

Hermes Investment Funds Public Limited Company

(An umbrella investment company with variable capital and having segregated liability between its Sub-Funds incorporated with limited liability in Ireland)

Interim Report and Unaudited Financial Statements

For the financial period ended 30 June 2017

Company Registration Number: 463628

Hermes Investment Funds Public Limited Company

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Hermes Investment Funds Public Limited Company

Investment Manager Information

Responsibility: a core value

Hermes Investment Management is an active asset manager working to deliver excellent, long-term, risk adjusted performance – responsibly. We strive to lead the debate and contribute to the transformation of the investment industry for the benefit of our clients, their stakeholders and, ultimately, society at large.

Our agenda and activities are driven by the long term objectives of our clients' beneficiaries and we act in their interests.

Responsibility in practice

We have a comprehensive programme to ensure our responsibility approach and activities are integrated seamlessly in our funds and stewardship service. This includes:

- Delivering sustainable performance within the terms of the mandate and within the clients' risk appetite
- Taking into account all material investment factors including environmental, social and governance (ESG) factors, ensuring that we are informed though not constrained by these considerations
- Acting as a responsible, engaged, long-term steward of investments encompassing constructive dialogue and taking action where necessary
- Engaging with public policy makers and industry bodies to encourage a sustainable economy beyond the timeframe of a specific mandate

Hermes investment teams across Real Estate, Equities and Fixed Income integrate ESG factors into their investment decisions by accessing in-house expertise, proprietary and third-party research. This includes Hermes' proprietary ESG Dashboard which provides an ESG score per stock and the ESG Portfolio Monitor, which provides a holistic view of ESG statistics at a portfolio level. The ESG dashboard and Portfolio Monitor draw on best-in-class data from various sources including Sustainalytics, Trucost as well as voting and engagement progress data from Hermes EOS, Hermes' stewardship service. Through the dashboard and close interaction with the EOS team, our investment teams are able to benefit from the unique data insights and positive impact of our engagement work.

Hermes EOS, which provides stewardship services for over 40 institutional investors, is a global market leader in voting and engagement with both companies and public policy makers. The team votes over 9,000 company meetings and actively engages with around 500 companies a year at executive and board level on a range of issues including board governance, executive remuneration, risk management, business strategy, corporate culture, carbon, pollution, water stress, labour and community rights. We are also active participants in a wide range of public policy discussions and our Chief Executive, Saker Nusseibeh, founded the 300 Club, an independent forum for discussion and debate about the responsibilities of the investment industry.

Whilst the responsibility for implementation resides with all Hermes personnel, the ESG integration programme is led, coordinated and supported by a small dedicated team: a head of responsibility reporting to the CEO and a senior executive responsible for co-ordination and execution. This team is further supported by the Responsibility Working Group, which meets quarterly, to set Hermes policy and lead initiatives. The Responsibility Working Group includes the CEO, investment, business development and responsibility representatives as members.

Voting

Throughout the first half of 2017, for Hermes Investment Funds Plc, we voted at 402 shareholder meetings (5,198 resolutions). At 193 of those meetings we opposed one or more resolutions. We voted with management by exception at seven meetings and abstained at one meeting. We supported management on all resolutions at the remaining 201 meetings.

Hermes Investment Funds Public Limited Company

Investment Manager Information (continued)

Voting (continued)

Statistics	Total
Total meetings voted in favour	201
Meetings where voted against (or voted against AND abstained)	193
Meetings where abstained	1
Meetings where voted with management by exception	7
Total meetings	402

Source: Hermes 01/01/2017 – 30/06/2017

Engagement

Throughout the first half of 2017, for Hermes Investment Funds Plc, we engaged with 180 companies on 461 issues and objectives. Hermes' holistic approach to engagement means that we typically engage with companies on more than one issue simultaneously. The engagements included in these figures are in addition to our discussions with companies around voting matters.

