Hereford Funds - Firth Asian Value Fund

March 2016

Key information

NAV A shares (31/03/2016)	$101.3	Strategy assets	US$221m[(a)]
Total fund size	US$32m	Fund launch date	31 May 2011

Investment objective

The investment objective of the Hereford Funds - Firth Asian Value Fund is to generate long term capital growth from a portfolio of listed company securities in Asia (ex- Japan).

Firth Investment, the Investment Manager, aims to exploit the opportunities and pricing inefficiencies in listed smaller capitalization stocks throughout Asia (excluding Japan, Australia and New Zealand). They are active managers and employ a long-only value approach to investment. The investment process has been developed as a result of their own research and experience with the asset class.

The focus is on stock selection. They generate their own ideas, conduct their own research, and scour the region for companies which are being ignored by other investors, usually those with a market value below US$1 billion. The emphasis is on what they pay for a stock and the qualities of a company that they get in return for what they pay. They look for balance sheet strength and aim to invest in cheap stocks where there is a reasonable probability of positive change.

The Investment Manager takes a conservative approach to portfolio construction, with the aim of avoiding extreme outcomes and permanent loss of capital. They do not hedge against market risk or use cash levels deliberately to vary exposure to the market.

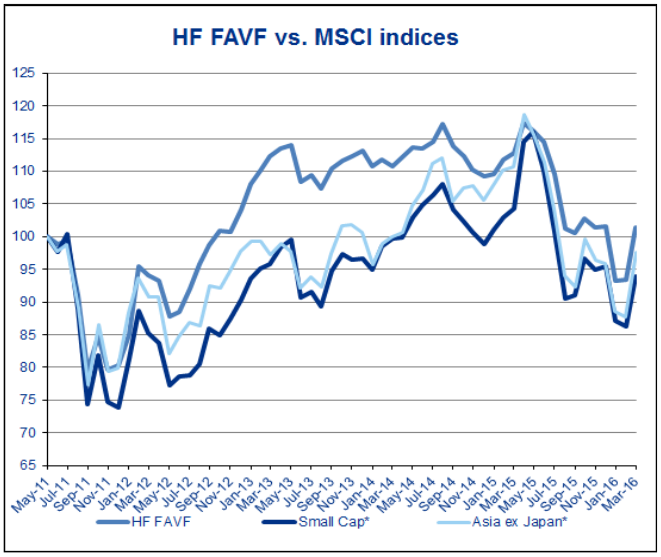
March 2016 investment review

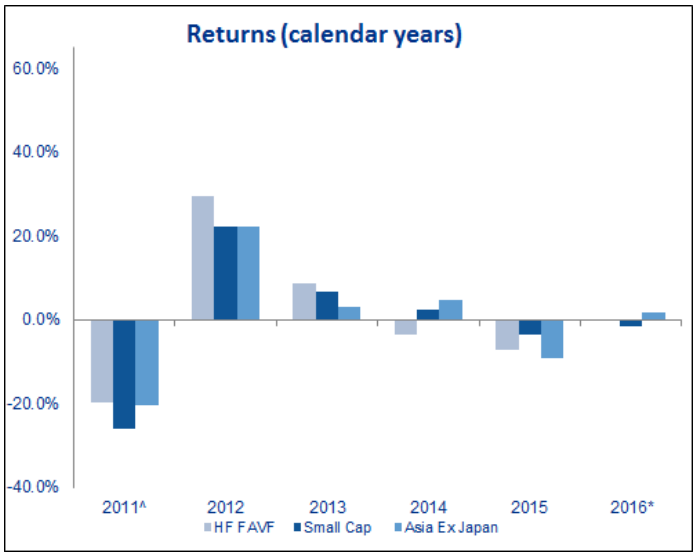
March brings to an end a quarter of considerable volatility, a collapse of prices in January when investors feared a global recession, and a recovery in March when central bank action and statements of intent calmed the situation. Asia ex-Japan equity markets and currencies recovered sharply in March to reverse the losses endured earlier in the quarter. Small cap country indices for the Philippines (+17%) and India (+15%) delivered the strongest returns while currencies in Korea (+8%) and Malaysia (+7%) appreciated most against the US dollar.

