

Hereford Funds

Société d'Investissement à Capital Variable incorporated in Luxembourg

Unaudited semi-annual report as at March 31, 2021

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No subscription can be received on the basis of these financial statements. Subscriptions are only valid if made on the basis of the current prospectus accompanied by the Key Investor Information Documents ("KIIDs"), the latest annual report, including audited financial statements, and the most recent unaudited semi-annual report if published thereafter.

Hereford Funds

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Hereford Funds

Organisation of the Fund

REGISTERED OFFICE	15, avenue J.F. Kennedy, L-1855 Luxembourg, Grand Duchy of Luxembourg
BOARD OF DIRECTORS OF THE FUND	
Chairman	Mr Anthony GALLIERS-PRATT, Managing Partner, Hereford Funds Advisory S.à r.l., 8, boulevard Royal, L-2449 Luxembourg, Grand Duchy of Luxembourg
Directors	Mr Jérôme WIGNY, Partner, Elvinger Hoss Prussen, <i>société anonyme</i> , 2, place Winston Churchill, L-2014 Luxembourg, Grand Duchy of Luxembourg Mr Yves DE VOS, Chairman, VHC Capital Management S.A., 8, Rue Zeilewee, L-6751 Grevenmacher, Grand Duchy of Luxembourg Mr Mark HENDERSON, Managing Partner, Hereford Funds Advisory S.à r.l. 8, boulevard Royal, L-2449 Luxembourg, Grand Duchy of Luxembourg Mr Enrico MELA, Independent Director, 79, rue de Kiem, L-8030 Strassen, Grand Duchy of Luxembourg
MANAGEMENT COMPANY	FundPartner Solutions (Europe) S.A., 15, avenue J.F. Kennedy, L-1855 Luxembourg, Grand Duchy of Luxembourg
CENTRAL ADMINISTRATION	FundPartner Solutions (Europe) S.A., 15, avenue J.F. Kennedy, L-1855 Luxembourg, Grand Duchy of Luxembourg
DEPOSITARY BANK	Pictet & Cie (Europe) S.A., 15A, avenue J. F. Kennedy, L-1855 Luxembourg, Grand Duchy of Luxembourg

Hereford Funds

Organisation of the Fund (continued)

ADVISORY COMPANY	Hereford Funds Advisory S.à r.l., 8, boulevard Royal, L-2449 Luxembourg, Grand Duchy of Luxembourg
INVESTMENT MANAGERS	<p>DSM Capital Partners LLC, 7111 Fairway Drive, Suite 350, Palm Beach Gardens, FL-33418, United States for the sub-fund :</p> <ul style="list-style-type: none">• Hereford Funds - DSM US Large Cap Growth Fund <p>Dalton, Greiner, Hartman, Maher & Co., LLC, 565 Fifth Avenue, Suite 2101, New York, NY-10017, United State for the sub-fund :</p> <ul style="list-style-type: none">• Hereford Funds - DGHM US All-Cap Value Fund (until February 24, 2021) <p>Bin Yuan Capital, Room 907, Bldg. A, No. 2389 Zhangyang Road, Pudong District, Shanghai, 200135, China for the sub-fund :</p> <ul style="list-style-type: none">• Hereford Funds - Bin Yuan Greater China Fund
CABINET DE RÉVISION AGRÉÉ /AUDITOR	Deloitte Audit, <i>Société à responsabilité limitée</i> , 20, boulevard de Kockelscheuer, L-1821 Luxembourg, Grand Duchy of Luxembourg
LEGAL ADVISER IN LUXEMBOURG	Elvinger Hoss Prussen, <i>société anonyme</i> , 2, place Winston Churchill, L-1340 Luxembourg, Grand Duchy of Luxembourg

General information

The business year of Hereford Funds (the "Fund") runs from October 1 until September 31 of the next period.

The Fund publishes an annual report, including audited financial statements, within 4 months after the end of the business year and an unaudited semi-annual report within 2 months after the end of the period to which it refers.

The annual report including audited financial statements, includes accounts of the Fund and of each sub-fund.