Theme	Global
Environmental	58
Social and Ethical	94
Governance	223
Strategy Risk and Communication	86
Total	461

Source: Hermes 01/01/2017 – 30/06/2017

Hermes Investment Funds Public Limited Company

Investment Manager's Report

Performance Update

Returns to the period ended 30 June 2017

	One Year		
	Return %	Benchmark %	Performance
Hermes Global Emerging Markets Fund ¹	18.99	12.66	5.62
Hermes Global Equity Fund ¹	4.48	5.27	(0.74)
Hermes European Alpha Equity Fund	11.69	9.89	1.64
Hermes Global High Yield Credit Fund	4.17	3.90	0.27
Hermes Europe Ex-UK Equity Fund	17.63	13.00	4.10
Hermes US SMID Equity Fund ^{1,2}	(1.94)	0.09	(2.03)
Hermes Asia Ex-Japan Equity Fund ¹	18.96	15.92	2.62
Hermes Global Equity ESG Fund ¹	6.15	6.04	0.10
Hermes Multi Strategy Credit Fund ⁴	3.62	5.02	(1.33)
Hermes Multi Asset Inflation Fund ⁶	(0.23)	1.95	(2.14)
Hermes Global Small Cap Equity Fund ¹	2.15	4.38	(2.13)
Hermes US All Cap Equity Fund ^{1,3}	2.15	2.72	(0.56)
Hermes Absolute Return Credit Fund ⁵	2.03	2.20	(0.17)

Note:

Relative performance returns are calculated on a geometric basis

Total Return in GBP except Global High Yield Credit in EUR, Multi Strategy Credit in USD and Absolute Return Credit in USD, net of fees (this is the 'F' Share Class).

Returns are based on midday F GBP Acc NAV since seeding with midday Z GBP Acc NAV fee adjusted synthetic history except Hermes Global High Yield Credit Fund F EUR Acc and Hermes Multi Strategy Credit Fund F USD Acc.

All Fund returns are based on midday pricing apart from the Credit Funds which are based on close of business. All benchmarks/targets are based on close of business prices.

¹ Benchmark is net of withholding tax

² Russell 2500 TR net benchmark is calculated from the penultimate working day of each month

³ Russell 3000 TR net benchmark is calculated from the penultimate working day of each month

⁴ BofA Merrill Lynch Global High Yield Index (Hedged USD) is a measure used to monitor the performance of the Hermes Multi-Strategy Credit Fund but not the benchmark

⁵ 3M LIBOR +3% is a target not a benchmark

⁶ RPI% is not the benchmark of Multi Asset Inflation Fund but a comparator

Hermes Investment Funds Public Limited Company

Investment Manager's Report (continued)

Hermes Global Emerging Markets Fund

Market Review

Emerging market equities returned 6.27% in the second quarter, as measured by the MSCI Emerging Markets Index (the Index), extending year-to-date gains to 18.43% in US Dollar terms. Emerging market equities have been the best-performing asset class so far this year, outperforming developed equity markets in each of the first six months.

Performance has been boosted by a supportive global backdrop, in particular US Dollar weakness, global liquidity, improving emerging market growth and a revival in corporate earnings. Consensus forecasts for earnings growth in emerging markets this year have risen to 20.40%, up from 13.20% at the start of 2017.

At a regional level, Asia ex Japan outperformed. Korean equities were among the region's best performers, driven by the Information Technology sector and major benchmark constituents Samsung Electronics and SK Hynix, which reported better-than-expected results. Chinese markets tracked higher on investor optimism buoyed by improving economic data and a solid earnings season for its blue chip heavyweights. Sentiment was aided in June by MSCI's landmark decision to include China A shares in the MSCI Emerging Markets Index as of May 2018.

In contrast, Russia was the weakest market, dropping 14.18%, while the Rouble lost value due to a sharp decline in Brent crude. Qatar equities fell 9.22% largely as a result of the economic and diplomatic blockade at the start of June by neighbouring Gulf countries. Latin America lagged, led lower by Brazilian equities, which returned a modest 3.00% as political risk increased following corruption allegations against President Michel Temer.

At sector level, Information Technology was the best performer, rising 35.11%, while Energy was the only sector in negative territory, dropping 0.65% on oil price weakness.

Investment Strategy

Currently, we are retaining the Fund's positioning in quality stocks, with a growth bias. We are not committed to this investment style and if economies worldwide become healthier and poised for sustainable growth, our stock selection will gravitate toward value. Given the global headwinds of demographics, debt and digital disruption, however, we think this shift is still far off.

