

Investment Review

The Hereford/DSM US Large Cap Growth Sub-Fund depreciated (0.06)% for the month of March compared to a (1.14)% return for the Russell 1000 Growth Index and a (1.58)% return for the S&P 500 including dividends. At the end of March, the Fund was invested primarily in the health care, technology and consumer discretionary sectors, with smaller weights in the financials, materials and consumer staples sectors.

For the month, the Fund exceeded the benchmark by approximately 100 bps. This was primarily the result of the Manager's selections in technology, as well as the Fund's overweight in health care versus the benchmark. In March, the best performing positions in the portfolio were Regeneron Pharmaceuticals, NXP Semiconductors, Tencent Holdings, Perrigo and Biogen. The worst performers for the month were Celgene, Priceline Group, Monsanto, Comcast and Visa.

Manager's Commentary

DSM's multi-year global economic outlook of stable 3% type growth remains unchanged. Certainly various geopolitical factors, particularly in the Ukraine and the Middle East, as well as slow growth in Europe and potential issues relating to the situation in Greece, provide cause for worry. However these dynamics are well known to investors and we continue to feel comfortable with our forecast.

Fourth quarter GDP growth in the US was recently reported at 2.2% annualized, driven by consumer spending, especially in healthcare, but offset by weaker inventory growth. Given the price of oil, it is of no surprise that weakness in energy sector investment has also had a negative impact. Despite a number of mixed economic reports, the US looks set to continue on its 2% plus annual growth rate, although we would add that there is the possibility that growth might approach 3% in 2015. Recent low inflation reports and continued slow and steady employment gains have caused many observers to push the Federal Reserve's long expected first rate hike to the autumn of this year from June. But with unemployment lower, albeit in part driven by workers dropping out of the workforce, and with wage gains beginning to accelerate, we believe a rate hike is approaching. In short, the timing of the rate hike remains "data dependent." In Europe economic growth remains the primary issue. Unemployment in the Eurozone recently was reported at 11.3% versus an expected 11.2%, although there are some signs of improved employment trends. The weaker Euro may well aid economic growth, while the ECB's anti-deflationary quantitative easing policies could prove supportive as well. The discussions over Greek debt continue. Greece remains insistent that it renegotiate its obligations, which implies that a portion of the debt will be written off, and with that is the threat of actually leaving the European Union. We are "cautiously optimistic" that economic growth in China will remain in the 6% to 7% range, even as China's government continues its economic reform program which, at its core, emphasizes a significant anti-corruption effort in all areas of the economy. However, the government also remains active with pro-growth initiatives. Japan's economic growth should remain modestly positive, in the 1% to 2% range.

While many well-publicized geopolitical risks remain of concern to investors, the positive scenario of an improving and increasingly stable global financial system, low inflation, low energy prices, steady global economic growth, low interest rates and growing corporate earnings are positive variables that, while not headline-making news, continue to form the foundation of an upwardly-driven bull market. More recently, the quantitative easing program undertaken by the European Central Bank may also prove to be supportive of the financial markets.

The portfolio continues to be focused on unique global businesses that have been identified, and are continuously subject to analysis, by our ten-member investment team. We believe that the valuation of the portfolio, at 20.9x next-four-quarter earnings through March of 2016, and 18.3x 2016 earnings, based on our calculations, continues to be attractive in the current slow growth economic environment and relative to the market. We also continue to project a mid-to-high "teens" earnings growth rate through 2018. Additionally, the portfolio holdings remain characterized by strong balance sheets and significant free cash flow.