The Net Asset Value ("NAV") per Share of each sub-fund as well as the issue and redemption prices are made public at the registered office of the Fund. The NAV per Share and the issue and redemption price are also published on the website of the Fund (www.herefordfunds.com) and may, in addition, be published in any such other media as determined by the Board of Directors of the Fund. The Fund cannot accept responsibility for any errors or delays in the publication or non-publication of prices and reserve the right to discontinue or change publication in any media without notice.

Any amendments to the articles of incorporation ("the Articles") are published in the *Recueil Électronique des Sociétés et Associations* ("RESA").

The prospectus, the Articles of the Fund, the annual report, including audited financial statements, and unaudited semi-annual reports, the Key Investor Information Documents ("KIIDs") as well as the portfolio movements of the Fund are available free of charge at the sales agencies and at the registered office of the Fund.

Hereford Funds

Distribution abroad

Distribution in and from Switzerland

Distribution in and from Switzerland

The Fund has been authorised by the Swiss Financial Market Supervisory Authority FINMA as a foreign open-ended investment collective fund pursuant to article 119 of the Federal Act on Collective Investment Schemes of June 23, 2006 on Capital Investment Schemes Ordinance.

Representative in Switzerland authorised by the FINMA

The representative in Switzerland is FundPartner Solutions (Suisse) SA (the "Representative"), 60, route des Acacias, CH-1211 Geneva 73, Switzerland.

Paying Agent in Switzerland authorised by the FINMA

The paying agent in Switzerland is Banque Pictet & Cie SA with its registered office in 60, route des Acacias, CH-1211 Geneva 73, Switzerland.

Place of distribution of reference documents

The prospectus, the Key Investor Information Documents ("KIIDs"), the Articles of Incorporation, the annual reports, including audited financial statements, and unaudited semi-annual reports of the Fund, and a breakdown of the purchases and sales of the Fund can be obtained free of charge from the registered office of the Representative in Switzerland.

Distribution in Germany

Paying and Information Agent in Germany

Paying and Information Agent:

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

Hereford Funds

Statement of net assets as at March 31, 2021

	COMBINED	Hereford Funds - DSM US Large Cap Growth Fund	Hereford Funds - Bin Yuan Greater China Fund
	USD	USD	USD
ASSETS			
Investments in securities at acquisition cost	325,320,824.83	47,335,650.23	277,985,174.60
Net unrealised gain on investments	104,196,017.57	42,409,084.82	61,786,932.75
Investments in securities at market value (note 2.d)	429,516,842.40	89,744,735.05	339,772,107.35
Cash at banks (note 2.d)	44,498,873.31	1,046,749.51	43,452,123.80
Formation expenses (note 2.h)	1,269.07	204.07	1,065.00
	474,016,984.78	90,791,688.63	383,225,296.15
LIABILITIES			
Advisory fees payable (note 4)	786,521.19	227,064.10	559,457.09
Performance fees payable (note 5)	1,285,060.04	0.00	1,285,060.04
"Taxe d'abonnement" payable (note 3)	12,150.41	2,748.51	9,401.90
Other fees payable (note 6)	283,000.48	54,457.30	228,543.18
	2,366,732.12	284,269.91	2,082,462.21
TOTAL NET ASSETS AS AT MARCH 31, 2021	471,650,252.66	90,507,418.72	381,142,833.94
TOTAL NET ASSETS AS AT SEPTEMBER 30, 2020	348,996,552.96	84,100,549.65	260,143,246.01
TOTAL NET ASSETS AS AT SEPTEMBER 30, 2019	269,188,096.93	70,785,090.97	136,392,457.59

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

Hereford Funds

Statement of operations and changes in net assets for the period ended March 31, 2021