We are overweight to India, China, Taiwan, the United Arab Emirates (UAE), Hungary and Peru and underweight to Korea, Malaysia, Mexico, Turkey, Poland and the Philippines. The Fund is overweight in the Consumer Discretionary, Health Care and Information Technology sectors and underweight Materials, Energy and Industrials.

In the first quarter, we reduced our overweight position in India, selling ICICI Bank as we expect a rise in its level of non-performing loans. In Mexico we sold Banregio, a lender to small-to-medium-sized enterprises, as it had reached our price target. This funded our purchase of Walmex, the Mexican general merchandise retail arm of Wal-Mart, at an attractive entry point following a sharp share-price fall after Donald Trump's election victory. We exited Banco Macro as it reached our price target and sold Norilsk Nickel to reduce our exposure to Russia after the market's strong performance in 2016. We bought Naspers, a South African conglomerate with assets that offer exposure to e-commerce in emerging markets where internet penetration and usage could grow exponentially.

In the second quarter, we trimmed some high-quality growth stocks that have performed strongly, including Hangzhou Hikvision 'A', Gree Electric Appliances 'A', Kweichow Moutai 'A' and Lojas Renner. We added to some value names: South African conglomerate Naspers given the potential value of its internet assets and the outperformance of its listed assets Tencent and Mail.ru; and Sberbank of Russia due to its attractive valuation and our expectation of a recovery in the Russian economy.

We increased our investment in the world's largest retailer, Alibaba, due to the strong growth of its core e-commerce platform. Alibaba is also diversifying into media creation and cloud computing.

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Investment Manager's Report (continued)

Hermes Global Emerging Markets Fund (continued)

Investment Strategy (continued)

We initiated a position in Abu Dhabi Commercial Bank, exposing the Strategy to the UAE banking market, where liquidity constraints are falling and the cost of funding is improving. We exited Pampa Energia as it approached our price target and trimmed Itau Unibanco to reduce our exposure to Brazil's uncertain political backdrop.

Performance Review

The Fund returned 18.99% in Sterling terms (net of fees) to outperform the benchmark index on a relative (geometric) basis by 5.62%. This was driven primarily by stock selection in China, India, the UAE, Korea and Russia offsetting stock selection in Taiwan, which detracted. Our underweight Korea, the best-performing country in Asia ex Japan (28.78% in US Dollar terms), hurt though this was offset by positive stock selection (Samsung).

Hangzhou Hikvision 'A', a leading Chinese surveillance solutions provider, was the largest contributor. The share price is up more than 65.00% year-to-date following several broker upgrades as the global leader in the surveillance market is expected to leverage its expertise in machine vision systems to expand its addressable markets as the automation trend continues. HDFC Bank, India's second largest private bank, rose after posting stable quarterly results despite an unfavourable business environment during the quarter, including absorbing the impact of demonitisation which is now dissipating. Samsonite, the world's biggest travel luggage company, rose on improving sales momentum and a more positive sentiment towards its acquisition of TUMI last August. Magnit, the Russian discount supermarket retailer, was the largest detractor due to weaker-than-expected FY16 results driven by the challenging macro environment in Russia and the company's cautious 2017 outlook. Tung Thih, a Taiwanese manufacturer of automobile components, slipped after first quarter results fell short of expectation due to FX headwinds and increased competition. Meanwhile, Indian multinational information-technology services group Tech Mahindra fell sharply amid concerns uncertainty over US immigration policies could hurt earnings.

Outlook

At 12.8x forward earnings and 1.6x trailing book value, emerging markets are now close to their long-term average valuations. Profitability has improved over the past 18 months as productivity growth has exceeded wage growth and commodity prices have rallied, but this phenomenon has peaked in our view, and the rest of the emerging-market index will need to pick up the slack in the future. Asian e-commerce companies have substantial operating leverage so should have few problems increasing their already impressive operating margins, but for other emerging economies and companies technology will be the key to greater profitability as the global growth model increasingly moves away from industrialisation. In our view, complacent management teams used to buoyant domestic and global growth will struggle to keep up with their increasingly digitally enabled competitors. This explains our current preference for higher-quality businesses and management teams.

