

Hermes Linder Fund SICAV

Société d'Investissement à Capital Variable (SICAV)

Annual Report, including Audited Financial Statements

As at August 31, 2022

R.C.S. Number B 249 446

Hermes Linder Fund SICAV

Table of Contents

Management and Organisation	1
Report of the Board of Directors for the Year Ended August 31, 2022	2
Investment Manager's Report	4
Report of the <i>réviseur d'entreprises agréé</i>	9
Statement of Net Assets	12
Statement of Operations and Changes in Net Assets	13
Statement of Changes in the Number of Shares	14
Statistics Information	14
Statement of Investments	
Hermes Linder Fund SICAV - Hermes Linder Fund ("Hermes")	15
Notes to the Financial Statements	18
Remuneration policy (unaudited)	24
Transparency of Securities Financing Transactions and their Reuse (unaudited)	24
Risk Management (unaudited)	24
Sustainable Finance Disclosure Regulation ("SFDR") (unaudited)	24
Information for Investors in Switzerland (unaudited)	25

Hermes Linder Fund SICAV

Management and Organisation

Registered Office of the Fund:

14, Porte de France
L-4360 Esch-sur-Alzette
Grand Duchy of Luxembourg

Board of Directors of the Fund:

Dr. Antonia Zammit
Chief Executive Officer of Praude Asset Management Limited

Ms. Caroline Nabbe
Portfolio Manager of Praude Asset Management Limited

Mr. Charles Muller
Independent Director

Ms. Jane Wilkinson
Independent Director

Management Company:

Praude Asset Management Limited
Level 14, Portomaso Business Tower
Portomaso
St Julians STJ4011
Malta

Legal Advisors:

Ganado SARL
47, Boulevard Prince Henri
L-1724 Luxembourg
Grand Duchy of Luxembourg

Depository and Paying Agent:

RBC Investor Services Bank S.A.
14, Porte de France
L - 4360 Esch-sur-Alzette
Grand Duchy of Luxembourg

Central Administration (Domiciliation Agent, Administrative Agent, Registrar and Transfer Agent):

RBC Investor Services Bank S.A.
14, Porte de France
L - 4360 Esch-sur-Alzette
Grand Duchy of Luxembourg

Auditor:

Deloitte Audit
20, Boulevard de Kockelscheuer
L-1821 Luxembourg
Grand Duchy of Luxembourg

Hermes Linder Fund SICAV

Report of the Board of Directors for the Year Ended August 31, 2022

Covering the Financial Year September 1, 2021 until August 31, 2022

The Directors present their report and the audited financial statements of Hermes Linder Fund SICAV (the “Company”) for the financial year ending August 31, 2022.

Description of the Company

Hermes Linder Fund SICAV is an undertaking for collective investment in transferable securities (UCITS) in the form of an open-ended investment company with variable share capital (*société d'investissement à capital variable*) subject to the Luxembourg law of December 17, 2010 relating to undertakings for collective investment, as amended. The Fund is registered with the Luxembourg Register of Commerce and Companies under number B249446.

Principal Activities:

The principal activity of the Company is to achieve its investment objectives as defined in the Prospectus. The Company has one sub-fund; the Hermes Linder Fund (the “Sub-Fund”) which has 5 share classes; Class AI, Class AR, Class BI, Class BR and Class C. The investment objective of the Sub-Fund is to achieve long term appreciation principally through value investing mainly in the major equity markets. There is no guarantee that the Sub-Fund will achieve its investment objective.

Results and Distribution

The results for the reporting period September 1, 2021 until August 31, 2022 are shown in the Statement of Operations and Changes in Net Assets on page 13. No dividend is paid out as the entire net income of the company is accumulated within the Sub-Fund and reflected in the net asset value.

Significant Events

The Russian invasion of Ukraine and its aftermath (including but not limited to the resulting economic sanctions implemented by the international community, exacerbated global uncertainty, supply chain disruptions, rising energy costs as well as general inflationary pressures) have continued to cause significant volatility in the markets. The duration of the war and the resulting economic impact remains uncertain and cannot be predicted. As the situation is continuously evolving, it is not considered to be practicable to provide a quantitative estimate of the potential impact this situation will have on the Company’s financial statements and activities. We have seen a somewhat negative impact on the Company’s performance during the financial year as a result of the market downturn, yet the performance still outperformed the general market as explained in more detail in the Investment Manager’s Report. The situation will continue to be monitored.

Likely future developments

The Directors consider that the Company is well placed to sustain the present level of activity in the foreseeable future.

It is being proposed for the Company in the coming weeks to appoint Waystone Management Company (Lux) S.A. as management company of the Company, which will in turn appoint Praude Asset Management Limited as the investment manager of the Fund. The CSSF has been notified and has provided its in principle approval for the changes to take place and the changes to the prospectus proposed. The shareholders’ notice will shortly be sent out to all shareholders and they will be provided with one month’s notice before such changes take effect.

Directors:

The Directors who served during the financial year were:

- Mr. Charles Muller
- Ms. Jane Wilkinson
- Ms. Caroline Nabbe
- Dr. Antonia Zammit

In accordance with the Company’s articles of association, the directors shall be appointed by the general meeting of shareholders which shall determine their remuneration and term of office.

Auditors

A resolution to reappoint Deloitte Audit as auditor of the company will be proposed at the forthcoming annual general meeting.

Hermes Linder Fund SICAV

Report of the Board of Directors for the Year Ended August 31, 2022 (continued)

Significant changes to the Company Documents

There have been changes made to the Prospectus throughout this financial year and the said changes related to:

Prospectus dated September 1, 2021 (all changes were notified to the shareholders pursuant to the shareholders' notice dated August 19, 2021):

- Changes made to the performance fee calculation in accordance with the ESMA guidelines.
- Clarification regarding the change of directors of Praude Asset Management Limited.
- Changes in relation to imprecisions and typographical errors.
- Changes to data protection disclosures requested by the central administrator.

Prospectus dated February 2022 (all changes were notified to the shareholders pursuant to the shareholders' notice dated February 2, 2022):

- Clarification regarding the title of Caroline Nabbe which shall be "Portfolio Manager".
- Amendments related to the provisions of the Benchmark Regulation.
- Inclusion of DAC 6 wording.
- Clarification regarding the consideration of principal adverse impacts of investment decisions on sustainability factors.
- Amendments related to the Taxonomy Regulation.
- Clarification that the length of the performance reference period of the Fund will be equal to its whole life.
- Correcting some typographical errors.

In the coming weeks the Prospectus will be amended further to cover the following topics:

- Change of management company whereby Waystone Management Company (Lux) S.A. will be appointed instead of Praude Asset Management Limited.
- Appointment of Praude Asset Management Limited as Investment Manager.
- Several general regulatory updates.
- Amendments to update the summary of fees.
- Change to the data controller role.

Regulatory Breaches

The directors confirm that during the reporting period there were no regulatory sanctions imposed on the Company and no regulatory breaches of the Luxembourg regulations.

Approved by the Board of Directors and signed on the November 29, 2022 by:

Mr. Charles Muller

Ms. Jane Wilkinson

Ms. Caroline Nabbe

Dr. Antonia Zammit

Hermes Linder Fund SICAV

Investment Manager's Report For the Year Ended August 31, 2022

For the financial year September 1, 2021 to August 31, 2022;

- Hermes Class AI returned -4.67%
- Hermes Class AR returned -4.71%
- Hermes Class BI returned -5.64%
- Hermes Class BR returned -5.68%

The Fund is not managed in accordance with any benchmark. Merely as a point of reference we can note that, during this same period, the Euro Stoxx 50 returned -16.18% and the Stoxx Europe 600 returned -11.84%. The Bloomberg Barclays EuroAgg Total Return Index (consisting of investment grade, euro-denominated, fixed-rate bonds including treasuries, government-related, corporate and securitized issuers) returned -14.38% during this period. The Eurekahedge European Hedge Fund Index (made up of 256 constituent funds investing exclusively in Europe) returned -6.44% during the same period.

