> First NAV: 31.1.2014

## Structure of the Securities Portfolio

Geographical Breakdown as a % of net assets	
United States	76.74
Bermuda	3.84
US Virgin Islands	2.64
United Kingdom	1.44
Luxembourg	0.91
<b>Total</b>	<b>85.57</b>

Classification by Currency as a % of net assets	
USD	85.57
<b>Total</b>	<b>85.57</b>

## Statement of Net Assets

	USD
<b>Assets</b>	<b>31.3.2015</b>
Investments in securities, cost	2 083 325.47
Investments in securities, unrealized appreciation (depreciation)	-432 975.27
Total investments in securities (Note 1)	1 650 350.20
Cash at banks, deposits on demand and deposit accounts	251 587.67
Receivable on securities sales (Note 1)	23 611.79
Receivable on dividends	471.14
Other receivables	274.54
Formation expenses, net (Note 1)	11 721.01
<b>Total Assets</b>	<b>1 938 016.35</b>
<b>Liabilities</b>	
Payable on securities purchases (Note 1)	-5.49
Provisions for service fee (Note 2)	-1 027.13
Provisions for directors fee (Note 2)	-4.84
Provisions for taxe d'abonnement (Note 3)	-134.17
Provisions for audit fees, legal and economic advice (Note 2)	-7 750.49
Provisions for other commissions and fees (Note 2)	-426.87
Provisions for distribution fees (Note 2)	-19.63
Total provisions	-9 363.13
<b>Total Liabilities</b>	<b>-9 368.62</b>
<b>Net assets at the end of the period</b>	<b>1 928 647.73</b>

## Statement of Operations

	USD
<b>Income</b>	<b>1.10.2014-31.3.2015</b>
Dividends	7 318.68
<b>Total income</b>	<b>7 318.68</b>
<b>Expenses</b>	
Investment Advisory fees (Note 2)	-5 972.62
Distribution fees (Note 2)	-19.66
Service fee (Note 2)	-6 106.51
Directors fee (Note 2)	-4.86
Taxe d'abonnement (Note 3)	-133.30
Government fees (Note 2)	-28.24
Audit fees, legal and economic advice (Note 2)	-1 951.07
Publications, printing costs and publicity (Note 2)	-13.40
Amortization of formation expenses (Note 2)	-470.91
Other commissions and fees (Note 2)	-9 211.33
Other expenses	-37.25
<b>Total expenses</b>	<b>-23 949.15</b>
<b>Net income (loss) on investments</b>	<b>-16 630.47</b>
<b>Realized gain (loss) (Note 1)</b>	
Realized gain (loss) on market-priced securities without options	-1 225 847.20
Total realized gain (loss) on investments	-1 225 847.20
Realized gain (loss) on foreign exchange	125.37
<b>Total realized gain (loss)</b>	<b>-1 225 721.83</b>
<b>Net realized gain (loss) of the period</b>	<b>-1 242 352.30</b>
<b>Changes in unrealized appreciation (depreciation) (Note 1)</b>	
Unrealized appreciation (depreciation) on market-priced securities without options	371 944.79
<b>Total changes in unrealized appreciation (depreciation)</b>	<b>371 944.79</b>
<b>Net increase (decrease) in net assets as a result of operations</b>	<b>-870 407.51</b>



## Statement of Changes in Net Assets

	USD
	1.10.2014-31.3.2015
Net assets at the beginning of the period	4 136 399.52
Redemptions	-1 337 344.28
Total net subscriptions (redemptions)	-1 337 344.28
Net income (loss) on investments	-16 630.47
Total realized gain (loss)	-1 225 721.83
Total changes in unrealized appreciation (depreciation)	371 944.79
Net increase (decrease) in net assets as a result of operations	-870 407.51
<b>Net assets at the end of the period</b>	<b>1 928 647.73</b>

## Changes in the Number of Shares outstanding

	1.10.2014-31.3.2015
<b>Class</b>	<b>A (USD)</b>
Number of shares outstanding at the beginning of the period	10 853.2790
Number of shares issued	0.0000
Number of shares redeemed	-88.5750
<b>Number of shares outstanding at the end of the period</b>	<b>10 764.7040</b>
<b>Class</b>	<b>L (USD)</b>
Number of shares outstanding at the beginning of the period	37 030.0000
Number of shares issued	0.0000
Number of shares redeemed	-17 800.0000
<b>Number of shares outstanding at the end of the period</b>	<b>19 230.0000</b>