Hermes Investment Management Limited
July 2017

Hermes Investment Funds Public Limited Company

Investment Manager's Report (continued)

Hermes Global Equity Fund

Market Review

The MSCI World returned 5.27% over the first half of 2017. The start of the year saw a change in market leadership. Gone was the preference for value stocks that propelled markets higher in late 2016, with the baton passed to growth.

The move was driven initially by mean reversion, although as with most inflection points the period was short-lived. The earnings season soon triggered a renewed focus on fundamentals and the delivery of earnings growth, which continued into the second quarter.

A more defensive mind-set took hold in May and June, due to two factors. Elections in Europe, the impending Brexit negotiations and the 'entertainment' provided by Donald Trump, all increased political uncertainty, while there were concerns that a rally in the quality growth market segment had become over-extended.

The political uncertainty was replaced by central bank activity as the key influence on global equity markets as the end of the period approached. The US Federal Reserve raised rates to 1.25% as record jobs growth pushed unemployment to a 16-year low. In Europe, a positive economic backdrop led European Central Bank President Mario Draghi to tentatively signal tapering, while similar noises were made in the UK by Bank of England Governor Mark Carney.

This triggered a rotation into value that was particularly beneficial for the Financials sector as the period ended in an almost mirror image of how it started.

Investment Strategy

There were no enhancements to the investment process over the half year and we remained focused on stock selection, with neutral regional and sector weightings.

The Hermes Global Equity Fund uses systematic fundamental analysis to assess the attractiveness of over 5,000 stocks on a daily basis. This analysis involves a disciplined bottom-up stock selection process, which is based on well-documented anomalies and trends in investor behaviour. The strategy aims to take advantage of systematic behavioural biases of market participants while remaining cognisant of the risks associated with the modelling of such behaviour.

We determine fair value for a stock by using metrics from the full range of a company's financial statements, and our modelling employs a wide variety of stock characteristics (often referred to as factors) designed to proxy expected investment returns and the behaviour of market participants. The Fund's multi-factor approach ensures we remain exposed to a range of styles. It also aims to generate consistent outperformance in all market environments. We closely monitor the performance of each factor with the aim of building stock selection models that deliver consistent and sustainable excess returns.

Portfolio modelling is utilised in the portfolio construction process to trade-off between expected return and portfolio risk, allowing for both portfolio constraints and transaction costs. The process is further supplemented by portfolio exposure analysis using our proprietary risk modelling system, MultiFRAME, which allows us to assess the Fund's exposure to any quantifiable risk factor.

Unlike traditional quantitative strategies, analysis is also completed on a disciplined subjective stock level basis. The team uses their extensive experience to challenge the output of the investment model and remove trades subject to significant non-quantifiable factors or unreliable inputs.

Performance Review

The Fund returned 4.48% over the period, lagging the benchmark index by 74bps. The underperformance was due to the midday pricing effect. The attribution is based on the gross returns of the Fund, using close of business prices, which outperformed the benchmark index.

Hermes Investment Funds Public Limited Company

Investment Manager's Report (continued)

Hermes Global Equity Fund (continued)

Performance Review (continued)

Overall, the Fund added value in the majority of sectors. Allocation added value through the underweight in Energy and overweight in Technology. Stock selection detracted from relative returns with contributions from Industrials, Real Estate, Information Technology and Telecommunications Services, which were outweighed by detractions from the Consumer sectors and Energy. From a regional viewpoint, both Europe and Japan added value, while North America, driven by the US, detracted.

Lam Research, The Cooper Companies and ING Groep were the largest individual contributors in the period. Lam Research looks on track to deliver growth in the region of 35%-40% over the next 12 months due to a good product mix, an increase in capex and increasing demand for its products. The Cooper Companies increased its guidance as sales for its vision products rose and its margins improved. ING Groep reported earnings significantly ahead of expectations in the period due to a combination of greater revenues and lower costs and loan losses.

Oasis Petroleum, Hess Corp and Marathon Oil were the largest individual detractors in the period due to weakness in the Energy sector, which was initially mean reversion following a strong run at the end of 2016 and was compounded by a falling oil price.