In the last Manager's Report we highlighted that whilst the general consensus in the market was still that the money supply could continue to be increased without inflationary consequences - as had been the case for many years - the Manager believed that the risk of inflation was largely being understated. The continued expansion of central bank balance sheets even after the major increases in the wake of the pandemic, the deglobalisation trends resulting from broken down supply chains as well as overall long-term demographic trends and subsequent labour shortages were factors which led the Manager to believe that inflation could be much steeper than was expected by the markets at the time of writing the last Manager's Report. This belief was further strengthened throughout the financial year under review as the war in Ukraine amplified the upward pressure on energy costs and commodity prices, as wage pressures intensified and as the weakening of the Euro led to higher prices for imported products.

We also noted in the last Manager's Report that we had begun to implement a strategy of shorting 10-year Italian and German government bond futures as the Manager took note of the very attractive risk/reward profile of this strategy when 10-year European government bonds had yields close to, or even below, 0% and therefore, there was limited downside risk whilst the Manager believed that the potential for interest rates to rise was substantial. During the financial year under review, this strategy was scaled up further and began to bear fruit as Euro area inflation continued to tick upwards and eventually reached 9.9% in September 2022. Consequently, from September 1, 2021 to August 31, 2022, the German 10-year yield rose from -0.39% to 1.53% resulting in an overall gain from the short bund futures of EUR 8.5 million. During the same period, the Italian 10-year yield rose from 0.7% to 3.9%, resulting in an overall gain from the short BTP futures of EUR 15.58 million.

Considering the nature of the equity portfolio of the Fund with its focus on small- to mid-cap companies, this short strategy was deemed to be the most effective way to protect the Fund's portfolio against inflation. The short government bond future strategy was a cornerstone of the investment strategy during the financial year and offset the losses from the equity investments in the portfolio to a considerable extent. Additionally, some strategic changes were made to the equity holdings of the Fund. For example, the exposure to insurance companies was reduced considerably due to the impact rising interest rates have on their fixed income holdings and consequently, on the company's equity. The Manager furthermore is worried about major potential turmoil in financial markets as the upward movement of interest rates has been so fast - and also unexpected by many major players in the market - that the consequences could be much wider than currently believed so the Fund overall tried to reduce its exposure to companies that are particularly exposed to financial risks. On the other hand, exposure was increased to equity positions which the Manager believes stand to gain in an inflationary environment and - at the same time - should stand well a recessionary environment as could be the case if inflation ignites reduced expenditure capacity. For example, the Manager increased exposure to certain glass container producers - a sector substantially penalised by the market - which had underperformed due to the expected pressure on profitability from the increasing cost of energy. However, the Manager believes that such companies can pass on such cost increases to their customers, albeit sometimes with a time lag, due to their strong pricing power and customers' reliance on their products and at the same time, past experiences have shown these companies as being particularly resilient in a recessionary environment. The Manager also increased its exposure to companies selling luxury goods whose multiples came down strongly and whose sales and profitability remained strong even in the current macro environment. Furthermore, the Manager built positions in certain food retailers which should act as a safe haven in the portfolio as they benefit in times of inflation - with the rise of food prices and also presumably the rise of the value of their real estate assets - but also in the eventuality of an economic downturn where grocery spending is prioritised by consumers.

The Manager also closely assesses the debt profile of equity investments, favouring companies which have a higher portion of their debt locked in with fixed rates for a longer period as opposed to highly leveraged companies whose variable rate debt will gradually squeeze their profit margins as interest rates continue to rise. In an inflationary environment, long-term fixed-rate debt can be a substantial asset suitable not only to increase the profitability of the company but also its investment capacity and competitive positioning.

Hermes Linder Fund SICAV

Investment Manager's Report (continued) For the Year Ended August 31, 2022

In terms of foreign currency exposure, the Manager has increased the Fund's exposure to the Swiss franc as appreciation of the CHF versus the EUR is expected for a number of reasons. Swiss inflation stood at 3.3% as at end September 2022 – merely one-third of the Euro area inflation figure. Furthermore, the Swiss National Bank is permitting the appreciation of its currency in order to tackle the inflation faced and is in a better overall position to tighten monetary policy than the European Central Bank which faces constraints resulting from the peripheral EU countries' debt. The Manager will continue to watch foreign exchange rates closely and may adjust currency exposures as opportunities arise.

We will now examine the securities which had the largest positive and negative impacts on the Fund's performance during the financial year.

The gains made from the short positions on the Italian and German government bond futures, as mentioned above, provided the two largest positive contributions to the Fund's performance during the financial year.

The third largest positive contribution came from Orsero SpA – an Italian fresh fruit and vegetable import and distribution business. Orsero's share price went up by 74.6% over the financial year as Orsero's results continued to show remarkable improvements in revenue, profitability as well as cash generation. Here the Manager was rewarded for its patience in holding on to this company as the Manager had always believed that its defensive characteristics were underappreciated by the market.

Two further substantial gains came from CNP Assurances and Flughafen Wien which both involved special situations. A public tender offer was made for the shares of CNP Assurances by La Banque Postale at a price which was 36% above the last closing price before the announcement. The CNP Assurances shares held by the Fund were tendered into the offer during the financial year. In the case of Flughafen Wien, the IFM Global Infrastructure Fund increased its stake in the company to 40% and subsequently announced a voluntary partial public offer for approximately 10% of the shares of the company - being the remaining free float. The initial offer price of EUR 33 was 25.5% above the last closing price before the announcement and has since been increased by another euro. There has been a delay in obtaining certain prerequisite regulatory approvals for this deal and thus, subject to these approvals being obtained, the offer is expected to be launched during the next financial year of the Fund.

On the negative side, the worst performer in absolute terms was Adesso AG which lost 34.1% during the financial year. In the prior financial year, Adesso was one of the top performers and part of these gains were reversed during the financial year under review as technology stocks heavily underperformed. Overall, management still sees continued increasing demand for digitalisation in the coming years and have proven their track record over time. The Manager trimmed this position slightly during the financial year due to its heavy weighting in the Fund. The Manager believes in this story as the company has been in the portfolio of the Fund for a number of years and the operational performance always confirmed the reliability of the management team and its focus on long-term value creation coupled with the characteristics of operating in a high-growth sector.

The second largest negative contribution during the financial year came from the position in Italian Wine Brands SpA. The share price of Italian Wine Brands fell by 45.6% during the financial year. The Manager reduced this position by about one-third towards the beginning of the financial year as the share price had gone up substantially in a short period of time and the valuation multiples of the company reached new highs. In terms of inflation, Italian Wine Brands is subject to cost pressures related to raw materials, glass, energy, transportation and packaging. The company implemented a series of price hikes which offset the majority of these cost increases, yet the 2022 first half results of Italian Wine Brands showed that the EBITDA margin suffered by 2 percentage points as a direct result of the higher costs. The company notes that new negotiations with its customers will be held in the second half of the year in order to further pass on cost increases to its customers, whilst also noting that order intake remains robust.

Two further negative contributions came from the cement companies Cementir Holding NV (share price declined by 39.7% during the financial year) and Buzzi Unicem SpA (share price declined by 25.6% during the financial year). These companies underperformed more due to the significant cost increases that the market was expecting than due to the real recorded reduced profitability. A decrease in construction activity which could be expected should a marked slowdown in economic activity materialise is factored into the current market price. Overall, these companies managed to significantly increase their selling prices, passing on the majority of the cost increases to their customers. They have also reached extremely low valuation multiples and have solid financial positions and therefore, the Manager finds these shares attractive holdings for the Fund, especially at current levels.

To conclude, the Manager expects inflation to remain elevated for a longer period. There is no feasible solution to the energy crisis that Europe is facing in the short term, labour shortages will keep on putting pressure on wages (and in the opinion of the Manager this factor is substantially downplayed by the markets) and inflation is becoming entrenched in all areas of the economy. Furthermore, the Manager believes that interest rates must go up as the current levels of negative real interest rates are not sustainable. The Manager understands that the expected upward movement of inflation and interest rates will not happen without any volatility, especially if and when central banks intervene, but the Manager strongly believes in having a protection in place against rising inflation and interest rates to safeguard the Fund. The Manager will continue to look for the most optimal combination of shorting government bond futures and/or going long equities that stand to gain in an inflationary as well as recessionary environment.