	COMBINED	Hereford Funds - DSM US Large Cap Growth Fund	Hereford Funds - DGHM US All-Cap Value Fund (note 1)	Hereford Funds - Bin Yuan Greater China Fund
	USD	USD	USD	USD
NET ASSETS AT THE BEGINNING OF THE PERIOD	348,996,552.96	84,100,549.65	4,752,757.30	260,143,246.01
INCOME				
Dividends, net (note 2.i)	122,663.03	105,522.21	17,140.82	0.00
Bank interest (note 2.i)	10.82	0.00	10.82	0.00
	122,673.85	105,522.21	17,151.64	0.00
EXPENSES				
Amortization of formation expenses (note 2.h)	254.60	0.00	95.59	159.01
Advisory fees (note 4)	1,386,037.90	449,756.01	425.03	935,856.86
Performance fees (note 5)	1,285,060.04	0.00	0.00	1,285,060.04
Depository fees, bank charges and interest	82,604.14	26,507.61	5,588.83	50,507.70
Professional fees, audit fees and other expenses	481,729.31	105,123.03	42,693.20	333,913.08
Administration fees	84,820.42	29,665.84	1,382.44	53,772.14
"Taxe d'abonnement" (note 3)	24,255.40	5,525.44	109.13	18,620.83
Transaction fees (note 2.j)	619,634.47	5,287.17	2,553.32	611,793.98
	3,964,396.28	621,865.10	52,847.54	3,289,683.64
NET INVESTMENT LOSS	-3,841,722.43	-516,342.89	-35,695.90	-3,289,683.64
Net realised gain on sales of investments	60,576,939.03	5,074,800.07	851,533.78	54,650,605.18
Net realised loss on foreign exchange	-77,049.77	0.00	0.00	-77,049.77
Net realised loss on forward foreign exchange contracts	-62,418.58	0.00	0.00	-62,418.58
NET REALISED GAIN	56,595,748.25	4,558,457.18	815,837.88	51,221,453.19
Change in net unrealised appreciation/depreciation:				
- on investments	14,045,232.25	4,136,756.62	-113,183.01	10,021,658.64
INCREASE IN NET ASSETS AS A RESULT OF OPERATIONS	70,640,980.50	8,695,213.80	702,654.87	61,243,111.83
Proceeds from subscriptions of shares	140,193,032.80	1,558,560.50	1,598,779.49	137,035,692.81
Cost of shares redeemed	-88,180,313.60	-3,846,905.23	-7,054,191.66	-77,279,216.71
NET ASSETS AT THE END OF THE PERIOD	471,650,252.66	90,507,418.72	-	381,142,833.94

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

Hereford Funds

Number of shares outstanding and net asset value per share

Sub-fund Class	Currency	Number of shares outstanding	Net asset value per share	Net asset value per share	Net asset value per share
		31.03.2021	31.03.2021	30.09.2020	30.09.2019
Hereford Funds - DSM US Large Cap Growth Fund					
AI	USD	103,859.19	361.46	327.64	248.13
BI	USD	161,670.64	257.49	232.59	174.94
D	USD	9,737.73	564.50	513.06	390.67
U	USD	15,504.95	376.79	341.54	258.66
Hereford Funds - DGHM US All-Cap Value Fund (note 1)					
AI	USD	-	-	206.56	230.36
D	USD	-	-	162.06	181.70
Hereford Funds - Bin Yuan Greater China Fund					
AI	USD	140,093.19	123.56	100.59	-
BI	USD	109,515.50	127.16	103.39	-
CI	USD	234,474.96	203.56	165.30	104.05
CB	USD	215,604.30	191.84	155.78	98.06
DI	USD	1,001,745.00	127.26	103.21	-
DB	USD	387,990.06	125.88	102.09	-
L1	USD	23,770.18	176.34	143.19	90.13
L2	USD	471,527.57	170.30	140.04	90.64

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

Hereford Funds - DSM US Large Cap Growth Fund

Statement of investments and other net assets as at March 31, 2021 (expressed in USD)