## Statement of Investments in Securities and other Net Assets as of 31 March 2015

Description	Quantity/ Nominal	Valuation in USD Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts/ Swaps (Note 1)	as a % of net assets
<b>Transferable securities and money market instruments listed on an official stock exchange</b>			
<b>Bearer shares</b>			
<b>Bermuda</b>			
USD MONTPELIER RE HLDG COM USD0.01	1 928.00	74 112.32	3.84
<b>Total Bermuda</b>		<b>74 112.32</b>	<b>3.84</b>
<b>United Kingdom</b>			
USD NOBLE CORP PLC USD0.01	1 950.00	27 846.00	1.45
<b>Total United Kingdom</b>		<b>27 846.00</b>	<b>1.45</b>
<b>United States</b>			
USD 3 D SYSTEMS INC COM USD0.001	5 220.00	143 132.40	7.42
USD ABBOTT LABS COM	830.00	38 453.90	1.99
USD ADVANCED ENERGY INDS COM	2 650.00	67 999.00	3.53
USD AMERICAN EXPRESS CO COM	470.00	36 716.40	1.90
USD ANACOR PHARMACEUTI COM STK USD0.001	1 694.00	97 997.90	5.08
USD ANADARKO PETROLEUM COM USD0.10	821.00	67 987.01	3.53
USD BABCOCK & WILCOX COM USD0.01 'WI'	3 074.00	98 644.66	5.11
USD CHICO'S FAS INC COM USD0.01	2 150.00	38 033.50	1.97
USD CREE INC COM	2 239.00	79 462.11	4.12
USD INTL BUSINESS MCHN COM USD0.20	200.00	32 100.00	1.66
USD INTREPID POTASH IN COM STK USD0.001	6 490.00	74 959.50	3.89
USD KVI INDUSTRIES COM USD0.01	7 930.00	119 901.60	6.22
USD LUMINEX CORP DEL COM	8 775.00	140 400.00	7.28
USD M D C HLDGS INC COM	1 520.00	43 320.00	2.25
USD MCDERMOTT J RAY S COM USD1	23 760.00	91 238.40	4.73
USD MURPHY OIL CORP COM	1 680.00	78 288.00	4.06
USD QUIDEL CORP COM	2 820.00	76 083.60	3.95
USD RAYONIER ADVANCED COM NPV 'WI'	1 790.00	26 671.00	1.38
USD STONE ENERGY CORP COM	5 350.00	78 538.00	4.07
<b>Total United States</b>		<b>1 429 926.98</b>	<b>74.14</b>
<b>US Virgin Islands</b>			
USD ALTISOURCE ASSET M COM NPV	275.00	50 910.75	2.64
<b>Total US Virgin Islands</b>		<b>50 910.75</b>	<b>2.64</b>
<b>Total Bearer shares</b>		<b>1 582 796.05</b>	<b>82.07</b>
<b>Registered shares</b>			
<b>Luxembourg</b>			
USD ALTISOURCE PORTFOL COM USD1.00	1 361.00	17 516.07	0.91
<b>Total Luxembourg</b>		<b>17 516.07</b>	<b>0.91</b>
<b>United States</b>			
USD CAMERON INTL CORP COM USD0.01	1 109.00	50 038.08	2.59
<b>Total United States</b>		<b>50 038.08</b>	<b>2.59</b>
<b>Total Registered shares</b>		<b>67 554.15</b>	<b>3.50</b>
<b>Total Transferable securities and money market instruments listed on an official stock exchange</b>		<b>1 650 350.20</b>	<b>85.57</b>
<b>Total investments in securities</b>		<b>1 650 350.20</b>	<b>85.57</b>
<b>Cash at banks, deposits on demand and deposit accounts and other liquid assets</b>		<b>251 587.67</b>	<b>13.04</b>
<b>Other assets and liabilities</b>		<b>26 709.86</b>	<b>1.39</b>
<b>Total net assets</b>		<b>1 928 647.73</b>	<b>100.00</b>

# Notes to the Financial Statements

Semi-Annual Report as of 31 March 2015  
HEREFORD FUNDS

## **Note 1 – Summary of significant accounting policies**

The financial statements of the Fund are prepared in accordance with generally accepted accounting policies and Luxembourg regulations relating to undertakings for collective investments. The combined financial statements are expressed in USD and are presented for information purposes only.