Hermes Linder Fund SICAV

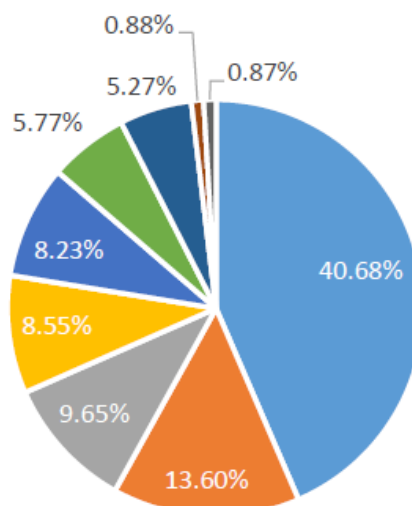
Investment Manager's Report (continued) For the Year Ended August 31, 2022

Industrial Diversification as at end August 2022

Industrial Diversification*

ICB Industry

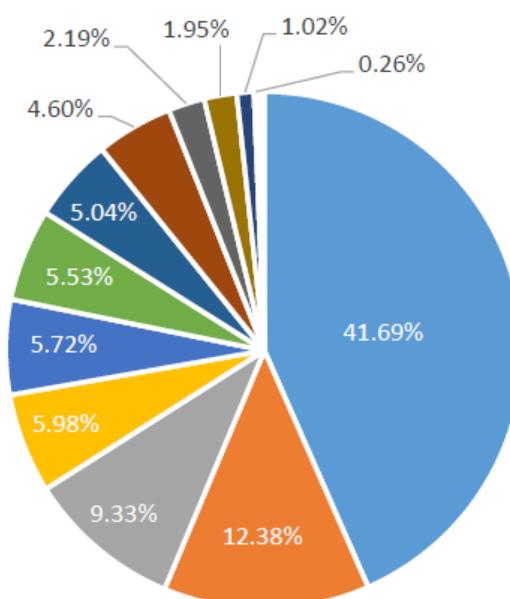
- Industrials
- Consumer Staples
- Technology
- Financials
- Consumer Discretionary
- Basic Materials
- Health Care
- Telecommunications
- Utilities



Geographical Diversification as at end August 2022

Geographical Distribution (excluding cash)

- ITALY
- GERMANY
- SWITZERLAND
- SPAIN
- FRANCE
- IRELAND
- NETHERLANDS
- AUSTRIA
- GREECE
- BRITAIN
- NORWAY
- CANADA



Hermes Linder Fund SICAV

Investment Manager's Report (continued) For the Year Ended August 31, 2022

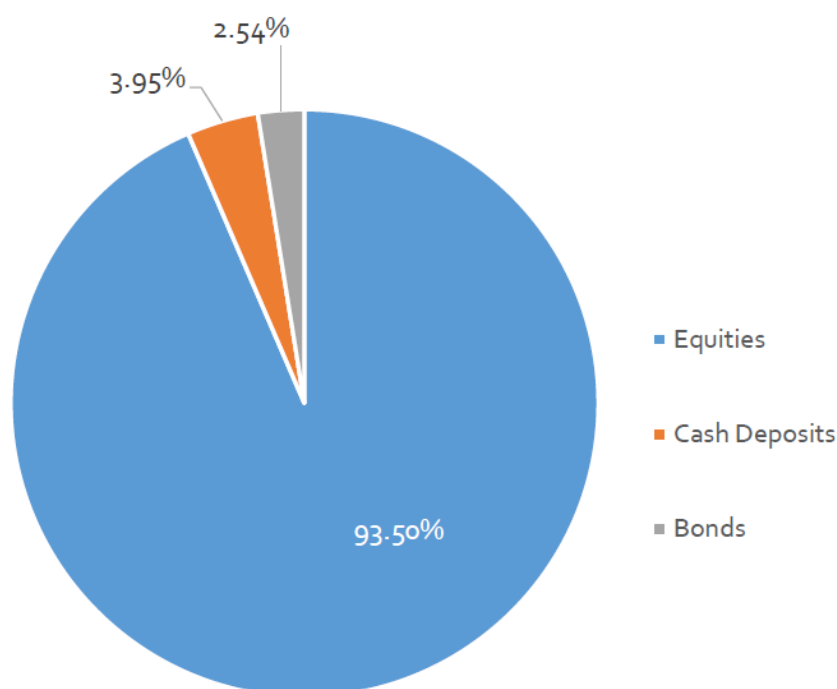
Top Holdings in the Portfolio as at end August 2022

Top Holdings in Portfolio

Rank	Security	Type	Country	Industry	Sub-Sector	% of Portfolio
1	SOL SpA	Equities	ITALY	Basic Materials	Specialty Chemicals	5.64%
2	Orsero SpA	Equities	ITALY	Consumer Staples	Food Products	5.22%
3	Adesso SE	Equities	GERMANY	Technology	Computer Services	4.39%
4	Vidrala SA	Equities	SPAIN	Industrials	Containers and Packaging	3.72%
5	Autostrade Meridionali SpA	Equities	ITALY	Industrials	Transportation Services	3.57%

Asset Allocation as at end August 2022

Asset Allocation*



*cash deposits include margins held on the open future positions

Hermes Linder Fund SICAV

Investment Manager's Report (continued) For the Year Ended August 31, 2022

Published Net Asset Value per Share, Number of Shares and Net Asset Value

August 31, 2021

Share Class	Net Asset Value per Share	Number of Shares in Issue	Net Asset Value
AI	€7,255.41	16,500.25	€119,716,081.55
AR	€7,255.26	28,880.29	€209,534,154.80
BI	€2,609.51	1,497.54	€3,907,841.71
BR	€2,608.69	1,458.15	€3,803,854.03

August 31, 2022

Share Class	Net Asset Value per Share	Number of Shares in Issue	Net Asset Value
AI	€6,916.33	15,570.05	€107,687,633.12
AR	€6,913.32	28,414.18	€196,436,279.83
BI	€2,462.23	1,358.54	€3,345,038.50
BR	€2,460.48	1,450.16	€3,568,089.80

Note: The opinions expressed are given in good faith and should not be construed as investment advice.

Note: Please refer to the offering supplement of the Fund for the investment objective and investment policy of the Fund. The prospectus of the Fund can be found on the website of the Investment Manager Praude Asset Management Limited: www.praude.com.mt

REPORT OF THE *REVISEUR D'ENTREPRISES AGREE*

Opinion

We have audited the financial statements of Hermes Linder Fund SICAV (the “Fund”), which comprise the statement of net assets and the statement of investments as at August 31, 2022 and the statement of operations and changes in net assets for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Fund as at August 31, 2022, and of the results of its operations and changes in its net assets for the year then ended in accordance with Luxembourg legal and regulatory requirements relating to the preparation and presentation of the financial statements.

Basis for Opinion

We conducted our audit in accordance with the Law of 23 July 2016 on the audit profession (Law of 23 July 2016) and with International Standards on Auditing (ISAs) as adopted for Luxembourg by the “*Commission de Surveillance du Secteur Financier*” (CSSF). Our responsibilities under the Law of 23 July 2016 and ISAs as adopted for Luxembourg by the CSSF are further described in the “Responsibilities of the *réviseur d’entreprises agréé*” for the Audit of the Financial Statements” section of our report. We are also independent of the Fund in accordance with the International Code of Ethics for Professional Accountants, including International Independence Standards, issued by the International Ethics Standards Board for Accountants (IESBA Code) as adopted for Luxembourg by the CSSF together with the ethical requirements that are relevant to our audit of the financial statements, and have fulfilled our other ethical responsibilities under those ethical requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other information

The Board of Directors of the Fund is responsible for the other information. The other information comprises the information stated in the annual report but does not include the financial statements and our report of the *“réviseur d’entreprises agréé”* thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report this fact. We have nothing to report in this regard.

Responsibilities of the Board of Directors of the Fund for the Financial Statements

The Board of Directors of the Fund is responsible for the preparation and fair presentation of the financial statements in accordance with Luxembourg legal and regulatory requirements relating to the preparation and presentation of the financial statements, and for such internal control as the Board of Directors of the Fund determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Board of Directors of the Fund is responsible for assessing the Fund’s ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors of the Fund either intends to liquidate the Fund or to cease operations, or has no realistic alternative but to do so.