Description	Currency	Quantity	Market value (note 2.d)	% of net assets
TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING OR DEALT IN ON ANOTHER REGULATED MARKET				
SHARES				
<i>CAYMAN ISLANDS</i>				
ALIBABA GROUP HOLDING ADR -SPONS.-	USD	28,100.00	6,371,113.00	7.04
			6,371,113.00	7.04
<i>CHINA</i>				
JD.COM 'A' ADR -SPONS.-	USD	19,475.00	1,642,326.75	1.81
TENCENT HOLDING ADR -UNSPONS.-	USD	45,950.00	3,666,810.00	4.05
			5,309,136.75	5.86
<i>IRELAND</i>				
AON	USD	9,825.00	2,260,830.75	2.50
			2,260,830.75	2.50
<i>UNITED STATES</i>				
ADOBE	USD	9,200.00	4,373,404.00	4.83
ALPHABET 'A'	USD	3,675.00	7,579,761.00	8.37
AMAZON.COM	USD	2,065.00	6,389,275.20	7.06
AUTOMATIC DATA PROCESSING	USD	13,175.00	2,483,092.25	2.74
BOSTON SCIENTIFIC	USD	49,000.00	1,893,850.00	2.09
BURLINGTON STORES	USD	8,330.00	2,489,004.00	2.75
EPAM SYSTEMS	USD	8,625.00	3,421,451.25	3.78
FACEBOOK 'A'	USD	21,375.00	6,295,578.75	6.96
FORTINET	USD	12,000.00	2,213,040.00	2.45
GLOBAL PAYMENTS	USD	13,400.00	2,701,172.00	2.98
GODADDY 'A'	USD	8,225.00	638,424.50	0.71
INTUIT	USD	9,685.00	3,709,936.10	4.10
MASTERCARD 'A'	USD	11,100.00	3,952,155.00	4.37
MICROSOFT	USD	38,025.00	8,965,154.25	9.92
MONSTER BEVERAGE	USD	19,125.00	1,742,096.25	1.92
NEUROCRINE BIOSCIENCES	USD	17,420.00	1,694,095.00	1.87
NVIDIA	USD	2,650.00	1,414,914.50	1.56
PAYPAL HOLDINGS	USD	15,975.00	3,879,369.00	4.29
SIRIUS XM HOLDINGS	USD	361,000.00	2,198,490.00	2.43
UNITEDHEALTH GROUP	USD	5,550.00	2,064,988.50	2.28
VISA 'A'	USD	18,500.00	3,917,005.00	4.33
ZOETIS 'A'	USD	11,350.00	1,787,398.00	1.97
			75,803,654.55	83.76
TOTAL INVESTMENTS			89,744,735.05	99.16
CASH AT BANKS			1,046,749.51	1.16
OTHER NET LIABILITIES			-284,065.84	-0.32
TOTAL NET ASSETS			90,507,418.72	100.00

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

Hereford Funds - DSM US Large Cap Growth Fund

Geographical and industrial classification of investments as at March 31, 2021

Geographical classification

(in % of net assets)	
United States	83.76
Cayman Islands	7.04
China	5.86
Ireland	2.50
	99.16

Industrial classification

(in % of net assets)	
Internet, software and IT services	38.15
Computer and office equipment	23.15
Holding and finance companies	11.14
Retail and supermarkets	9.81
Banks and credit institutions	8.70
Pharmaceuticals and cosmetics	4.06
Healthcare & social services	2.28
Biotechnology	1.87
	99.16

Hereford Funds - Bin Yuan Greater China Fund

Statement of investments and other net assets as at March 31, 2021 (expressed in USD)