Outlook

Looking ahead, the strong rally in 'growth' stocks throughout the year means that much of this area of the market is looking expensive. Indeed, we have already seen a pause in performance for many growth stocks over recent weeks. This looks set to continue for the time-being, although we believe companies, such as Amazon and Facebook, which are experiencing super-growth will continue to perform well. Despite looking very expensive on traditional valuation metrics, they look reasonably valued in our hyper growth model, which places a greater emphasis on forward expectations and market sentiment, thereby taking into account their future growth potential.

With many 'growth' companies taking a pause for breath, 'value' stocks are likely to stage a recovery and the Financials sector, where the portfolio is overweight, is likely to be a chief beneficiary. In the US, the prospect of stable or higher rates and low valuations are combining to make the Financials sector attractive. With consumer finances improving, thus lowering the risk of defaults, and mortgage demand healthy, we expect the consumer to be the growth engine for the sector. In Europe, Draghi has hinted at tightening monetary policy amid an improving economic environment in the region. This doesn't necessarily mean a rate hike in the near future, but the direction of travel seems clearer and combined with positive growth prospects in Europe, provide a positive backdrop for many banks in the region.

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Investment Manager's Report (continued)

Hermes European Alpha Equity Fund

Market Review

In the first half of 2017 the FTSE All-World Europe increased by 9.89%. The 'Trump trade' fizzled out at the start of the year, as sentiment swung back towards defensive growth, due to increasing nervousness. This was driven in large part by political uncertainty, ahead of the Dutch and French elections, both of which suggested that the populist surge in Europe had passed its peak.

The swing in sentiment soon ebbed away as earnings season brought corporate Europe back into focus. The 2016 financial year earnings season showed a broadening improvement in Europe, alongside more constructive management commentary. The improving earnings backdrop continued in the subsequent first-quarter earnings season and created a positive undercurrent for investors away from the headlines.

Politics continued to dominate the headlines for much of the second quarter. First with the French election, where Emmanuel Macron's win was greeted with enthusiasm across most of the political spectrum. The same could not be said following the snap UK general election, which spectacularly backfired on Theresa May. Her ambition for a strong and stable government was rejected by the UK electorate. In its place is a weak and wobbly coalition with Northern Ireland's Democratic Unionist Party (DUP) that makes it difficult to achieve much of her legislative programme. It also affects her ability in the Brexit negotiations, although this may be no bad thing.

As the period came to a close attention turned towards central banks. The Federal Reserve raised rates in the US, while both the Bank of England and the European Central Bank (ECB) tentatively signalled some form of future tightening (or less easing).

Investment Strategy

The Fund's broad positioning has been consistent so far this year, with a firm bias towards growth: positive earnings, stronger sales growth and higher margins than the benchmark. Its future growth prospects look attractive with positive long-term earnings growth and a higher sustainable growth rate than the market, according to Style Research. This analysis is consistent with our observation of the Fund's holdings, the majority of which have met or beaten expectations in the period.

From a sector perspective, all changes were a result of individual investment decisions rather than an allocation decision. The biggest change in sector positioning in the period was an increase in the underweight position in Financials. We received cash for Delta Lloyd following the NN Group takeover, and we took profit in a number of banks following the strong run at the end of 2016/early 2017. The underweight in Telecommunication Services increased following the sale of Vodafone. We had been reducing for some time, frustrated by the lack of earnings progression following 'project spring', Vodafone's £20bn two-year investment programme.

The weighting in the Industrials sector moved to overweight due to the purchase of Kion, which is a clear beneficiary of the move towards automation and increasing sophistication in logistics facilities. The weight in Industrials also increased due to the outperformance of Wirecard, Aena and Amadeus, the top three contributors to relative returns over the period.

Performance Review

The Fund returned 11.69%, outperforming the benchmark index by 1.64% over the period. Stock selection was the main influence on the positive excess return, while sector allocation also added value. There were strong contributions from stock selection in Industrials, Oil & Gas and Basic Materials, which outweighed detractions from Consumer Goods and Health Care. The main contributions from allocation were the underweight position in Oil & Gas and the overweight in Health Care, which offset detractions from the overweight in Consumer Services and the underweight in Financials.

The biggest individual contributors to relative returns were Wirecard, Aena and Amadeus. Wirecard continues to demonstrate positive earnings momentum and gained a footprint in the US when it completed the acquisition of Citi Prepaid Card Services, one of the leading prepaid card issuers in the US.

