



Hereford Funds **DSM US Large Cap Growth Fund** April 2008

April 2008 Investment Review

The Hereford/DSM Large Cap Fund appreciated 6.5% for the month of April compared to 5.3% for the Russell 1000 Growth index and 4.9% for the S&P500. Consistent with last month, the majority of the fund remains invested in the health care, technology, business services, and energy services sectors. The weighted average P/E of the portfolio is 21.9x which we believe is attractive relative to our estimated earnings growth of 20%.

The markets continued their recovery from the lows seen in mid-March, partially on the belief that the worst of the credit crisis had passed and that the financial system has stabilized following the collapse of Bear Stearns. In their most recent meeting, the Federal Reserve opted for another 25 basis point cut in the Fed Funds rate to 2% marking the seventh reduction in the past 8 months. Reaction to the cut was mixed as inflation hawks had hoped for a more definitive signal that the recent string of cuts had come to an end. Instead, the Fed indicated that while this may be the last cut for a while, they would not rule out further action if warranted. The dollar is hovering near all-time lows, and commodities are near all time highs. But, with so-called core inflation up 2.1% year over year in March, it remains just slightly above the Fed's comfort zone of 2%.

The Commerce Department recently announced that Q1 GDP growth was a positive 0.6%. While we are technically not in recession, many important indicators including job losses, unemployment claims, and consumer confidence are pointing in that direction. The Fed faces a tough balancing act.

During the month of April, we made some adjustments to the portfolio. After trimming Franklin Resources in March, we have opted to exit the position entirely. We also took the opportunity to trim our holdings in Allergan and Monsanto. In the case of Allergan, we felt that increased economic pressure on consumers could curtail spending on some of AGN's key products which are discretionary in nature. The MON trim was valuation related. We initiated a new position in Schering Plough following a significant sell-off that we felt was overdone.

Key information

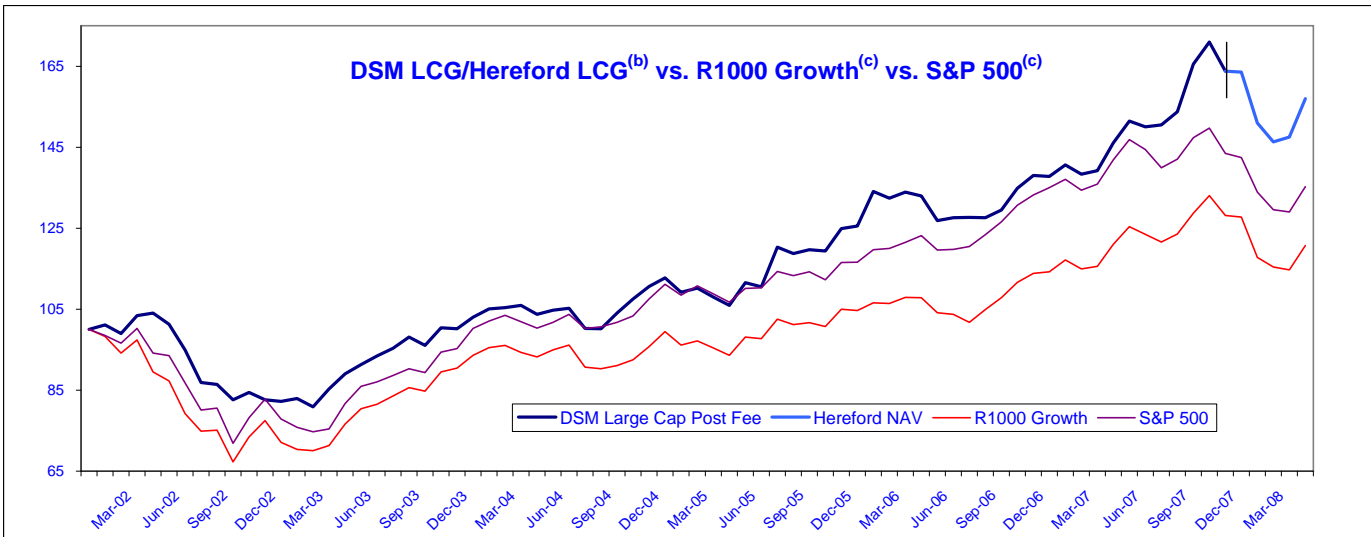
NAV A Shares (30/04/08): \$95.83
 Total Fund Size: \$18.9 mil
 Strategy Assets: \$1,213.8mil^(a)
 Fund Launch Date: 29-Nov-07