Responsibilities of the *“réviseur d’entreprises agréé”* for the Audit of the Financial Statements

The objectives of our audit are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a report of the *“réviseur d’entreprises agréé”* that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Law dated 23 July 2016 and with ISAs as adopted for Luxembourg by the CSSF will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with the Law dated 23 July 2016 and with ISAs as adopted for Luxembourg by the CSSF, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors of the Fund.
- Conclude on the appropriateness of the Board of Directors of the Fund use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our report of the *"réviseur d'entreprises agréé"* to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our report of the *"réviseur d'entreprises agréé"*. However, future events or conditions may cause the Fund to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

For Deloitte Audit, *Cabinet de révision agréé*

Ladislav De Crouy-Chanel, Réviseur d'entreprises agréé

Partner

Luxembourg, December 12, 2022

Hermes Linder Fund SICAV - Hermes Linder Fund ("Hermes")

Statement of Net Assets as at August 31, 2022

	Hermes Linder Fund	
	Notes	EUR
ASSETS		
Investments in securities at market value	2	299,094,086
Cash at bank		10,077,906
Net unrealised profit on forward foreign exchange contracts	11	18
Net unrealised profit on futures contracts	12	1,644,800
Interest and dividend receivable, net		65,432
Amounts receivable on subscriptions		1,570
Amounts receivable on sale of investments		1,276,301
Other assets		31,884
TOTAL ASSETS		312,191,997
LIABILITIES		
Amounts payable on redemptions		387
Amounts payable on purchase of investments		671,881
Management company fees payable		274,949
Depository bank fee payable		22,306
Performance fees payable		18,981
Taxes and expenses payable		96,344
Subscription tax payable		18,511
Other liabilities		51,597
TOTAL LIABILITIES		1,154,956
TOTAL NET ASSETS		311,037,041

The accompanying notes form an integral part of these financial statements.

Hermes Linder Fund SICAV - Hermes Linder Fund ("Hermes")

Statement of Operations and Changes in Net Assets for the year ended August 31, 2022

	Hermes Linder Fund	
	Notes	EUR
NET ASSETS AT THE BEGINNING OF THE YEAR		336,961,932
INCOME		
Dividend income on securities, net	2	5,765,777
Interest on bonds, net	2	7,133
Bank interest		404
Other income		99,086
TOTAL INCOME		5,872,400
EXPENSES		
Management Company fees	3	3,272,465
Amortisation of formation expenses		49
Depositary fees	4	118,262
Directors fees		50,257
Performance fees	8	18,981
Transaction fees		317
Central Administration fees	5	143,642
Audit fees		17,377
Subscription tax	7	112,713
Interest paid on bank liabilities		63,346
Bank charges and correspondent fees		24,597
Other expenses		74,445
TOTAL EXPENSES		3,896,451
NET GAIN BEFORE REALISED AND UNREALISED MOVEMENTS IN INVESTMENTS		1,975,949
Net realised gain/(loss) on sale of investments	2	31,838,058
Net realised gain/(loss) on options		483
Net realised gain/(loss) on futures contracts		23,150,365
Net realised gain/(loss) on foreign exchange		441,954
NET REALISED PROFIT		55,430,860
Change in net unrealised appreciation/(depreciation) on investments	2	(74,955,536)
Change in net unrealised appreciation/(depreciation) on futures contracts		2,368,970
Change in net unrealised appreciation/(depreciation) on forward foreign exchange contracts		18
NET DECREASE IN NET ASSETS AS A RESULT OF OPERATIONS		(15,179,739)
EVOLUTION OF CAPITAL		
Subscriptions of Shares		16,251,440
Redemptions of Shares		(26,996,592)
NET ASSETS AT THE END OF THE YEAR		311,037,041

The accompanying notes form an integral part of these financial statements.

Hermes Linder Fund SICAV - Hermes Linder Fund ("Hermes")

Statement of Changes in the Number of Shares for the year ended August 31, 2022

	Hermes Linder Fund
Class AR Shares	
Shares in issue at the beginning of the year	28,880.293
Number of shares subscribed	168.845
Number of shares redeemed	(634.957)
Shares in issue at the end of the year	28,414.181
Class AI Shares	
Shares in issue at the beginning of the year	16,500.254
Number of shares subscribed	2,142.277
Number of shares redeemed	(3,072.482)
Shares in issue at the end of the year	15,570.049
Class BR Shares	
Shares in issue at the beginning of the year	1,458.150
Number of shares subscribed	0.000
Number of shares redeemed	(7.992)
Shares in issue at the end of the year	1,450.158
Class BI Shares	
Shares in issue at the beginning of the year	1,497.540
Number of shares subscribed	32.000
Number of shares redeemed	(171.000)
Shares in issue at the end of the year	1,358.540

Statistics Information for the year ended August 31, 2022

	Hermes Linder Fund EUR
August 31, 2022	
Net asset value	311,037,041
Net asset value per share	
Class AR Shares	6,913.32
Class AI Shares	6,916.33
Class BR Shares	2,460.48
Class BI Shares	2,462.23
Number of shares in issue	
Class AR Shares	28,414.18
Class AI Shares	15,570.05
Class BR Shares	1,450.16
Class BI Shares	1,358.54
August 31, 2021	
Net asset value	336,961,932
Net asset value per share	
Class AR Shares	7,255.26
Class AI Shares	7,255.41
Class BR Shares	2,608.69
Class BI Shares	2,609.51
Number of shares in issue	
Class AR Shares	28,880.29
Class AI Shares	16,500.25
Class BR Shares	1,458.15
Class BI Shares	1,497.54

The accompanying notes form an integral part of these financial statements.

Hermes Linder Fund SICAV

Hermes Linder Fund ("Hermes")

Statement of Investments as at August 31, 2022

(expressed in EUR)

ISIN	Description	Number of Shares/ Face Value	Currency	Cost EUR	Market Value EUR	% Net Assets
Transferable securities admitted to an official stock exchange listing						
	Shares					
	Austria					
AT0000730007	ANDRITZ AG GRAZ	76,594	EUR	3,439,635	3,521,792	1.13
AT0000758305	PALFINGER AG	49,728	EUR	1,431,719	1,290,442	0.41
AT0000908504	VIENNA INSUR GR	77,502	EUR	1,514,833	1,832,922	0.59
AT00000VIE62	VIENNA INTERNATIONAL AIRPORT	233,042	EUR	5,873,365	7,667,082	2.47
				12,259,552	14,312,238	4.60
	Belgium					
BE0974256852	ETAB COLRUYT	28,873	EUR	805,188	799,205	0.26
				805,188	799,205	0.26
	Canada					
CA1520061021	CENTERRA GOLD INC	90,191	CAD	530,405	407,510	0.13
				530,405	407,510	0.13
	France					
FR0000120172	CARREFOUR S.A.	106,469	EUR	1,809,964	1,771,644	0.57
FR0000121485	KERING SA	5,765	EUR	2,999,335	2,899,795	0.93
FR0000066607	LACROIX SA	14,137	EUR	588,806	438,247	0.14
FR0000121014	LVMH ACT.	5,390	EUR	3,288,088	3,490,025	1.12
FR0000031775	SA DES CEMENTS VICAT-VICAT	111,300	EUR	4,144,095	2,810,325	0.90
FR0000120107	SAVENCIA ACT	54,676	EUR	4,274,196	3,138,402	1.01
FR0013447729	VERALLIA-144A REG S	141,995	EUR	3,575,562	3,251,686	1.05
				20,680,046	17,800,124	5.72
	Germany					
DE000A0Z23Q5	ADESSO NACH KAPITAL	113,112	EUR	2,562,609	13,663,929	4.39
DE0005895403	GRAMMER AG	87,656	EUR	2,027,006	907,240	0.29
DE000A161408	HELLOFRESH SE	9,000	EUR	280,476	214,740	0.07
DE000A2NB601	JENOPTIK AG	19,859	EUR	445,718	419,025	0.13
DE0006335003	KRONES AG	40,898	EUR	3,163,641	3,359,771	1.08
DE0005936124	OHB SE	77,724	EUR	1,720,878	2,747,543	0.88
DE000A0XYGA7	TECHNOTRANS --- NAMEN-AKT	64,200	EUR	1,306,615	1,733,400	0.56
DE000WACK012	WACKER NEUSON SE /NAMEN	336,908	EUR	5,283,535	5,558,982	1.79
DE0008051004	WUESTENROT & WUERTEMBERG. /NAM	613,218	EUR	12,196,923	9,946,396	3.20
				28,987,401	38,551,026	12.39
	Great Britain					
GB00BLY2F708	CARD FACTORY PLC	52,149	GBP	21,638	24,711	0.01
GB00B019KW72	J.SAINSBURY PLC	106,002	GBP	279,026	249,497	0.08
GB00B4T7HX10	LEARNING /REIT	1,085,774	GBP	1,688,396	1,432,334	0.46
GB00BKDTK925	TRAINLINE PLC	918,680	GBP	3,171,394	3,675,054	1.18
GB00B1GK4645	VERTU MOTORS	1,253,771	GBP	660,348	705,832	0.23
				5,820,802	6,087,428	1.96