Description	Currency	Quantity	Market value (note 2.d)	% of net assets
TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING OR DEALT IN ON ANOTHER REGULATED MARKET				
SHARES				
<i>CAYMAN ISLANDS</i>				
ANTA SPORTS PRODUCTS	HKD	448,000.00	7,306,818.64	1.92
BAIDU 'A' ADR -SPONS.-	USD	48,800.00	10,616,440.00	2.79
BILIBILI ADR -SPONS.-	USD	181,000.00	19,377,860.00	5.08
CHINASOFT INTERNATIONAL	HKD	17,030,000.00	18,312,683.35	4.80
MEITUAN DIANPING 'B'	HKD	234,000.00	8,975,415.39	2.35
PINDUODUO 'A' ADR -SPONS.-	USD	14,400.00	1,927,872.00	0.51
SUNNY OPTICAL TECHNOLOGY	HKD	544,000.00	12,399,200.36	3.25
TENCENT HOLDINGS	HKD	287,300.00	22,542,211.57	5.92
			101,458,501.31	26.62
<i>CHINA</i>				
AIER EYE HOSPITAL GROUP 'A'	CNY	1,890,789.00	17,090,605.51	4.48
C&S PAPER 'A'	CNY	6,526,143.00	25,726,169.29	6.76
CHAOZHOU THREE-CIRCLE 'A'	CNY	2,808,481.00	17,943,377.38	4.71
CHINA MERCHANTS BANK 'H'	HKD	3,831,000.00	29,245,828.97	7.68
CHINA TOURISM GROUP DUTY FREE 'A'	CNY	305,329.00	14,257,029.10	3.74
CONTEMPORARY AMPEREX TECHNOLOGY 'A'	CNY	128,027.00	6,292,347.43	1.65
ECOVACS ROBOTICS 'A'	CNY	1,019,957.00	21,239,316.78	5.58
HUNDSUN TECHNOLOGIES 'A'	CNY	139,998.00	1,794,019.44	0.47
INTCO MEDICAL TECHNOLOGY 'A'	CNY	116,715.00	2,877,181.00	0.75
IRAY TECHNOLOGY 'A'	CNY	3,208.00	84,288.67	0.02
KWEICHOW MOUTAI CO LTD 'A'	CNY	51,403.00	15,754,130.22	4.13
LONGI GREEN ENERGY TECHNOLOGY 'A'	CNY	928,820.00	12,469,247.88	3.27
LUXSHARE PRECISION INDUSTRY 'A'	CNY	369,741.00	1,908,207.67	0.50
MIDEA GROUP 'A'	CNY	207,293.00	2,600,404.78	0.68
NARI TECHNOLOGY 'A'	CNY	2,776,600.00	13,190,399.69	3.46
PING AN INSURANCE 'H'	HKD	1,014,500.00	12,077,013.03	3.17
QUECTEL 'A'	CNY	347,614.00	11,102,403.24	2.91
S.F. HOLDING 'A'	CNY	961,869.00	11,888,695.26	3.12
SG MICRO 'A'	CNY	322,124.00	11,366,447.34	2.98
SHANGHAI BRIGHT POWER SEMICONDUCTOR 'A'	CNY	1,101.00	33,506.92	0.01
SHENZHEN MEGMEET ELECTRICAL 'A'	CNY	732,107.00	3,655,498.35	0.96
VENUS MEDTECH HANGZHOU 'H'	HKD	705,000.00	5,717,488.09	1.50
			238,313,606.04	62.53
TOTAL INVESTMENTS			339,772,107.35	89.15
CASH AT BANKS			43,452,123.80	11.40
OTHER NET LIABILITIES			-2,081,397.21	-0.55
TOTAL NET ASSETS			381,142,833.94	100.00

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

Hereford Funds - Bin Yuan Greater China Fund

Geographical and industrial classification of investments as at March 31, 2021

Geographical classification

(in % of net assets)	
China	62.53
Cayman Islands	26.62
	89.15

Industrial classification

(in % of net assets)	
Internet, software and IT services	19.24
Electronics and electrical equipment	18.69
Banks and credit institutions	7.68
Paper and forest products	6.76
Publishing and graphic arts	5.59
Construction of machines and appliances	5.11
Healthcare & social services	4.48
Tobacco and alcohol	4.13
Miscellaneous	3.74
Photography and optics	3.27
Insurance	3.17
Computer and office equipment	3.12
Pharmaceuticals and cosmetics	2.25
Textiles and clothing	1.92
	89.15

Hereford Funds

Notes to the financial statements as at March 31, 2021

NOTE 1

GENERAL

Hereford Funds (the "Fund") is an open-end investment fund with multiple sub-funds (*Société d'Investissement à Capital Variable ("SICAV") à compartiments multiples*) governed by Part I of the Law of December 17, 2010 relating to Undertakings for Collective Investment ("UCI"), as may be amended from time to time (the "2010 Law").

The Fund was incorporated in Luxembourg on November 23, 2007, for an indefinite period. The Fund is registered with the *Registre de Commerce et des Sociétés* of Luxembourg under number B134375.

FundPartner Solutions (Europe) S.A. with registered office at 15, avenue J.F. Kennedy, L-1855 Luxembourg, Grand Duchy of Luxembourg was appointed Management Company of the Fund as of January 13, 2018. It is a management company within the meaning of chapter 15 of the 2010 Law.

a) Sub-funds in activity

As at March 31, 2021, the Fund offers the following sub-funds:

- Hereford Funds - DSM US Large Cap Growth Fund expressed in USD,
- Hereford Funds - Bin Yuan Greater China Fund expressed in USD.

b) Significant events and material changes

As at February 22, 2021, the Board of Directors of the Fund took the decision to liquidate the sub-fund Hereford Funds - DGHM US All-Cap Value Fund with effect as at February 24, 2021.