In recent days purchasing managers' indices for a number of countries have pointed to some improvement in manufacturing activity during March. In addition to further stimulatory comments and actions in the western developed economies, monetary policy settings in Asia have continued to ease with policy rates cut in India, Indonesia and Taiwan. But there is concern about deteriorating credit quality across the region. Credit rating agencies have downgraded the outlook for China and Hong Kong and corporate earnings estimates are being reduced for 2016. Restructuring and M&A activity appears to be increasing and has been a source of return for the portfolio in recent weeks.

Returns (net of fees and expenses: 1 year & 3 year are rolling periods to the end of the most recent month)

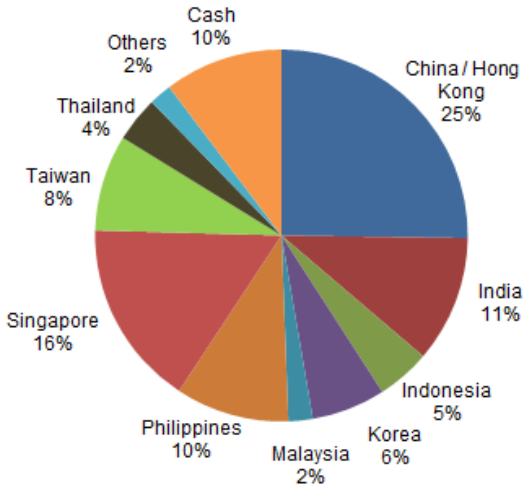
		1 month	YTD 2016	1 year	3 years	Since inception 31 May 2011
HF FAVF NAV	**101.3**	**8.5%**	**-0.3%**	**-10.2%**	**-9.8%**	**1.3%**
MSCI AC Asia Ex Japan Small Cap Index	**1,151.4**	**8.8%**	**-1.6%**	**-10.0%**	**-2.0%**	**-6.1%**
MSCI AC Asia Ex Japan Index	**342.9**	**11.2%**	**1.8%**	**-11.9%**	**0.3%**	**-2.4%**





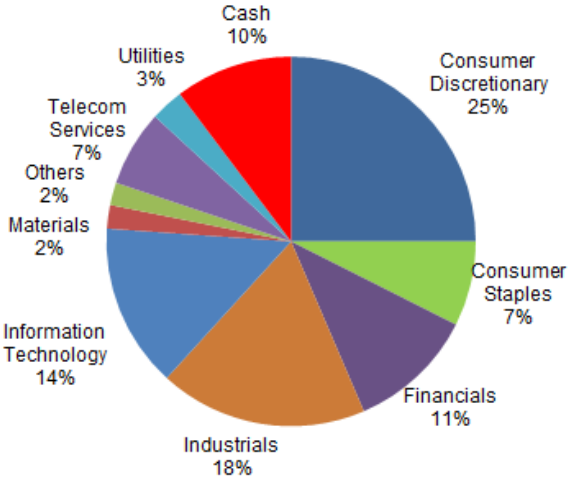
*Source: Bloomberg, Firth Investment Management. Both MSCI benchmark indices (Bloomberg: MSLUAAJN and NDUECAXJ) are net total return indices in USD. MSCI calculates net total return by reinvesting any dividend income after deducting withholding taxes. ^ from 31 May 2011. *to 31 March 2016.*

Portfolio composition by country



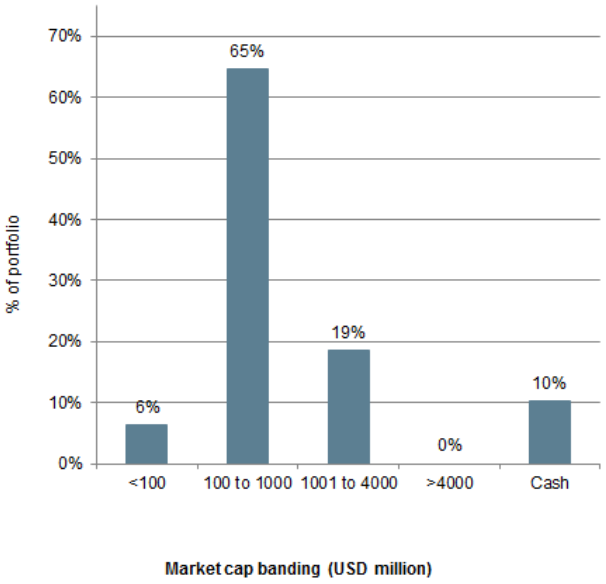
Source: Bloomberg, Firth Investment Management
Note: "Others" is composed of a Vietnam ETF

