

DSM US Large Cap Growth Sub-Fund Class A - April 2022

Investment Review

The Hereford/DSM US Large Cap Growth Sub-Fund depreciated 11.4% for the month of April compared to a (12.08)% return for the Russell 1000 Growth Index and a (8.72)% return for the S&P 500 both including dividends. At the end of April, the Sub-Fund was primarily invested in the technology, communication services and health care sectors, with smaller weights in the financials, consumer discretionary, consumer staples, materials and industrials sectors.

For the month, the Sub-Fund exceeded the benchmark by approximately 68bps. This was primarily the result of the Manager's selections in the information technology sector. The Manager's overweight in cash versus the benchmark and selections in health care also benefitted performance. The Manager's selections in financials detracted from performance. In April, the positions that contributed the most to the portfolio's return were Monster Beverage, Mastercard, Global Payments, Fleetcor Technologies and Keurig Dr. Pepper. The positions that contributed the least in the month were Alphabet, Amazon.com, Charles Schwab, Netflix and Microsoft.

Manager's Commentary

The Manager believes that investor concerns over persistent inflation that may cause higher than expected interest rates is the fundamental factor driving this year's market decline. Ongoing Federal Reserve, Bank of England, and in time, European Central Bank interest rate increases to stop inflation remain the driving factor behind lower price/earnings ratios in global markets. Higher interest rates will negatively impact both economically sensitive stocks and high P/E stocks. Needless to say, Russia's unfounded war against Ukraine has caused additional economic and inflationary concerns. In DSM's view, based on the historical relationship between the Fed Funds rate and inflation, the Fed Funds rate should at least catch up to or exceed the inflation rate by year-end 2022 or by the first quarter of 2023. On that basis, a Fed Funds rate of between 3% and 4% would make sense. In addition, the Fed will also begin to reduce the size of its balance sheet this year as it reverses years of quantitative easing with quantitative tightening.

The rationale behind many of the Manager's transactions over the past six months was to trim or sell higher P/E names and to purchase or add to positions with lower P/Es in order to reduce portfolio risk. Given a backdrop of rising interest rates, DSM believes equities with loftier P/Es or greater cyclicality will be at risk of a price correction. At month-end, based on the Manager's calculations, the portfolio was valued at approximately 20x next four quarters of earnings through June of 2023, and roughly 18x CY2023, with an underlying estimated earnings growth rate of 17%. In the 1990's, when the ten-year US Treasury bond yielded 5% to 6%, the P/Es on quality, predictable growth stock portfolios were similar. Accordingly, the Manager feels the portfolio today has a normal valuation in a world of higher than historically normal interest rates. If interest rates rise substantially over the next 12 to 18 months, the market will likely be volatile, however returns are a function of entry level, and the Manager believes the valuation of the portfolio entering this period is quite reasonable.

DSM has always been a growth manager with a valuation discipline. The current market downturn has been characterized by the aggressive selling of many digitally driven businesses. Despite this, the Manager believes the digital revolution is very likely to continue and is actively looking for new investment ideas in this area. Moreover, DSM continues to believe that the hyper-competitive and unrelenting digital world puts "old era" value businesses, whether industrial, retail, commodity or other, at an ever-increasing competitive disadvantage. While market corrections are painful, stock price corrections create attractive investment opportunities. It is an exciting time to be an investor with a strong valuation discipline and the ability to look a few years forward.