### *a) Calculation of the net asset value*

The net asset value as well as issue, redemption and conversion prices for Shares are calculated by the Central Administration for each Compartment in the reference currency of the Compartment on the basis of the latest available prices, at intervals which may vary for each Compartment and are specified in the Appendix to the Prospectus.

The net asset value of a Share in each Compartment will be calculated by dividing the net assets of that Compartment by the total number of Shares outstanding of that Compartment. The net assets of a Compartment correspond to the difference between the total assets and the total liabilities of the Compartment.

The Fund's total net assets will be expressed in US Dollars and correspond to the difference between the total assets and the total liabilities of the Fund. In order to calculate this value, the net assets of each Compartment will, unless they are already expressed in US Dollars, be converted into US Dollars, and added together.

### *b) Valuation principles*

- Securities and/or financial derivative instruments admitted to official listing on an official stock exchange or traded on any other organised market will be valued at the last available price, unless such a price is not deemed to be representative of their fair market value;
- Securities not listed on stock exchanges or not traded on any regulated market and securities with an official listing for which the last available price is not representative of a fair market value will be valued, prudently and in good faith, on the basis of their estimated sale prices;
- Cash and other liquid assets will be valued at their face value with interest accrued;
- Financial derivative instruments which are not listed on a regulated market will be valued in a reliable and verifiable manner on a daily basis, in accordance with market practice;

- Swaps are valued at their fair value based on the underlying securities (at close of business or intraday) as well as on the characteristics of the underlying commitments, interest rate swaps will be valued on the basis of their market value established by reference to the applicable interest rate curve;
- Liquid assets and money market instruments may be valued at market value plus any accrued interest or on an amortised cost basis as determined by the board of directors. All other assets, where practice allows, may be valued in the same manner;
- The units/shares of undertakings for collective investment will be valued on the basis of the last known net asset value;
- In the event that the above mentioned calculation methods are inappropriate or misleading, the board of directors may adjust the value of any investment or permit some other method of valuation to be used for the assets of the Company if it considers that the circumstances justify that such adjustment or other method of valuation should be adopted to reflect more fairly the value of such investments;
- For each Compartment, securities whose value is expressed in a currency other than the reference currency of that Compartment will be converted into that reference currency at the average rate between the last available buy/sell rate in Luxembourg or, failing that, in a financial center which is most representative for those securities.

### *c) Formation expenses*

The costs and expenses incurred in connection with the formation of the Fund respectively in connection with the launching of new Compartments or Classes of Shares are amortised over a period not exceeding 5 years.

### *d) Conversion of foreign currencies*

Bank accounts, other net assets and the valuation of the investments in securities held denominated in currencies other than the reference currency of the different subfunds are translated at the mid closing spot rates of exchange ruling on the valuation date. Income and expenses denominated in currencies other than the currency of the different subfunds are converted at the mid closing spot rates at payment date. Profit and loss on foreign exchange is included in the statement of operations.

The cost of securities denominated in currencies other than the reference currency of the different subfunds is converted at the mid closing spot rate on the day of acquisition.

*e) Net realized result on sales of securities*

Capital gains or losses arising from sales of investment securities are computed using the weighted average cost basis.

*f) Income recognition*

Interest income is accounted for on an accrual basis. Dividends are accrued on the date upon which the relevant security becomes ex-dividend. These are accounted for net of any applicable withholding taxes in the relevant country.

*g) Consolidated financial statements*

The consolidated financial statements of the Company are expressed in USD. The various items of the consolidated statement of net assets and the consolidated statement of operations as of 31 March 2015 of the Company are equal to the sum of the corresponding items in the financial statements of each subfund.