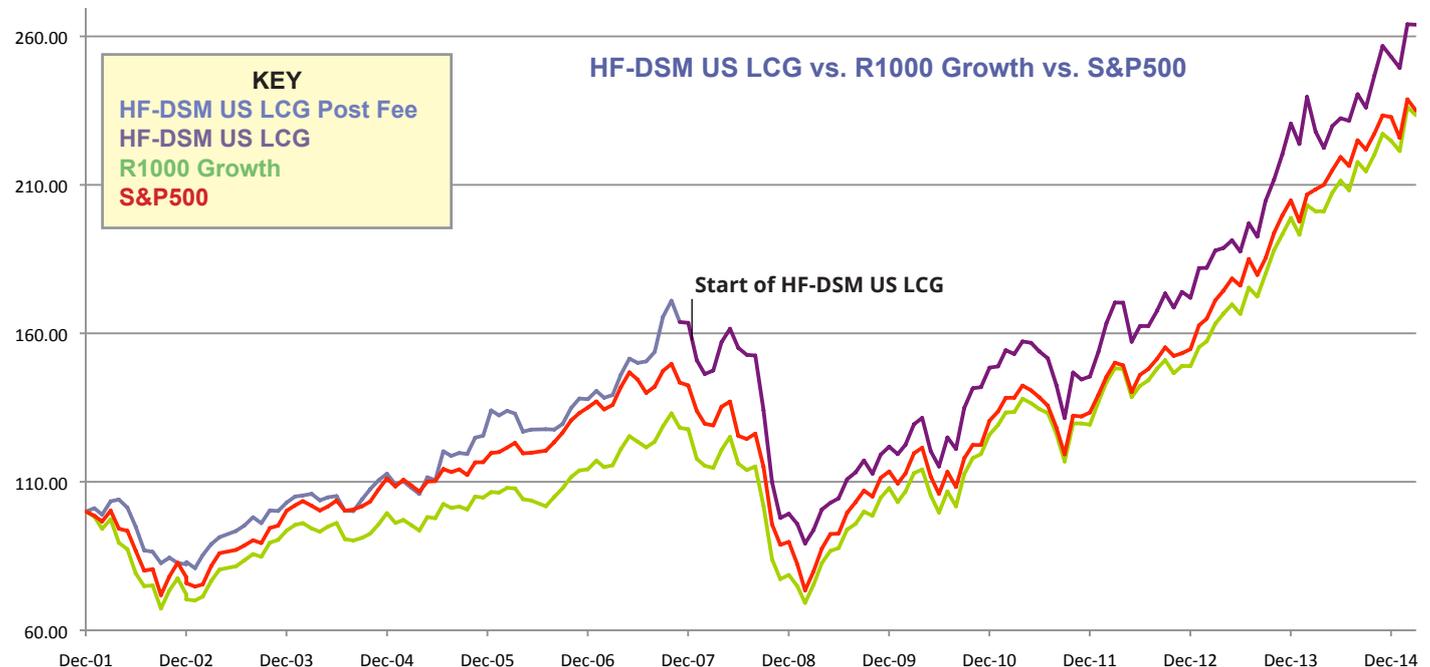
Key Information

NAV A Shares (31/03/15) US\$ 161.1
Total Fund Size (all share classes) US\$ 135.6m

Strategy Assets US\$ 4,771.8m^(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	-1.5	5.9	-0.1										4.3
Russell 1000 Growth ^(c)	-1.5	6.7	-1.1										3.8
S&P 500 ^(c)	-3.0	5.7	-1.6										1.0

Period Performance (%)	YTD	2014	2013	2012	2011	2009	2009	2008	2007	2006	2005	2004	2003	Cumulative	Annualised
HF-DSM US LCG Returns ^(b)	4.3	9.7	34.1	18.2	(2.0)	21.9	22.8	(39.3)	18.7	9.8	11.4	9.4	25.2	149.4	7.2%
Russell 1000 Growth ^(c)	3.8	13.1	33.5	15.3	2.6	16.7	37.2	(38.4)	11.8	9.1	5.3	6.3	29.7	121.4	6.3%
S&P 500 ^(c)	1.0	13.7	32.4	16.0	2.1	15.1	26.5	(37.0)	5.5	15.8	4.9	10.9	28.7	125.8	6.4%



HF Hereford Funds

Top Ten Holdings	
Actavis	Google (Cl. A & C)
Biogen Idec	Priceline Group
Celgene	Starbucks
Cognizant Technology Solutions	Time Warner
Dollar Tree	Visa

Sectoral Breakdown	% of Assets
Health Care	31.8%
Information Technology	30.1%
Consumer Discretionary	25.0%
Financials	7.7%
Materials	2.9%
Consumer Staples	1.8%

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	
Bloomberg	DSMUSLA LX
ISIN	LU0327604228
Reuters	LP65102015
Sedol	B28TLX2
	3504726
WKN	A0M58T

Since inception	HF-DSM US LCG	HF-DSM US LCG Composite	R1000 Growth
Volatility	n/a	14.7	15.1
Sharpe Ratio	n/a	0.4	0.4
Information Ratio	n/a	0.2	
Tracking Error	n/a	6.7	
Beta	n/a	0.9	
Alpha	n/a	1.6	

Fund Details	
Dealing Day	Daily
Dividends	None - income accumulated within the fund
Investment Manager	DSM Capital Partners LLC 116 Radio Circle Drive, Suite 200, Mount Kisco, NY 10549, USA
Management Company	BSI Fund Management S.A. 44F, rue de la Vallée, L-2661 Luxembourg
Custodian	BSI Europe S.A. 122, Rue Adolphe Fischer L-1521 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

Annual Management Charge	
Share Class A & U ^(e)	1.25%
Share Class D ^(f)	1.75%

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

Order Transmission Information

Original Applications To:

UBS Fund Services
Attn.: Transfer Agent
33a avenue J.F. Kennedy
L-1855 Luxembourg

Subsequent Applications Only Via Facsimile:

UBS Fund Services
Attn.: Transfer Agent
Fax : (+352) 4410106417
Tel: (+352) 4410106404
Email: sh-ubsfsl-transferagent@ubs.com

- 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.

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