A new prospectus came into force as at February 2021.

c) Share classes

As at March 31, 2021, the following share classes are offered:

Hereford Funds - DSM US Large Cap Growth Fund:

- AI (USD),
- BI (USD),
- D (USD),
- U (USD);

Hereford Funds - Bin Yuan Greater China Fund:

- AI (USD),
- BI (USD),
- CI (USD),
- CB (USD),
- DI (USD),
- DB (USD),
- L1 (USD),
- L2 (USD);

Notes to the financial statements as at March 31, 2021 (continued)

As at March 31, 2021, the following share classes are offered:

- Classes AI, BI, DI and U Shares: these Shares are reserved for investments made by investors qualifying as Institutional Investors within the meaning of the Law.
- Classes D Shares: these Shares are normally available in accordance with the provisions of the Prospectus and the Appendix to the Prospectus.
- Classes DB Shares: these Shares are reserved for investments made by investors qualifying as Institutional Investors within the meaning of the 2010 Law, who are approved by the Investment Manager.
- Classes L1 and L2 Shares: these Shares are reserved for investments made by investors qualifying as accredited or institutional investors within the meaning of the SFA and Institutional Investors within the meaning of the Law and are only available for such period of time as determined by the Directors in their sole discretion or the net assets of the sub-fund equal or exceed USD 20,000,000.

NOTE 2

SIGNIFICANT ACCOUNTING POLICIES

a) Presentation of the financial statements

The financial statements are prepared in accordance with generally accepted accounting principles and with the legal reporting requirements applicable in Luxembourg relating to UCIs.

b) Combined financial statements for the Fund

The combined financial statements of the Fund are expressed in USD and correspond to the sum of items in the financial statements of each sub-fund, converted into USD at the exchange rate prevailing at the closing date.

c) Conversion of foreign currencies for each sub-fund

Cash at banks, other net assets as well as the market value of the investment portfolio expressed in currencies other than the currency of the sub-fund are converted into the currency of the sub-fund at the exchange rate prevailing at the end of the closing date.

Income and expenses expressed in currencies other than the base currency of the sub-fund are converted into the base currency of the sub-fund at the exchange rate applicable on the transaction date.

Resulting foreign exchange gains and losses are recorded in the statement of operations and changes in net assets.

d) Valuation of assets

1) Securities and/or financial derivative instruments admitted to official listing on an official stock exchange or traded on any other organised market are valued at the last available price, unless such a price is not deemed to be representative of their fair market value;

2) 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 are valued prudently and in good faith by the Board of Directors of the Fund, on the basis of their estimated sale prices;

Notes to the financial statements as at March 31, 2021 (continued)

- 3) Cash and other liquid assets are be valued at their face value with interest accrued;
- 4) Financial derivative instruments which are not listed on a regulated market are valued in a reliable and verifiable manner on a daily basis, in accordance with market practice;
- 5) Liquid assets and money market instruments are valued at market value plus any accrued interest or on an amortised cost basis as determined by the Board of Directors of the Fund. All other assets, where practice allows, are valued in the same manner;
- 6) The units/shares of undertakings for collective investment are valued on the basis of the last known net asset value ("NAV");
- 7) In the event that the above mentioned calculation methods are inappropriate or misleading, the Board of Directors of the Fund may adjust the value of any investment or permit some other method of valuation to be used for the assets of the Fund 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;
- 8) For each sub-fund, securities whose value is expressed in a currency other than the reference currency of that sub-fund are 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.

e) Acquisition cost of investment securities in the portfolio

The cost of investment securities denominated in currencies other than the base currency of the different sub-funds is converted into the base currency of the different sub-funds at the exchange rate prevailing on the acquisition date.

f) Net realised gain or loss on sales of investments

The net realised gain or loss on sales of investments are calculated on the basis of the average acquisition cost and are disclosed net in the statement of operations and changes in nets assets.

g) Forward foreign exchange contracts

The unrealised gains or losses resulting from outstanding forward exchange contracts are determined on the valuation day on the basis of the forward exchange prices applicable on this date and are recorded in the statement of net assets.

h) Formation expenses

Formation expenses are amortised over a period of five years.

i) Income

Dividends are recorded net of withholding tax at ex-date. Interest is recorded on an accrual basis.