The exchange rates used as of 31 March 2015 are as follows:

Exchange rates		
USD 1 =	CAD	1.266500
USD 1 =	EUR	0.931099
USD 1 =	HKD	7.753050
USD 1 =	IDR	13 075.006080
USD 1 =	INR	62.581250
USD 1 =	KRW	1 109.450018
USD 1 =	MYR	3.703500
USD 1 =	PHP	44.700000
USD 1 =	SGD	1.371700
USD 1 =	THB	32.540000
USD 1 =	TWD	31.290000

*h) Receivable on securities sales,*

*Payable on securities purchases*

The account "Receivable on securities sales" can also include receivables from foreign currency transactions. The account "Payable on securities purchases" can also include payables from foreign currency transactions.

## Note 2 – Fees and Expenses

The Custodian, the Central Administrator and the Management Company are entitled to fees in line with current practice in Luxembourg, payable on a monthly basis, which shall in aggregate not exceed 0.5% of the average net asset value of the Fund.

## Hereford Funds – DSM US Large Cap Growth Fund

*Advisory fees specific to this Compartment*

Class A Shares: 1.25% per annum.

Class B Shares: 0.75% per annum.

Class C Shares: 1.00% per annum.

Class D Shares: 1.75% per annum.

Class E Shares: 0.90% per annum.

Class U Shares: 1.25% per annum.

*Performance fees specific to this Compartment*

In addition, in relation to Class C, a performance fee may be paid to the Advisory Company on a quarterly basis, with the amount based on the relative performance of the relevant Class to the 3 Month T-Bill rate and calculated on the average month-end assets during the quarter, subject to a high water mark provision. Relative performance is defined as the return of the relevant Class, after advisory fees and other fees and expenses attributable to the Class for the quarter less the return of the 3 Month T-Bill rate for the quarter. The high water mark is defined as the largest positive cumulative relative performance percentage figure for the relevant Class since its launch. A performance-based fee will only be paid in quarters where the cumulative relative performance exceeds the high water mark and where the quarter-end NAV per Share is equal or higher to the NAV per Share of the previous quarter-end. In such instances, the performance fee is computed as 20% of the difference between the current quarter's cumulative relative performance and the high water mark.

For the period from 1 October 2014 to 31 March 2015, a performance fee of USD 101 109.51 was due.

## Hereford Funds – DGHM US All-Cap Value Fund

*Advisory fees specific to this Compartment*

Class A Shares: 1.25% per annum.

Class B Shares: 0.95% per annum.

Class D Shares: 1.75% per annum.

There are no performance fees in relation to this Compartment.

## Hereford Funds – FIRTH ASIAN Value Fund

*Advisory fees specific to this Compartment*

Class A Shares: 1.50% per annum.

Class D Shares: 2.00% per annum.

*Performance fees specific to this Compartment*

In addition, in relation to Class A and D Shares, a performance fee may be paid to the Advisory Company on an annual basis (referring to the financial year of the Fund, ending in September), with the amount based on the cumulative relative performance of the relevant Class to the MSCI AC Asia ex Japan Small Cap USD Net index (Bloomberg ticker MSLUAAJN), subject to a high water mark provision.

The high water mark is defined as the latest NAV per Share of the Class in respect of which a performance fee was paid or if none, the NAV at which the relevant Class has been launched.

Relative performance is defined as the return of the relevant Class above the high water mark after advisory fees and other fees and expenses attributable to the Class for the period since the payment of the previous performance fee or if none, since the launch of the relevant Class, less the positive return of the MSCI AC Asia ex Japan Small Cap USD Net Index benchmark since the payment of the previous performance fee or if none since launch.

A performance-based fee will thus only be paid in years where the relative performance of the Class is positive and where the high water mark has been exceeded. In such instances, the performance fee is computed as 10% of the relative performance.

The Performance Fee is accrued as of each Valuation Day based on the number of Shares in issue on that Valuation Day. The amounts accrued for the Performance Fee will be paid to the Advisory Company annually, within 30 days following the financial year end.

The first performance fee of any Share Class will be calculated for the period starting with the launch of the relevant Class of Shares and ending at the end of the financial year in which such Class was launched.

For the period from 1 October 2014 to 31 March 2015, no performance fee was due.

**Hereford Funds – IMVA Opportunity Fund**

*Advisory fees specific to this Compartment*

Class A Shares: 1.25% per annum.

Class D Shares: 1.75% per annum.

Class L Shares: 0.75% per annum.