Hermes Linder Fund SICAV

Hermes Linder Fund ("Hermes")

Statement of Investments (continued) as at August 31, 2022

(expressed in EUR)

ISIN	Description	Number of Shares/ Face Value	Currency	Cost EUR	Market Value EUR	% Net Assets
Greece						
GRS015003007	ALPHA SERVICES AND HOLDINGS S.A	1,540,259	EUR	1,729,964	1,423,507	0.46
GRS470003013	PIRAEUS PORTH AUTHORITY SA	47,777	EUR	972,819	737,677	0.24
GRS472003011	PROFILE SYSTEMS & SOFTW. SA /REG.	479,930	EUR	901,880	1,487,783	0.48
GRS434003000	PUBLIC POWER CORP SA /REG.	519,195	EUR	3,660,636	2,702,410	0.87
GRS204003008	SARANTIS SA / REG.	78,811	EUR	526,147	475,230	0.15
				7,791,446	6,826,607	2.20
Ireland						
IE00BJMZDW83	DALATA HOTEL GROUP PLC	937,534	EUR	4,870,343	3,276,681	1.05
IE0003LFZ4U7	DOLE RG	695,598	USD	7,036,947	6,260,417	2.01
IE0000669501	GLANBIA PLC /-A-	124,208	EUR	1,303,065	1,573,715	0.51
IE00BLP58571	IRISH CONTINENTAL GROUP PLC	599,083	EUR	2,607,749	2,504,167	0.80
IE00B1RR8406	SMURFIT KAPPA GROUP PLC	107,146	EUR	4,105,996	3,594,748	1.16
				19,924,100	17,209,728	5.53
Italy						
IT0003506190	ATLANTIA SPA	244,500	EUR	5,461,905	5,581,935	1.79
IT0001137345	AUTOGRILL SPA	297,301	EUR	1,898,688	1,947,916	0.63
IT0000084043	AUTOSTRADE MERIDIONALI NAPOLI	300,862	EUR	6,441,598	11,131,894	3.58
IT0001033700	BASIC NET	290,227	EUR	1,573,756	1,549,812	0.50
IT0001479523	BE SHAPING THE FUTURE S.P.A.	597,351	EUR	1,981,720	2,028,007	0.65
IT0001347308	BUZZI UNICEM	620,735	EUR	10,171,533	10,381,793	3.34
IT0005244618	CELLULARLINE S.P.A.	443,410	EUR	1,687,023	1,645,051	0.53
IT0005246191	COMER INDUSTRIES S.P.A.	22,575	EUR	495,390	480,848	0.15
IT0000076486	DANIELI+C. /RISPN-CV	371,241	EUR	5,943,188	4,714,761	1.52
IT0005453250	EL.EN. N	789,468	EUR	4,067,163	10,689,397	3.44
IT0004967292	F.I.L.A. AZ.	176,697	EUR	1,752,081	1,330,528	0.43
IT0000060886	FNM S.P.A.	5,969,695	EUR	3,278,439	2,555,029	0.82
IT0005221517	GPI S.P.A.	104,341	EUR	953,074	1,404,430	0.45
IT0005245508	INDEL B S.P.A.	47,000	EUR	1,119,719	1,128,000	0.36
IT0005075764	ITALIAN WINE BRANDS S.P.A.	241,271	EUR	1,986,207	6,212,728	2.00
IT0003324024	NET INSURANCE SPA	11,673	EUR	78,767	83,112	0.03
IT0005366767	NEXI S.P.A.	398,561	EUR	3,688,110	3,268,997	1.05
IT0003683528	OPENJOBMETIS S.P.A.	52,859	EUR	531,867	417,586	0.13
IT0005138703	ORSERO S.P.A.	986,631	EUR	9,646,302	16,259,679	5.23
IT0004729759	SESA S.P.A	90,139	EUR	2,170,360	11,014,986	3.54
IT0001206769	SOL SPA	985,471	EUR	12,875,885	17,561,093	5.65
IT0005329815	SOMEC S.P.A.	29,105	EUR	500,321	820,761	0.26
IT0004171440	ZIGNAGO VETRO SPA	154,903	EUR	1,809,127	1,759,698	0.56
				80,112,223	113,968,041	36.64
Netherlands						
NL0010776944	BRUNEL INTERNATIONAL N.V.	941,574	EUR	10,374,847	8,784,886	2.83
NL0013995087	CEMENTIR HLDG RG	1,513,981	EUR	8,687,355	8,750,810	2.81
NL00150003E1	FUGRO BR RG	223,407	EUR	1,621,135	2,839,503	0.91
NL0011794037	KONINKLIJKE AHOLD DELHAIZE N.V.	148,913	EUR	4,174,652	4,080,216	1.31
				24,857,989	24,455,415	7.86
Norway						
NO0011045429	HAVILA KYSTRUT RG	61,661	NOK	127,494	108,749	0.04
NO0010694029	KOMPLETT BANK REGISTERED SHS	5,152,941	NOK	4,693,565	3,056,881	0.98
				4,821,059	3,165,630	1.02

Hermes Linder Fund SICAV

Hermes Linder Fund ("Hermes")

Statement of Investments (continued) as at August 31, 2022

(expressed in EUR)

ISIN	Description	Number of Shares/ Face Value	Currency	Cost EUR	Market Value EUR	% Net Assets
Spain						
ES0134950F36	FAES FARMA SA REG. SHS	957,590	EUR	3,287,829	3,787,268	1.22
ES0116920333	GRUPO CATALANA OCCIDENTE SA	92,538	EUR	2,821,142	2,702,110	0.87
ES0157261019	LABORATORIOS FARMAC. ROVI	10,933	EUR	653,426	536,373	0.17
ES0183746314	VIDRALA SA	183,489	EUR	15,172,338	11,596,505	3.73
				21,934,735	18,622,256	5.99
Sweden						
SE0007665823	RESURS HOLDING AB	340,685	SEK	1,471,096	724,881	0.23
				1,471,096	724,881	0.23
Switzerland						
CH0002432174	BUCHER INDUSTRIES AG/NAM	7,065	CHF	1,719,715	2,519,702	0.81
CH0319416936	FLUGHAFEN ZUERICH AG	43,741	CHF	4,814,421	7,354,304	2.36
CH0017875789	JUNGFRAUBAHN HLDG /NAM. AKT	23,858	CHF	2,661,773	2,941,632	0.95
CH0014852781	SWISS LIFE HOLDING /NAM	5,358	CHF	1,605,143	2,797,568	0.90
CH0021545667	VAUDOISE ASSURANCES HLD NOM.	9,656	CHF	1,961,456	4,043,970	1.30
CH0530235594	VETROPACK HLDG N	41,712	CHF	2,023,037	1,464,263	0.47
				14,785,545	21,121,439	6.79
	Total - Shares			244,781,587	284,051,528	91.32
Bonds						
Switzerland						
CH0344958688	SWISS (GOVT 0.5% 18-27.06.32)	8,000,000	CHF	8,158,354	7,932,558	2.55
				8,158,354	7,932,558	2.55
	Total - Bonds			8,158,354	7,932,558	2.55
	Total - Transferable securities admitted to an official stock exchange listing			252,939,941	291,984,086	93.87
Other transferable securities						
Shares						
Germany						
DE000A2G8308	KINGHERO AG	15	EUR	1,326,846	0	0.00
				1,326,846	0	0.00
Italy						
IT0005155269	OPENJOBMETIS CUM VOTO	900,000	EUR	9,200,554	7,110,000	2.29
				9,200,554	7,110,000	2.29
	Total - Shares			10,527,400	7,110,000	2.29
	Total - Other transferable securities			10,527,400	7,110,000	2.29
	Total Investments			263,467,341	299,094,086	96.16

Hermes Linder Fund SICAV

Notes to the Financial Statements as at August 31, 2022

NOTE 1 - GENERAL INFORMATION

The Fund is an open-ended investment company organised under the laws of Luxembourg as an investment company with variable share capital (société d'investissement à capital variable), registered with the Luxembourg Register of Commerce and Companies under number B249446. The Articles of Association were published on the Recueil électronique des sociétés et associations ("RESA") on December 10, 2020, the central electronic platform of the Grand-Duchy of Luxembourg.