Hereford Funds

Notes to the financial statements as at March 31, 2021 (continued)

j) Transaction fees

Transaction fees disclosed under the item "Transaction fees" in the expenses of the statement of operations and changes in net assets are mainly composed of broker fees incurred by the Fund paid to the depository bank.

NOTE 3

"TAXE D'ABONNEMENT"

Pursuant to the legislation and regulations in force, the Fund is subject to an annual subscription duty "*taxe d'abonnement*" of 0.05% which is payable quarterly and calculated on the basis of the net assets of each sub-fund on the last day of each quarter.

However this percentage is reduced to 0.01% per annum for share classes reserved for institutional investors.

Pursuant to Article 175 (a) of the amended law of December 17, 2010, the net assets invested in undertakings for collective investment already subject to the "*taxe d'abonnement*" are exempt from this tax.

NOTE 4

ADVISORY FEES

The Advisory Company is entitled to advisory fees, payable on a quarterly basis at a total annual rate which could vary for each sub-fund, but which does not exceed 2.5% of the average net asset value of the relevant sub-fund, as determined during the relevant quarter.

The Investment Managers are remunerated by the Advisory Company out of the fees that it receives from the Fund.

The effective rates per annum are as following:

For the sub-fund Hereford Funds - DSM US Large Cap Growth Fund:

- 1.25% for Class AI,
- 0.70% for Class BI,
- 1.75% for Class D,
- 1.25% for Class U;

For the sub-fund Hereford Funds - DGHM US All-Cap Value Fund:

- 1.25% for Class AI, (liquidated on February 24, 2021)
- 1.75% for Class D; (liquidated on February 24, 2021)

Hereford Funds

Notes to the financial statements as at March 31, 2021 (continued)

For the sub-fund Hereford Funds - Bin Yuan Greater China Fund:

- 1.25% for Class AI,
- 1.00% for Class BI,
- 0.50% for Class CI,
- 0.75% for Class CB,
- 0.50% for Class DI,
- 0.50% for Class DB,
- 0.75% for Class L1,
- 0.25% for Class L2.

NOTE 5

PERFORMANCE FEES

The Advisory Company may also be entitled to a performance fee, as determined below.

For the sub-fund Hereford Funds - Bin Yuan Greater China Fund:

In relation to the class L2 shares, the Advisory Company receives a performance fee, accrued on each valuation date, paid annually, based on the NAV, equivalent to such performance level of the NAV per share (measured against the high water mark) over the return of the MSCI China All Shares Net Total Return (Bloomberg ticker MXCNANM Index) calculated since the last performance fee payment.

The performance fee is calculated on the basis of the NAV after deduction of all expenses, liabilities, and advisory fees (but not performance fee), and is adjusted to take account of all subscriptions and redemptions.

The performance fee is equal to the outperformance of the NAV per share multiplied by the number of shares in circulation during the calculation period. No performance fee will be due if the NAV per share before performance fee turns out to be below the high water mark for the calculation period in question.

The high water mark is defined as the greater of the following two figures:

- The last NAV per share on which a performance fee has been paid;
- The initial NAV per share.

The high water mark may be decreased by the dividends paid to shareholders.

If the performance of the NAV per share is negative over the calculation period, no performance fee will be calculated. If the performance of the NAV per share is positive, but the performance of the Benchmark Index is negative, the calculated performance fee will be based on the minimum between (i) the absolute performance of the Net Asset Value per share and (ii) Performance Fee Level of the outperformance over the Benchmark Index.

The performance fees cannot exceed the annual performance of the NAV per share.

For the period ended March 31, 2021, the performance fees amounted to USD 1,285,060.04 for the sub-fund.

Hereford Funds

Notes to the financial statements as at March 31, 2021 (continued)

There are no performance fees in relation to the sub-funds Hereford Funds - DSM US Large Cap Growth Fund, Hereford Funds - DGHM US All-Cap Value Fund and Hereford Funds - DGHM US MicroCap Value Fund.