There are no performance fees in relation to this Compartment.

Other costs charged to the Fund include:

- All taxes (such as any financial transaction tax) and duties which might be due on the Fund's assets or income earned by the Fund, in particular the subscription tax (see paragraph Tax Status below) charged on the Fund's net assets.
- Brokerage fees and charges on transactions involving securities in portfolio as well as any cash payments.
- Remuneration of the Custodian's correspondents.
- Extraordinary costs incurred, particularly for any verification procedures or legal proceedings undertaken to protect the Shareholders' interests.
- The cost of preparing, printing and filing of administrative documents, prospectuses and explanatory memoranda with all authorities, the rights payable for the registration and maintenance of the Fund with all authorities and official stock exchanges, the cost of preparing, translating, printing and distributing periodical reports and other documents required by law or regulations, the cost of accounting and calculating the net asset value, the cost of preparing, distributing and publishing notifications to Shareholders, fees for legal consultants, experts and independent auditors, and all similar operating costs.

The fees associated with the creation of a new Compartment will be, in principle, exclusively borne by this new Compartment. Nevertheless the Board of Directors of the Fund may decide, in circumstances where it would appear to be fairer to the Compartments concerned, that the initial setting up costs of the Fund, not yet amortised at the time the new Compartment is launched, will be equally borne by all existing Compartments including the new Compartment. The Board of Directors may also decide that the costs associated with the opening of new Compartments be borne by the existing Compartments.

Each of the Directors will be entitled to remuneration for his services at the rate determined by the general meeting of Shareholders from time to time. In addition, each Director and Delegate may be paid reasonable travelling, hotel and other incidental expenses for attending and returning from board meetings or general meetings of Shareholders as well as for visiting the Investment Manager(s). All recurring expenditure is paid when incurred or

invoiced from the net assets of the Compartment. Other expenditure may be amortised over a period not exceeding five years.

Charges involved in the calculation of the net asset values of the various Compartments shall be spread between the Compartments in proportion to their net assets, except in cases where charges specifically relate to one Compartment, in which case they will be charged to that Compartment.

### Note 3 – Taxe d’abonnement

According to the law and practice currently in force in the Grand Duchy of Luxembourg, the Company is not liable to any Luxembourg tax on withholding, income, capital gains or wealth taxes. The Company is, however, liable in Luxembourg to a tax of 0.05% per annum (“Taxe d’abonnement”) of its net asset value, such tax being payable quarterly on the basis of the value of the net assets of the Company at the end of the relevant quarter. However this percentage is reduced to 0.01% per annum for share classes reserved for institutional investors.

The Taxe d’abonnement is waived for that part of the Company assets invested in units or shares of other undertakings for collective investment that have already paid the Taxe d’abonnement in accordance with the statutory provisions of Luxembourg law.

### Note 4 – Dividend Policy

It is the policy of the Fund that dividends will not be distributed and income will be capitalized.

The Board of Directors reserves the right to introduce a distribution policy which may vary according to each Compartment.

### Note 5 – Total Expense Ratio (TER)

The calculation of the Total Expense Ratio (TER) is based on the stipulated fees and commissions paid by the Compartments on the average net assets of the Compartments during the reporting period (annualised), as allocated to each Class of Shares. Transaction costs are excluded from the calculation.

TER for the last 12 months:

HEREFORD FUNDS	Total Expense Ratio (TER)
– DSM US Large Cap Growth Fund Class A (USD)	1.48%
– DSM US Large Cap Growth Fund Class B (USD)	1.00%
– DSM US Large Cap Growth Fund Class C (USD)	4.75%
– DSM US Large Cap Growth Fund Class D (USD)	1.80%
– DSM US Large Cap Growth Fund Class U (USD)	1.54%
– DGHM US All-Cap Value Fund Class A (USD)	1.44%
– DGHM US All-Cap Value Fund Class B (USD)	1.19%
– DGHM US All-Cap Value Fund Class D (USD)	1.77%
– FIRTH ASIAN Value Fund Class A (USD)	1.71%
– IMVA Opportunity Fund Class A (USD)	0.97%
– IMVA Opportunity Fund Class L (USD)	0.57%

### Note 6 – Portfolio Turnover Rate (PTR)

The Portfolio Turnover Rate (PTR) indicates the turnover rate of the holdings of the Compartment.