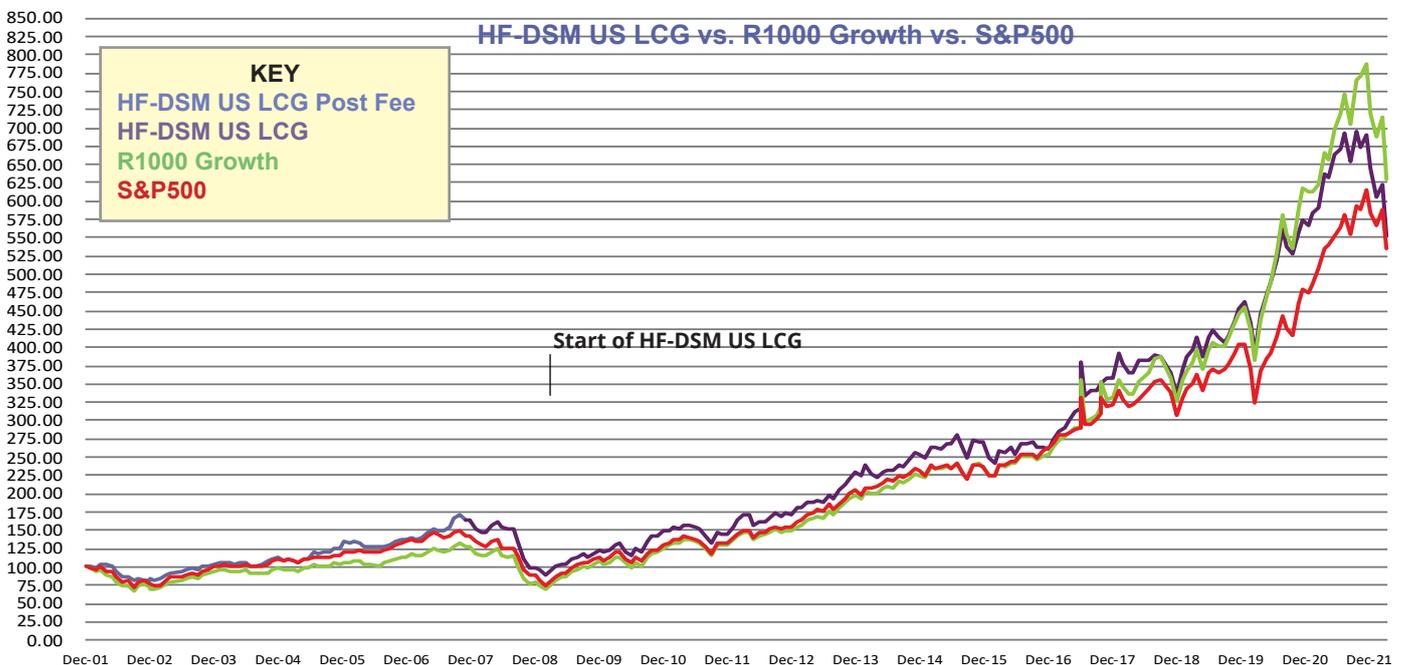
Key Information

NAV A Shares (30/04/22) US\$ 337.15
Total Fund Size (all share classes) US\$ 77.9m

Strategy Assets US\$ 5,934.6^(a)
Fund Launch Date 29-Nov-07

| Monthly Performance (%) | | | | | | | | | | | | | |
|------------------------------------|-------|-------|-----|--------|-----|-----|-----|-----|-----|-----|-----|-----|--------|
| | Jan | Feb | Mar | Apr | May | Jun | Jul | Aug | Sep | Oct | Nov | Dec | YTD |
| HF-DSM US LCG | (6.9) | (5.9) | 3.0 | (11.4) | | | | | | | | | (20.0) |
| Russell 1000 Growth ^(c) | (8.6) | (4.3) | 2.9 | (12.4) | | | | | | | | | (20.0) |
| S&P 500 ^(c) | (5.2) | (3.0) | 2.7 | (8.7) | | | | | | | | | (12.9) |

| Period Performance (%) | 2021 | 2020 | 2019 | 2018 | 2017 | 2016 | 2015 | 2014 | 2013 | 2012 | 2011 | 2010 | 2009 | 2008 | 2007 | 2006 | Cumulative | Annualised |
|--------------------------------------|------|------|------|-------|------|-------|------|------|------|------|-------|------|------|--------|------|------|------------|------------|
| HF-DSM US LCG Returns ^(b) | 20.5 | 26.4 | 35.0 | (6.2) | 36.8 | (3.3) | 7.0 | 9.7 | 34.1 | 18.2 | (2.0) | 21.9 | 22.8 | (39.3) | 18.7 | 9.8 | 452.3 | 8.77% |
| Russell 1000 Growth ^(c) | 27.5 | 38.5 | 36.4 | (1.5) | 30.2 | 7.1 | 5.7 | 13.1 | 33.5 | 15.3 | 2.6 | 16.7 | 37.2 | (38.4) | 11.8 | 9.1 | 436.2 | 9.47% |
| S&P 500 ^(c) | 28.6 | 18.4 | 31.3 | (4.4) | 21.8 | 12.0 | 1.4 | 13.7 | 32.4 | 16.0 | 2.1 | 15.1 | 26.5 | (37.0) | 5.5 | 15.8 | 529.2 | 8.61% |



HF Hereford Funds

Top Ten Holdings

| | |
|-----------------------|--------------------|
| Alphabet (Cl. A) | Meta Platforms |
| Amazon.com | Microsoft |
| Boston Scientific | Charles Schwab |
| Fleetcor Technologies | UnitedHealth Group |
| Mastercard | Visa |

| Sectoral Breakdown | % of Assets |
|------------------------|-------------|
| Information Technology | 38.7% |
| Communication Services | 14.5% |
| Health Care | 13.4% |
| Financials | 9.2% |
| Consumer Discretionary | 7.4% |
| Consumer Staples | 4.7% |
| Materials | 3.1% |
| Industrials | 2.5% |