The Fund was originally incorporated in the British Virgin Islands as an international business company on the July 27, 2000 as Hermes Global Fund Limited and was later registered as continuing in Malta as an open-ended multi-fund investment company with variable share capital on the March 25, 2009 under the name Hermes Linder Fund SICAV p.l.c. with registration number SV 100. The Fund was continued in Malta as a professional investor fund and was later converted to an undertaking for collective investment in transferable securities on September 1, 2010. On November 27, 2020, the Fund has been continued in Luxembourg and as a result, admitted to the official list of the CSSF as an undertaking for collective investment in transferable securities governed by Part I of the 2010 Law.

The Fund has been authorised by the Commission de Surveillance du Secteur Financier ("CSSF"). However, such authorisation does not require the CSSF to approve or disapprove either the adequacy or accuracy of the Prospectus of the Fund or the portfolio of assets held by the Fund. Any declaration to the contrary should be considered as unauthorised and illegal.

There is no limit to the number of Shares which may be issued. Shares will be issued to subscribers in registered form.

Shares shall have the same voting rights and shall have no pre-emptive subscription rights. In the event of the liquidation of the Fund, each Share is entitled to its proportionate share of the Fund's assets after payment of the Company's debts and expenses, taking into account the Fund's rules for the allocation of assets and liabilities.

The minimum share capital of the Fund must at all times be at least of EUR 1,250,000 which amount has to be attained within six months of the Fund's authorisation to operate as a UCI. The Company's share capital is at all times equal to its Net Asset Value. The Fund's share capital is automatically adjusted when additional Shares are issued or outstanding Shares are redeemed, and no special announcements or publicity are necessary in relation thereto.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Fund are prepared in accordance with generally accepted accounting principles in Luxembourg.

The value of each Sub-Fund's assets shall be determined as follows:

- a) Transferable securities and money market instruments which are quoted, listed or traded on an exchange or regulated market will be valued, unless otherwise provided below, at the last available market price or quotation prior to the time of valuation on the primary exchange on which such securities trade, provided that fixed income securities shall be valued on the basis of independent reputable pricing sources including composite valuation approaches and methodologies. Transferable securities and money market instruments for which the above market prices, quotations or sources are not available or representative, or which are not quoted, listed or traded on an exchange or regulated market, will be valued at their fair value estimated with care and in good faith as further outlined below.
- b) The value of any transferable security which is not quoted, listed or dealt in on a regulated market or which is so quoted, listed or dealt in but for which no such quotation or value is available or the available quotation or value is not representative shall be the fair value as estimated with care and good faith either by (i) the directors or (ii) the Valuation Committee or (iii) a competent person, firm or corporation selected and approved by the directors.
- c) The value of any cash on hand or on deposit, bills or notes payable, accounts receivable, prepaid expenses, cash dividends and interest/profit accrued but not yet received shall be equal to the entire nominal or face amount thereof, unless the same is unlikely to be paid or received in full, in which case the value thereof shall be determined after a decision by the directors making such discount as may be considered appropriate in such case to reflect the true value thereof.
- d) Derivative contracts traded on a regulated market shall be valued at the settlement price on the relevant market and in line with paragraph A) above. If the settlement price is not available, the fair value shall be estimated with care and in good faith either by (i) the directors or (ii) the Valuation Committee or (iii) a competent person, firm or corporation selected and approved by the directors. Derivative contracts which are traded 'over-the-counter' will be valued at each Valuation Date either (i) on the basis of a quotation provided by the relevant counterparty and such valuation shall be approved or verified at least weekly by a party who is approved for the purpose by the directors and the depositary and who is independent of the counterparty; (ii) using an alternative valuation provided by a competent person selected and approved by the Directors (the "Alternative Valuation"). Where such Alternative Valuation method is used the Fund will follow international best practice and adhere to the principles on valuation of OTC instruments established by bodies such as the International Organisation of Securities Commissions or the Alternative Investment Management Association and will be reconciled to the counterparty valuation on a monthly basis. Where significant differences arise, these will be promptly investigated and explained.
- e) Forward foreign exchange contracts shall be valued in the same manner as derivatives contracts as mentioned in paragraph D) above.

Notes to the Financial Statements as at August 31, 2022 (continued)

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

- f) Units in collective investment schemes shall be valued at the latest available net asset value per unit as published by the relevant collective investment scheme or, if listed or traded on a regulated market, in accordance with paragraph A) above.
- g) Any value (whether of a security, derivative or cash) denominated other than in Euros will be converted into Euros as of the close of business on the relevant Valuation Day and WM Reuters or Bloomberg Terminal 'closing' quotes as of 16:00 GMT London will be used.
- h) Where the value of any investment is not ascertainable as described above, the value shall be the fair value estimated with care and in good faith either by (i) the directors; or (ii) the Valuation Committee; or (iii) by a competent person selected and approved for the purpose by the directors.
- i) The directors may adjust the value of any investment if having regard to its currency, marketability, applicable interest rates, anticipated rates of dividend, maturity, liquidity or any other relevant considerations, they consider that such adjustment is required to reflect the fair value thereof.

The Board of Directors may at their discretion permit any other method of valuation to be used if they consider that such method of valuation better reflects value generally or in particular markets or market conditions and is in accordance with good practice.

NOTE 3 - MANAGEMENT COMPANY FEES

The Fund has appointed Praude Asset Management Limited (the "Management Company") as its management company in accordance with the provisions of the 2010 Law pursuant to the Management Company Agreement.

The Management Company is responsible, subject to the overall supervision of the Directors, for the provision of investment management services, administrative services and marketing services to the Fund.

The Management Company has been incorporated on December 3, 2009 as a limited liability company under Maltese law and is registered with the Malta Business Register ("MBR") under number company registration number C48324. Its registered address is at Level 14, Portomaso Business Tower, Portomaso, St Julians STJ4011. Its fully paid-up share capital as at December 31, 2021 amounted to two hundred thousand Euros (EUR 200,000). The names and legal documents of all funds managed are available at the domicile of the Management Company and on the website www.praude.com.mt.

The Management Company receives a Management Company Fee and reasonable out of pocket expenses for the provision of its services.

NOTE 4 - DEPOSITARY FEES

The Depositary is entitled to receive out of the assets of Hermes a fee calculated in accordance with customary banking practice in Luxembourg as a percentage per annum of the average quarterly Net Asset Value thereof during the relevant quarter and payable quarterly in arrears.

They are currently paid at the following rates:

First EUR 500 million: 1 basis point per annum
Above EUR 500 million: 0.70 basis points per annum

The above rates are subject to a minimum monthly fee of EUR 300. The depositary shall also charge cash flow monitoring fees, reconciliation fees and ad-hoc fees for services rendered and increase any amounts by any VAT payable thereon.

NOTE 5 - ADMINISTRATION FEES

The Administrator will be entitled to an annual fee as percentage of the average Net Asset Value of Hermes in accordance with the below:

First EUR 100 million: 2.25 basis points per annum
Next EUR 150 million: 1.75 basis points per annum
Next EUR 250 million: 1.25 basis points per annum
Above EUR 500 million: 1 basis point per annum

The above rates are subject to a minimum annual fee of EUR 24,000. The Administrator shall also charge fees for additional services provided which include but are not limited to registrar and transfer agency, investment and risk management compliance, KIID preparation, KYC, FATCA and CRS reporting.

The Administrator Fees will accrue on each Valuation Day and will be payable quarterly in arrears. The Administrator will also be entitled to reimbursement of reasonable out-of-pocket expenses properly incurred in carrying out its duties.

Other fees or charges which may accrue shall be allocated to Hermes and may be paid from time to time.