PTR:

HEREFORD FUNDS	Portfolio Turnover Rate (PTR)
– DSM US Large Cap Growth Fund	48.62%
– DGHM US All-Cap Value Fund	30.42%
– FIRTH ASIAN Value Fund	13.14%
– IMVA Opportunity Fund	55.21%

### Note 7 – Transaction costs

During the financial period from 1 October 2014 until 31 March 2015 the Fund incurred transaction costs relating to purchase or sale of investments in securities and similar transactions as follows:

HEREFORD FUNDS	Transaction costs
– DSM US Large Cap Growth Fund	49 166.71 USD
– DGHM US All-Cap Value Fund	137 047.98 USD
– FIRTH ASIAN Value Fund	91 871.07 USD
– IMVA Opportunity Fund	10 920.03 USD

Not all transaction costs are separately identifiable. For fixed income investments, forward currency contracts and other derivative contracts, transaction costs are included in the purchase and sale price of the investment. Whilst not separately identifiable these transaction costs are captured within the performance of each subfund.

## **Note 8 – UK Distributing status - reporting fund status**

On 4 February 2011, the HMRC accepted the entry of below mentioned Compartments and Classes of Shares of Hereford Funds into the UK reporting Fund regime:

- Hereford Funds – DSM US Large Cap Growth Fund
  - Class A in USD
  - Class B in USD
  - Class C in USD
  - Class D in USD
  - Class E in USD
  - Class U in USD

For Class U Shares, the distributor status tax regime for offshore funds has been granted for the financial year ended 30 September 2010. As of the financial year starting 1 October 2010, the Board of Directors of the Fund has applied for and obtained reporting fund status (replacing the UK distributor status tax regime).

- Hereford Funds – DGHM US All-Cap Value Fund
  - Class A in USD
  - Class B in USD
  - Class D in USD

For Class A Shares, as of the financial year starting 1 October 2010, the Board of Directors of the Fund has applied for and obtained reporting fund status (replacing the UK distributor status tax regime).

- Hereford Funds – FIRTH ASIAN Value Fund
  - Class A in USD

For Class A Shares, as of the financial year starting 1 October 2010, the Board of Directors of the Fund has applied for and obtained reporting fund status (replacing the UK distributor status tax regime).

- Hereford Funds – IMVA Opportunity Fund
  - Class A in USD
  - Class L in USD

For Class A and L Shares, as of the financial year starting 1 October 2013, the Board of Directors of the Fund has applied for and obtained reporting fund status (replacing the UK distributor status tax regime).

## **Note 9 – Related party Transactions**

All transactions with related parties were entered into the ordinary course of business and under normal commercial terms. The related parties to the fund are the Investment Managers, Investment Advisors and Advisory Company. The fees for the transactions with related parties are described in note 2.

As of 31 March 2015, the Compartments had not invested in related parties and there were no direct shareholdings in the Fund by any member of the Board of Directors.

## **Note 10 – Changes in securities portfolio**

Information about the changes that have occurred in the securities portfolio of the Compartments during the period can be obtained free of charge at the Registered Office of the Fund or from the Custodian Bank.

## **Note 11 – Event**

On 30 November 2014 with effective date 1 December 2014, the functions of the Management Company and the Custodian Bank were transferred from VPB Finance S.A. to BSI Fund Management S.A. respectively from VP Bank (Luxembourg) SA to BSI Europe S.A.

UBS Fund Services (Luxembourg) S.A. has been appointed Central Administration.

## **Note 12 – Applicable law, place of performance and authoritative language**

The Luxembourg District Court is the place of performance for all legal disputes between the shareholders, the Fund and the custodian bank. Luxembourg law applies. However, in matters concerning the claims of investors from other countries, the Fund and/or the custodian bank can elect to make themselves subject to the jurisdiction of the countries in which Fund shares were bought and sold.

The English version of these financial statements is the authoritative version. However, in the case of shares sold to investors from the other countries in which Fund shares can be bought and sold, the Fund and the Custodian Bank may recognize approved translations (i.e. approved by the Fund and the Custodian Bank) into the languages concerned as binding upon themselves and the Fund.