Investment Objective

The investment objective of the HF-DSM US LCG is to provide capital appreciation principally through investments in US-based growing corporations with market capitalizations generally above US\$ 5 billion. These companies are chosen for their growth prospects, attractive returns, solid business fundamentals and intelligent management. The sub fund may, on an ancillary basis, invest in US-based companies with lower market capitalizations as well as in non-US based companies. The Compartment may invest in American Depository Receipts and American Depository Shares. The reference benchmark for this strategy is the Russell 1000 Growth Index.

| Fund Codes | | Since inception | HF-DSM US LCG | HF-DSM US LCG Composite | R1000 Growth |
|------------|--------------|-------------------|---------------|-------------------------|--------------|
| Bloomberg | DSMUSLA LX | Volatility | n/a | 15.5 | 15.6 |
| ISIN | LU0327604228 | Sharpe Ratio | n/a | 0.5 | 0.5 |
| Reuters | LP65102015 | Information Ratio | n/a | -0.1 | |
| Sedol | B28TLX2 | Tracking Error | n/a | 6.3 | |
| | 3504726 | Beta | n/a | 0.9 | |
| WKN | A0M58T | Alpha | n/a | 0.2 | |

Fund Details

| | |
|--------------------|--|
| Dealing Day | Daily |
| Dividends | None - income accumulated within the fund |
| Investment Manager | DSM Capital Partners LLC 7111 Fairway Drive, Suite 350, Palm Beach Gardens, FL 33418 |
| Management Company | FundPartner Solutions (Europe) S.A. 15, Avenue John F Kennedy, L-1855 Luxembourg |
| Custodian | Pictet & Cie (Europe) S.A. 15A, Avenue John F Kennedy, L-1855 Luxembourg |
| Legal Advisers | Elvinger, Hoss & Prussen 2 Place Winston Churchill, L-1340 Luxembourg |
| Auditor | Deloitte Audit S.à.r.l. 560 Rue de Neudorf, L-2220 Luxembourg |

Order Transmission Information

FundPartner Solutions (Europe) S.A.
15, avenue J. F. Kennedy
L-1855 Luxembourg

Via Fax +352 46 71 71 7667
or SWIFT PICTLULXTAS

- This refers to the total assets invested in the reference strategy managed by the Investment Manager.
- Data and graph depict DSM Composite through November 2007 and Hereford Funds DSM US Large Cap Growth Fund Class A thereafter. Historical gross performance of DSM Large Cap Composite returns (the Reference Strategy) is net of modeled fee and expense typical of Hereford Funds DSM US Large Cap Growth Fund Class A (1.25% fee + 0.25% expense). Fund follows same strategy. Performance presentation incomplete without accompanying footnotes as shown at www.dsmcapital.com.
- Total return including dividends.
- The fund is registered with the BaFin for public distribution in Germany from 17/10/12, registered with the AFM for public distribution in the Netherlands and registered with the AMF for public distribution in France.
- Share Class U has been granted Reporting Status by HMRC as of October 1, 2010.
- Share Class D is German tax registered from October 1, 2010.

Annual Management Charge

| | |
|----------------------------------|-------|
| Share Class A & U ^(e) | 1.25% |
| Share Class D ^(f) | 1.75% |

France - Centralizing Correspondent as defined by French Regulation:

Société Générale - Order Desk, 32, avenue du Champ de Tir, BP 81236, F-44312 Nantes Cedex 3
Phone: +33/2.51.85.66.40, Fax: +33/2.51.85.58.71

Germany - Paying Agent as defined by German Regulation:

Marcad, Stein & Co - Ballindamm 36, 20095 Hamburg
Phone: +49/40.32.099.556, Fax: +49/40.32.099.206

Switzerland - Representative and Paying Agent as defined by Swiss Regulation:

FundPartner Solutions (Suisse) SA (route des Acacias 60, 1211 Geneva 73, Switzerland) as Swiss representative and Banque Pictet & Cie SA (route des Acacias 60, 1211 Geneva 73, Switzerland) as Swiss paying agent.

Minimum Investment

| | |
|----------------------------------|---|
| Share Class A & U ^(e) | \$100,000 initial / \$10,000 subsequent |
| Share Class D | \$10,000 initial / \$1,000 subsequent |

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