Monthly Performance (%)

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
Hereford Funds NAV	(7.7)	(3.1)	0.8	6.5									(4.0)
Russell 1000 ^(c)	(7.8)	(2.0)	(0.6)	5.3									(5.5)
S&P 500 ^(c)	(6.0)	(3.3)	(0.4)	4.9									(5.0)

Period Performance (%)

	YTD	Since Inception 01/01/02							Cumulative	Annualised
		2007	2006	2005	2004	2003	2002			
DSM LCG/Hereford LCG Returns ^(b)	(4.0)	18.7	9.8	11.4	9.4	25.2	(17.7)	57.0	7.4	
Russell 1000 ^(c)	(5.5)	11.8	9.1	5.3	6.3	29.7	(27.9)	20.7	3.0	
S&P 500 ^(c)	(5.0)	5.5	15.8	4.9	10.9	28.7	(22.1)	35.3	4.9	





Top Ten Holdings	% NAV	Sectoral Breakdown	% of Assets
Celgene Corp	8.9%	Health Care	32.2%
Schlumberger Ltd	7.9%	Information Technology	22.5%
Google Inc-CI A	5.6%	Energy	15.6%
Genzyme Corp	5.0%	Industrials	8.9%
Weatherford Intl Ltd	4.8%	Services	5.6%
ABB	3.9%	Financials	5.6%
Stryker Corp	3.7%	Materials	3.4%
Apple Inc	3.7%	Consumer Discretionary	2.8%
Monsanto Co	3.4%	Consumer Staples	2.3%
Hologic	3.4%		

Investment Objective

The investment objective of the sub fund is to provide capital appreciation principally through investments in US-based growing corporations with market capitalizations generally above 2 billion dollars. 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 (Share Class A)	Since Inception Risk Profile	DSM US LCG	DSM LC	R1000 Growth	
Bloomberg	DSMUSLA LX	Volatility	n/a	11.37	12.81
ISIN	LU0327604228	Sharpe Ratio	n/a	0.32	-0.05
Reuters	LP65102015	Information Ratio	n/a	0.44	
Sedol	B28TLX2	Tracking Error	n/a	8.35	
Valoren	3504726	Beta	n/a	0.68	
WKN	A0M58T	Alpha	n/a	4.35	

Fund Details

Dealing day	Daily
Dividends	None - income accumulated within the fund
Investment Manager	DSM Capital Partners LLC, 320 East Main Street, Mount Kisco, NY 10549, USA
Promoter	VP Bank (Luxembourg) S.A., 26 Avenue de la Liberté, L-1930 Luxembourg
Authorized Corporate Director	VPB Finance S.A., 26 Avenue de la Liberté, L-1930 Luxembourg
Custodian	VP Bank (Luxembourg) S.A., 26 Avenue de la Liberté, L-1930 Luxembourg
Legal Advisers	Elvinger, Hoss & Prussen, 2 Place Winston Churchill, L-1340 Luxembourg
Auditor	Deloitte, 560 Rue de Neudorf, L-2220 Luxembourg

Annual Management Charge

Share Class A	1.25%
Share Class B	0.25% + 20% performance fee on outperformance vs US T-Bill with HWM
Share Class C(d)	1% + 20% performance fee on outperformance vs US T-Bill with HWM
Share Class D	1.75%

Minimum Investment

Share Class A&B	\$100,000 initial / \$10,000 subsequent
Share Class C&D	\$10,000 initial / \$1,000 subsequent

Order Transmission / Information

Original Applications To:

VPB Finance S.A.
attn. Fund Operations / TA-HFF
P.O. Box 923
L-2019 Luxembourg
or, for transmissions via courier service,
26, avenue de la Liberté, L-1930 Luxembourg

Subsequent Applications Only Via Facsimile:

VPB Finance S.A.
attn. Fund Operations / TA-HFF
Fax : (+352) 404 770 283
Tel: (+352) 404 770 260
e-mail: luxfunds.info@vpbank.com

- (a) This refers to the total assets invested in the reference strategy managed by the Investment Manager
 (b) 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) minus 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 dsmcapital.com
 (c) Total return including dividends.
 (d) Share Class C is German tax registered from 4/1/08.

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