Portfolio composition by sector



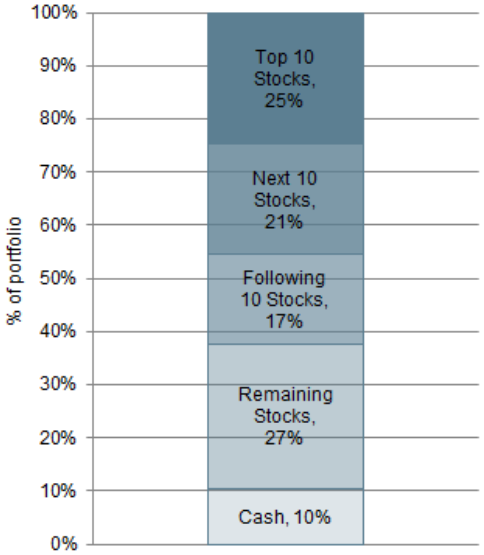
Source: Bloomberg, Firth Investment Management
Note: "Others" is composed of a Vietnam ETF

Portfolio composition by market cap band



Source: Bloomberg, Firth Investment Management

Portfolio composition holding as % of NAV



Source: Bloomberg, Firth Investment Management

Comparison of constituents with our universe

Portfolio composition	HF FAVF	Our universe
No. of stocks	55	3,667
Largest holding (% of net assets)	3.0%	0.2%
Market cap range, smallest to largest (USD millions)	$50-$2,714	$50-$4,000
Average market cap (USD millions)	624	$600
Median market cap (USD millions)	373	$298

Valuation of constituents, compared to our universe	HF FAVF	Our universe
Price to book (median)	1.1	1.7
Price to earnings (median)	11.8	17.4
Dividend yield (median)	3.7	2.2

Data: Historic fundamental data, latest market price. Note: Our universe is composed of stocks with $50m-$4bn market cap and free float > = $50m from Asia ex Japan countries with market cap weighting. Source: Bloomberg, Firth Investment Management, as of 31 March, 2016.

Fund codes

Bloomberg:	HFIRASA LX *	Sedol:	B64KS81
ISIN:	LU0618975774	Valoren:	12853411
Reuters:	NA	WKN:	A1H9V4
			* Share class A

Fund details

Dealing day	Daily
Dividends	None - income accumulated within the fund
Investment manager	Firth Investment Management Pte. Ltd. 180 Cecil Street, #13-03 Bangkok Bank Building, Singapore
Management company	BSI Fund Management S.A., 44F rue de la Vallée, L-2661 Luxembourg
Fund administrator	UBS Fund Services, 33A, Avenue J.F.Kennedy, L-1855 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 [(b)]	1.5%	Performance fee:	10%
Share class D [(c)]	2.0%	High water mark?:	Yes
		Hurdle rate:	MSCI AC Asia ex Japan Small Cap USD Net

Minimum investment

Share class A [(b)]	$100,000 initial / $10,000 subsequent
Share class D [(c)]	$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
e-mail: sh-ubsfsl-transferagent@ubs.com

(a) This refers to the total assets to which the Investment Manager applies the reference strategy.
(b) Share Class A: these shares have UK reporting since launch and are registered with the BaFin for public distribution in Germany from 17/10/12.
Germany – Paying Agent as defined by German Regulation:
Marcard, Stein & Co – Ballindamm 36, 20095 Hamburg; Phone: +49/40.32.099.556, Fax: +49/40.32.099.206
(c) Share Class D: these shares have not yet been launched.

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