Hermes Linder Fund SICAV

Notes to the Financial Statements as at August 31, 2022 (continued)

NOTE 6 - ITALIAN PAYING AGENT FEES

Societe Generale Securities Services (hereinafter referred to as “SGSS”) has been appointed as Paying Agent in Italy for Hermes and, for this purpose, the following charges shall apply:

Investors through authorised distributors

Each subscription / redemption placed in EUR: 0.15% of the amount, subject to a minimum of EUR 15.00 and a maximum of EUR 25.00

Each subscription / redemption placed in other currencies: 0.15% of the amount, subject to a minimum of EUR 15.00 and a maximum of EUR 25.00

Fund switches: Exempt from charges

NOTE 7 - SUBSCRIPTION TAX

The Fund is as a rule liable in Luxembourg to a subscription tax (“taxe d’abonnement”) of 0.05% per annum of its net asset value, such tax being payable quarterly on the basis of the value of the aggregate net assets of the Fund at the end of the relevant calendar quarter.

A reduced subscription tax rate of 0.01% per annum is applicable to Luxembourg UCITS whose exclusive object is the collective investment in Money Market Instruments, the placing of deposits with credit institutions, or both. A reduced subscription tax rate of 0.01% per annum is also applicable to UCITS individual compartments of UCITS with multiple compartments, as well as for individual classes of securities issued within a UCITS or within a compartment of a UCITS with multiple compartments, provided that the securities of such compartments or classes are reserved to one or more Institutional Investors.

Subscription tax exemption applies to (i) investments in a Luxembourg UCI subject itself to the subscription tax, (ii) UCIs, compartments thereof or dedicated classes reserved to retirement pension schemes, (iii) money market UCIs, (iv) UCITS and UCIs subject to the part II of the 2010 Law qualifying as exchange traded funds, and (v) UCIs and individual compartments thereof with multiple compartments whose main objective is the investment in microfinance institutions.

	Subscription tax rate
Class AR Shares	0.05%
Class AI Shares	0.01%
Class BR Shares	0.05%
Class BI Shares	0.01%

NOTE 8 - PERFORMANCE FEES

The Management Company shall, in addition to the Management Company Fee payable, be entitled to receive a fee based on the performance (the “**Performance Fee**”) out of the assets of Hermes based on the high watermark and hurdle rate principle.

The performance period (the “**Performance Period**”) shall run from the 1st September of one calendar year to the 31st August of the following calendar year coinciding with the Financial Year of the Fund and will be calculated separately for each Share Class.

The length of the performance reference period of the Sub-Fund will be equal to the whole life of the Sub-Fund which means that the Reference Adjusted High Watermark will be perpetual for the whole life of the Sub-Fund without any reset.

The Performance Fee shall be calculated on the basis of the NAV per Share. The Performance Fee shall be equal to 15% in the case of Class AR Shares and Class AI Shares and 25% in the case of Class C Shares of the amount by which the Net Asset Value per Share (before the deduction of the Performance Fee) has exceeded the:

- i) The Reference Adjusted High Watermark, plus
- ii) The Hurdle Rate of Return

during the Performance Period, multiplied by the outstanding number of Shares in that particular class as at the relevant Valuation Day. No Performance Fee is payable in the case of Class BR Shares and Class BI Shares.

For the purposes of this section, the Class A Investor Shares refers to the classes of shares of the Fund prior to being continued in Luxembourg. Upon being continued in Luxembourg, the Class A Investor Shares have been split into Class AI Shares and Class AR Shares.

Hermes Linder Fund SICAV

Notes to the Financial Statements as at August 31, 2022 (continued)

NOTE 8 - PERFORMANCE FEES (continued)

The 'Reference Adjusted High Watermark' is:

- For Class AI and AR Shares - the greatest of: (i) the NAV per Class A Investor Share as at August 31, 2020 or (ii) the NAV per Class A Investor Share or Class AI Shares or Class AR Shares as at the end of the last Performance Period at which a Performance Fee was paid; adjusted at each Valuation Day to take into account the effect of new subscriptions and redemptions.
- For Class C Shares - the greatest of: (i) the initial offer price for the Class C Shares once this is launched and (ii) the NAV per Class C Shares as at the end of the last Performance Period at which a Performance Fee was paid; adjusted at each Valuation Day to take into account the effect of new subscriptions and redemptions by applying the following:

The adjustment of the High Watermark at each Valuation Day to take into account the effect of new subscriptions and redemptions should be done as follows:

$$= \left(\frac{(PHWMHR * POUTS) - (PHWMHR * RSHS) + (PNAV * SSHS)}{COUTS} \right)$$

Where:

PHWMHR = The previous day reference adjusted High Watermark plus Hurdle Rate

POUTS = The previous day outstanding class shares

RSHS = Number of shares redeemed on the current valuation day

PNAV = The previous day NAV Price per share

SSHS = Number of shares subscribed on the current Valuation Day

COUTS = The current day outstanding class shares

The Hurdle Rate of Return means 1% plus 3-month Euribor taken as at the relevant Valuation Day, calculated on an annualised basis as follows:

$$(1\% + A) * B/365$$

Where:

A = 3-Month EURIBOR taken as at the relevant Valuation Day and

B = The number of calendar days elapse since the last day of the Performance Period at which a performance fee was paid

The Hurdle Rate of Return cannot be lower than 0%.

The performance fee calculation is subject to a benchmark hurdle. This benchmark hurdle together with the Reference Adjusted High Water Mark as set out above must be exceeded before a performance fee is accrued. The use of EURIBOR as benchmark hurdle is considered as the use of a benchmark within the meaning of article 3 1. (7) of the Benchmark Regulation.

An accrual in respect of the Performance Fee will be made on each Valuation Day if the High Watermark conditions (i) and (ii) referred to above are met. If condition (i) or (ii) is not met, no accrual will be made. At the end of the financial year, an amalgamation of the positive and the negative returns is performed. In case that the High Watermark condition (i) or (ii) referred to above is not met but there are positive returns or negative returns then they will be transferred to the next financial year. Where there is a positive cumulative net excess return (positive return) at the end of the year and the Performance Fee becomes payable, the High Watermark will be set to the Net Asset Value per Share on the last Business Day of the financial year. However, where the Share Class has underperformed over the full financial year, no additional Performance Fee will be paid and the High Watermark will remain unchanged from the prior financial year.

The Performance Fee will be calculated on the basis of the Net Asset Value per Share after deducting all expenses, fees (but not the Performance Fee) and adjusting it for subscriptions, redemptions and distributions during the relevant financial year so that these will not affect the additional variable fee payable ("Gross Asset Value").

In the event that a redemption is made prior to the end of the Financial year, any accrued but unpaid Performance Fee relating to those Shares shall be crystallised (as at the Redemption Day) and paid to the Management Company within four months from the end of the relevant financial year.

The Performance Fee shall be payable yearly in arrears and normally within four months from the end of the financial year to which it relates.

Hermes Linder Fund SICAV

Notes to the Financial Statements as at August 31, 2022 (continued)

NOTE 8 - PERFORMANCE FEES (continued)

Hermes does not operate an equalisation account.

If the Management Company is replaced before the end of any performance period, the Performance Fee in respect of such financial year will be calculated and paid as if the date of termination was the end of the relevant financial year.

The HWM for the current financial year of the Fund in respect of Class AI Shares is €7,255.4084 + hurdle rate and in respect of Class AR Shares is €7,255.2642 + hurdle rate.

Performance fees shown in the financial statements refers to a crystallization upon redemptions done during the financial year.

NOTE 9 - TRANSACTION COSTS

For the year ended 31 August 2022, these transaction costs are composed of brokerage costs and are included in cost of securities. For bonds, transaction costs are included in the spread. The transaction amounts included under the heading "Transaction fees" in the statement of operations and changes in net assets are composed of transaction fees and are not relating to the below.

The following sub-funds incurred transaction costs relating to purchase or sale of transferable securities or derivative instruments as follows:

Sub-fund Name	Currency	Amount
Hermes Linder Fund ("Hermes")	EUR	266,843

NOTE 10 - EXCHANGE RATES

The exchange rates used as of August 31, 2022 are:

1 EUR = 1.316868 CAD

1 EUR = 0.981366 CHF

1 EUR = 0.864172 GBP

1 EUR = 9.979258 NOK

1 EUR = 4.718544 PLN

1 EUR = 10.692222 SEK

1 EUR = 1.005550 USD

NOTE 11 - FORWARD FOREIGN EXCHANGE CONTRACTS

As at August 31, 2022, the sub-fund had entered into the following forward foreign exchange contracts:

The forwards contracts were conducted with the following counterparty: RBC INVESTOR SERVICES BANK S.A.