NOTE 6 OTHER FEES PAYABLE

As at March 31, 2021, the other fees payable include mainly audit, management company, distribution, director, administration, liquidation, and depositary fees.

NOTE 7 EXCHANGE RATES AS AT MARCH 31, 2021

As at March 31, 2021, the exchange rates used are the following:

1 USD =	6.555019	CNY
1 USD =	7.774437	HKD

NOTE 8 PORTFOLIO MOVEMENTS

The statement of changes in investments for the reporting period is available free of charge at the registered office of the Fund or from the Depositary Bank and at the office of the Representative and Paying Agent in Switzerland and Information Agent in Germany.

NOTE 9 SUBSEQUENT EVENT

No significant event occurred after the period-end.

Hereford Funds

Total Expense Ratio ("TER")

Pursuant to the "Guidelines on the calculation and disclosure of the total expense ratio (TER)" of collective investment schemes of May 16, 2008 (version of April 20, 2015) of the Swiss Funds & Asset Management Association ("SFAMA"), the Fund is obliged to publish a TER for the latest 12-month period.

The TER is defined as the ratio between the total operating expenses (operating charges primarily consist of management and advisory fees, depositary fees, bank charges and interest, service fees, performance fees, taxes and duties) and the relevant sub-fund's / share class' average NAV (calculated on the basis of the daily average of the total net assets for the relevant year) expressed in its reference currency.

For the period from October 1, 2020 to March 31, 2021, the TER was:

Class	Currency	Annualised TER including performance fees	Annualised TER excluding performance fees
Hereford Funds - DSM US Large Cap Growth Fund			
AI	USD	1.69%	1.69%
BI	USD	1.00%	1.00%
D	USD	2.23%	2.23%
U	USD	1.69%	1.69%
Hereford Funds - Bin Yuan Greater China Fund			
AI	USD	1.47%	1.47%
BI	USD	1.19%	1.19%
CI	USD	1.04%	1.04%
CB	USD	1.02%	1.02%
DI	USD	0.70%	0.70%
DB	USD	0.72%	0.72%
L1	USD	1.02%	1.02%
L2	USD	3.90%	0.54%

Hereford Funds

Performance

The performance per share class was calculated by comparing the net assets per share as at September 30, 2018 with the net assets per share as at March 31, 2021.

The performance was calculated at the end of each period according to the "Guidelines on the calculation and publication of performance data of collective investment schemes" of May 16, 2008 (version of July 1, 2013) of the Swiss Funds & Asset Management Association ("SFAMA").

The performance given is based on historical data, which is no guide to current or future performance. Commissions and fees levied for the issue or redemption of shares, as applicable, have not been taken into account in this performance calculation.

As at March 31, 2021, performances were the following:

Class	Currency	Performance for the period ending March 31, 2021	Performance for the financial year ending September 30, 2020	Performance for the financial year ending September 30, 2019	Performance for the financial year ending September 30, 2018
Hereford Funds - DSM US Large Cap Growth Fund					
AI	USD	10.32%	32.04%	4.68%	14.20%
BI	USD	10.71%	32.95%	5.41%	14.99%
D	USD	10.03%	31.33%	4.12%	13.60%
U	USD	10.32%	32.04%	4.69%	14.20%
Hereford Funds - Bin Yuan Greater China Fund					
AI	USD	22.84%	0.59% *	-	-
BI	USD	22.99%	3.39% *	-	-
CI	USD	23.15%	58.87%	4.05% *	-
CB	USD	23.15%	58.86%	-1.94% *	-
DI	USD	23.30%	3.21% *	-	-
DB	USD	23.30%	2.09% *	-	-
L1	USD	23.15%	58.87%	5.08%	-14.23% *
L2	USD	21.61%	54.50%	5.59%	-14.16% *

* The performance of share classes launched during the year/period was calculated by comparing the net assets per share as at the launch date of the share class with the net assets per share as at the end of the year.

Other information to Shareholders (unaudited appendix)

Securities Financing Transactions Regulation ("SFTR")

As at March 31, 2021, the Fund is in the scope of the requirements of the Regulation (EU) 2015/2365 on transparency of securities financing transactions and of reuse. Nevertheless, no corresponding transactions were carried out during the period referring to the financial statements.

