

**Investment Review**

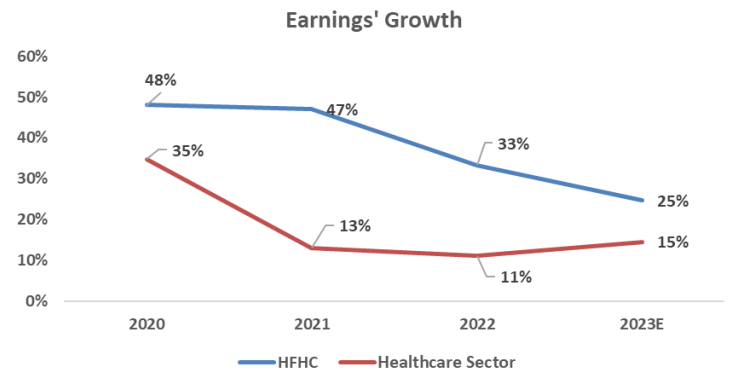
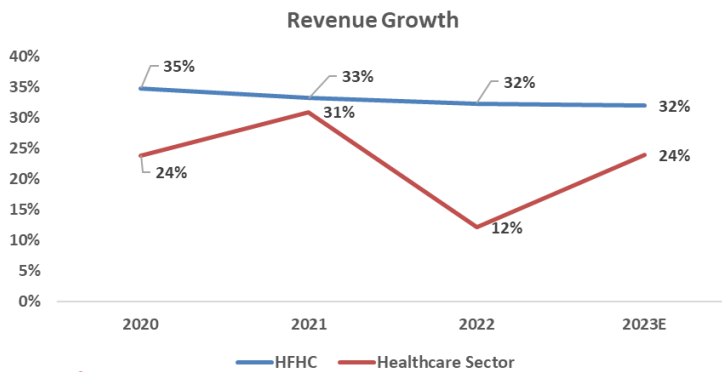
The Hereford Funds – Bin Yuan Healthcare Fund (share class L1) depreciated 2.51% for the month of April (net of fees) compared to a 2.99% return for the benchmark. At the end of April, the Sub Fund was mainly invested in the Healthcare Equipment & Parts and Services sectors, with little weight in the Pharmaceuticals sector.

For the month, the Fund underperformed the benchmark 5.49%. In April, the positions that contributed the most to the portfolio's return were IRAY TECHNOLOGY, JIANGSU HENGRUI and AK MEDICAL. The positions that contributed the least were WUXI APPTec, NEW INDUSTRIALS and YIFENG PHARMACY.

**Manager's Commentary**

China's stock market was volatile as 1Q earnings were released in April. A share companies in aggregate posted negative Y/Y earnings growth. This was not surprising considering that this period occurred within three months after a significant COVID outbreak. In contrast, the entire healthcare industry has shown great resilience. A share Healthcare companies in aggregate posted Y/Y revenue growth of 10.8% and earnings growth of 14.2%. In Q1 the Bin Yuan Healthcare Strategy portfolio posted Y/Y revenue growth of 19.5% and earnings growth of 19.4%. For the whole year of 2023, we expect our portfolio could achieve Y/Y revenue growth of 32.0% and earnings growth of 24.6% (see below charts).

At the stock level, iRay Technology share price rebounded due to strong earnings results, an improved outlook, and improved sentiment. iRay is an X-ray detector provider that is strengthening its global competitiveness and increasing its global market share. The company posts outstanding R&D and manufacturing capabilities. Our confidence relies on not only the good sales of iRay's products in the medical field this year but also on its expansion capability in the industrial field and other high-precision products. We visited the company on April 3rd and met with the Chairman which further reinforced our positive outlook.



**Key Information**

NAV (30/04/23) US\$ 79.3 (L1)

Total Fund Size US\$ 14.6 m

Strategy Assets US\$ 14.6 m<sup>(a)</sup>

Fund Launch Date 03-Dec-21

Monthly Performance (%) data from FPS/Pictet															
										2023					ITD
	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD	Jan	Feb	Mar	Apr	YTD	
Bin Yuan HC Fund	0.03	11.97	-6.89	-3.01	-6.87	4.63	5.02	5.54	-17.07	7.72	-5.48	-4.80	-2.51	-5.50	-20.66
Index <sup>(b)</sup>	-1.88	14.66	-3.23	-4.54	-18.60	-3.10	22.05	6.02	-25.50	9.11	-9.91	-4.72	2.99	-3.54	-33.92

*Risk and reward profile*



Top Ten Holding					
1	KANGJI MEDICAL H	10.23%	2	IRAY TECHNOLOG-A	8.08%
3	WUXI BIOLOGICS C	6.82%	4	SHENZHEN MINDR-A	6.44%
5	WUXI APPTec CO-A	5.31%	6	AIER EYE HSPTL-A	4.76%
7	JIANGSU HENGRU-A	4.71%	8	ASYMCHEM LABOR-A	4.39%
9	INNOVENT BIOLOGI	4.20%	10	HANGZHOU TIGER-A	3.88%

### Investment Objective

The investment objective of the Compartment is to provide long term capital growth, measured in USD, primarily through investment in equities and equity-linked securities of Greater China Companies, as defined hereafter.

Market Breakdown	% of Assets
A Share	67
Hong Kong (Discounted Dual Listing)	2
Hong Kong	28

Sectoral Breakdown	% of Assets
Healthcare Equipment & Parts	51
Services	31
Biotechnology	9
Pharmaceuticals	6

Valuation	Portfolio	Benchmark
Period	4/30/2023	4/30/2023
2023 PE (X) – Weighted Avg. Method	27.0	22.0
2023 PE (X) – Integral Method	27.6	33.3
2023 PB (X)	5.1	1.4
2023 Div. Yield (%)	0.8	1.1
2023 ROE (%)	18.7	6.2
Earning Growth (%) Forward 3 YR	26.0	26.5
2023 PEGY	1.0	0.8
FCF Yield	2.0	1.2

Annual Management Charge   TERs as at end September 2021	
Share Class L1	0.50%   NA
Share Class A	1.00%   NA
Share Class P	0.50% with 10% Performance Fee   NA
Minimum Investment	
Share Class L1	\$100,000 Minimum initial subscription & holding
Share Class A	\$100,000 Minimum initial subscription & holding
Share Class P	\$100,000 Minimum initial subscription & holding

Fund Codes	
Share Class	L1
Bloomberg	HEFYHUA LX
TK	
ISIN	LU2413982427
Lipper ID	
Sedol	BLBH245

Footnote:

- (a) This refers to the total assets invested in the reference strategy managed by the Investment Manager.  
 (b) MSCI China Health Care Index (Bloomberg Ticker MXCNOHC Index).

Fund Details	
Dealing Day	Daily
Dividends	None – income accumulated within the fund
Investment Manager	Bin Yuan Capital Room 1505, 15/F, 299QRC 287-299 Queen’s Road Central Sheung Wan, Hong Kong
Management Company	FundPartner Solutions (Europe) S.A. 15, Avenue John F Kennedy , L-1855 Luxembourg
Custodian	Pictet & Cie (Europe) S.A. 15, Avenue John F Kennedy, L-1855 Luxembourg
Legal Advisors	Elvinger Hoss Prussen S.A. 2, Place Winston Churchill, L-1340 Luxembourg
Auditor	Deloitte Audit S.à r.l. 560, route de Neudorf, L-2220 Luxembourg

### Order Transmission Information

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