HERMES LINDER FUND ("Hermes")

Maturity date	Currency purchased	Amount purchased	Currency sold	Amount sold	Net unrealised appreciation
01/09/2022	CHF	10,806	GBP	9,500	18
				EUR	18

Hermes Linder Fund SICAV

Notes to the Financial Statements as at August 31, 2022 (continued)

NOTE 12 - FUTURES CONTRACTS

As at August 31, 2022, the following futures contracts were outstanding:

The futures contracts were conducted with the following counterparties: BANCA AKROS S.P.A.

HERMES LINDER FUND ("Hermes")

Type	Currency	Contracts	Number of Contracts	Commitment (EUR)	Maturity Date	Unrealised Gain (EUR)
SALE	EUR	10Y BTP ITALIAN BOND	(399)	(35,499,030)	12/09/2022	552,260
SALE	EUR	EURO BUND	(322)	(28,352,100)	12/09/2022	1,092,540
						1,644,800

NOTE 13 - TRANSACTIONS WITH RELATED PARTIES

Parties are considered to be related if one party has the ability to control the other party or exercise significant influence over the other party in making financial decisions. The Directors ensure that if any transactions occurs with connected parties during the year, it is carried out on an arm's length basis and in the best interest of the fund.

On March 18, 2022, Dr. Antonia Zammit subscribed 50,000.00 EUR in Hermes Linder Fund AR Class (ISIN: LU2169797615). The Subscription was dealt with the price of the 18th of March at EUR 7,078.06 per share.

NOTE 14 - SIGNIFICANT EVENTS DURING THE YEAR

The Russian invasion of Ukraine and its aftermath (including but not limited to the resulting economic sanctions implemented by the international community, exacerbated global uncertainty, supply chain disruptions, rising energy costs as well as general inflationary pressures) have continued to cause significant volatility in the markets. The duration of the war and the resulting economic impact remains uncertain and cannot be predicted. As the situation is continuously evolving, it is not considered to be practicable to provide a quantitative estimate of the potential impact this situation will have on the Company's financial statements and activities. We have seen a somewhat negative impact on the Company's performance during the financial year as a result of the market downturn, yet the performance still outperformed the general market as explained in more detail in the Investment Manager's Report. The situation will continue to be monitored.

NOTE 15 - SUBSEQUENT EVENTS

It is being proposed for the Company in the coming weeks to appoint Waystone Management Company (Lux) S.A. as management company of the Company, which will in turn appoint Praude Asset Management Limited as the investment manager of the Fund. The CSSF has been notified and has provided its in principle approval for the changes to take place and the changes to the prospectus proposed. The shareholders' notice will shortly be sent out to all shareholders and they will be provided with one month's notice before such changes take effect.

Remuneration policy (unaudited)

The Management Company has in place a remuneration policy in line with the Directive 2014/91/EU of the European Parliament and of the Council of July 23, 2014 amending 2009/65/EC of the European Parliament and of the Council of July 13, 2009 on the coordination of laws, regulations and administrative provisions relating to undertakings for collective investment in transferable securities.

The remuneration policy sets out principles applicable to the remuneration of senior management, all staff members having a material impact on the risk profile of the financial undertakings as well as all staff members carrying out independent control functions.

In particular, the remuneration policy complies with the following principles in a way and to the extent that is appropriate to the size, internal organisation and the nature, scope and complexity of the activities of the Management Company:

- i) it is consistent with and promotes sound and effective risk management and does not encourage risk taking which is inconsistent with the risk profiles, rules or Articles of Incorporation of the Fund;
- ii) if and to the extent applicable, the assessment of performance is set in a multi-year framework appropriate to the holding period recommended to the investors of the Fund in order to ensure that the assessment process is based on the longer-term performance of the Fund and its investment risks and that the actual payment of performance-based components of remuneration is spread over the same period;
- iii) it is in line with the business strategy, objectives, values and interests of the Management Company and the Fund and of the Shareholders, and includes measures to avoid conflicts of interest;
- iv) fixed and variable components of total remuneration are appropriately balanced and the fixed component represents a sufficiently high proportion of the total remuneration to allow the operation of a fully flexible policy on variable remuneration components, including the possibility to pay no variable remuneration component.

The remuneration policy is determined and reviewed at least on an annual basis by the Board of Praude Asset Management Limited.

The details of the up-to-date remuneration policy of the Management Company, including, but not limited to, a description of how remuneration and benefits are calculated, the identity of the persons responsible for awarding the remuneration and benefits, are available on <http://www.praude.com.mt/en/remuneration-policy>, a paper copy will be made available free of charge upon request.

Transparency of Securities Financing Transactions and their Reuse (unaudited)

During the financial year of the fund no securities financing transactions and total return swaps in the sense of Regulation (EU) 2015/2365 of the European Parliament and the Council of November 25, 2015 on transparency of securities financing transactions and of reuse and amending Regulation 648/2012 have taken place. As a consequence, no information according to article 13 of the afore mentioned Regulation need to be disclosed to the fund's investors.

Risk Management (unaudited)

Hermes Linder Fund is monitored on a daily basis from a risk management perspective in line with its daily valuation. The UCITS limits as imposed by the Directive are closely monitored to ensure all is in order. Moreover, the offering documentation specific limits are also closely monitored to ensure the Fund is being managed in accordance with the investment, borrowing and leverage limits. The risk management function also ensures that the Fund is actively investing in eligible assets as set out in the offering documentation and the UCITS rules. The Fund adopts the commitment approach in determining its global exposure and leverage to financial derivative instruments.

Sustainable Finance Disclosure Regulation ("SFDR") (unaudited)

The Fund does not promote environmental or social characteristics, nor does it have sustainable investment as its objective. The Fund is therefore considered as an "Article 6" financial product in accordance with the SFDR, whose underlying investments do not take into account the EU criteria for environmentally sustainable economic activities.

Hermes Linder Fund SICAV

Information for Investors in Switzerland (unaudited) As at August 31, 2022

Hermes Linder Fund is a public limited liability company (*société anonyme*) organised as an investment company with variable capital (*société d'investissement à capital variable*) and registered under the laws of Luxembourg. It has appointed Société Générale, Paris, Zurich Branch, Talacker 50, PO Box 5070, 8021 Zurich, Switzerland, as representative and paying agent in Switzerland. Société Générale, Paris, Zurich Branch has been approved by the Swiss Financial Market Supervisory Authority (FINMA) as representative of the company in Switzerland and acts as paying agent. The Prospectus and Key Information Documents, the Memorandum and Articles of Association and a list of the purchases and sales made on behalf of the Company can be obtained free of charge from the representative in Switzerland, Société Générale, Paris, Zurich Branch, at the address above.

Investors should contact the Swiss representative at the above address should they require additional information, e.g. on performance including the composition of the relevant indices where applicable.

Total Expense Ratios – Unaudited

The TER (“Total Expense Ratio”) is expressed as a percentage.

TER

		August 31, 2022 (including performance fee)*	August 31, 2022 (excluding performance fee)	February 28, 2022 (including performance fee)*	February 28, 2022 (excluding performance fee)
Hermes Linder Fund	Class AI	1.16%	1.14%	1.17%	1.16%
Hermes Linder Fund	Class AR	1.18%	1.18%	1.20%	1.20%
Hermes Linder Fund	Class BI	2.14%	2.14%	2.16%	2.16%
Hermes Linder Fund	Class BR	2.18%	2.18%	2.20%	2.20%

Source: The Total Expense Ratio figures are provided by the Administrator, RBC Investor Services Bank S.A.

*This index is calculated in accordance with the guidelines on the calculation and disclosure of the TER and PTR issued by the Asset Management Association (“AMAS”) on 16 May 2008. The TER indicates all fees and charges applicable retrospectively to the assets of the SICAV (operating expenses) as a percentage of the net assets of the SICAV itself. The TER does not include transaction costs or other costs arising from the hedging of currency risks.

Fund Performance Data

Hermes Linder Fund

Supplementary Information (unaudited)

Hermes Linder Fund	August 31, 2022	August 31, 2021	August 31, 2020	August 31, 2019
Performance Class AI (EUR)	-4.67%	52.25%	-6.27%	-6.18%
Performance Class BI (EUR)	-5.64%	54.70%	-7.21%	-7.12%

The information contained in this report is historical and not necessarily indicative of future performance. The performance data contained in this report does not take account of any commissions or costs charged when subscribing or redeeming shares.