Hermes Investment Funds Public Limited Company

Investment Manager's Report (continued)

Hermes European Alpha Equity Fund (continued)

Performance Review (continued)

The deal, which reflects the company's global ambition, will be immediately accretive to earnings. Meanwhile, Aena's passenger traffic grew by 7.00% year-on-year which, due to its operating leverage, led to double-digit growth at the bottom line. Amadeus reported strong revenue and profit growth driven by a rise in airline traffic, growing market share in its Global Distribution System (GDS) and travel booking segment, and new customer wins in its IT solutions division, which support its growth outlook.

Pandora, Statoil and Sberbank were the largest detractors. Despite reporting in-line results, shares in Pandora fell on concerns over low growth in the US amid falling mall traffic that has afflicted many retailers in the US. Statoil and Sberbank both fell in H1, given a weaker oil price and strong performance at the end of 2016.

Outlook

It has been a busy six months for political scientists following elections in Netherlands, France and the UK as well as the start of Brexit negotiations. However, we are unshaken in our belief that political uncertainty, as a driver of investor returns, is over-estimated. The European economy continues to tick along nicely, while Euro area confidence hit a decade-high. Inflation remains muted, but with a broad-based improvement in activity and confidence, talk of tapering has led to expectations of higher interest rates.

We continue to regard companies as the best economic barometer. Feedback has been positive overall and for a number of companies, it is the first time in years where all regions are growing simultaneously. Earnings estimates have not only held up, but they've been upgraded. Encouragingly, these upgrades have been spread across a number of sectors, with just energy missing out at the half-year stage.

Our unwavering focus on the bottom-up continues, we are watching earnings revisions closely and listening intently to what companies are telling us. So long as politics takes the headlines, good investment opportunities will remain. We all know to sell on euphoria, but that's a long-way off in Europe, in the meantime we are optimistic.

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Hermes Investment Funds Public Limited Company

Investment Manager's Report (continued)

Hermes Global High Yield Credit Fund

Market Review

The first six months of the year have proven to be very strong for Global High Yield – and confidence continues with accommodative monetary policy and sustainable economic growth providing a healthy backdrop over the year. However, concerns about another possible rate hike before year-end and doubts over the 'reflation trade' that perpetuated the positive momentum of late 2016 into early 2017 have emerged.

Indeed, the rally in Global High Yield markets that started in the middle of the first quarter took a breather in late June on the back of renewed interest rate volatility and oil price weakness.

In its wake, global credit delivered solid returns and we observed record or near-record issuance across all major credit markets. Most notably, Reverse Yankees – debt issued by US companies in Euro and emerging market issuance were particularly strong. This issuance was a likely contributor to fading momentum in June because at the same time the issuance was building we saw net outflows in High Yield credit (in contrast to very strong inflows in Investment Grade). One exception worth noting is that the amiable disposition to high yield short-duration products continued, which saw inflows compared to those outflows across high yield. This particular market technical steepened credit curves even more. It also introduced some investment opportunities just beyond that five-year point, where marginal benefit of marginal credit risk is most efficient.

Prominent themes for the rest of the year remain politics, mainly further Trump-related controversies, and central banks amid renewed interest rate volatility and signals from the European Central Bank (ECB) that it could soon begin reducing its quantitative easing (QE) purchases. This raises questions about how supportive markets will be to the impending reduction in monetary stimulus.

Investment Strategy

Over the first half of 2017, we shifted the risk profile in order to take advantage of emerging value in certain pockets of the market. As credit spreads rallied during the first half of the year, we moved to mitigate risk that some properties of fixed-income could have a negative impact on performance. To that end, we trimmed or eliminated positions where upside was limited but meaningful downside moves were possible should market sentiment sour (e.g. AIB, Softbank, VTR and Faurecia). As a market technical has steepened credit curves inside of five years, we have rolled some positions just beyond the five-year point to capture a more efficient reflection of environmental, social and governance (ESG) and credit risks. We also started to add positions in US Retail as the sector has now shifted to multi-year wides. We reduced some names due to more elevated idiosyncratic risk, e.g. Rite Aid. We also added some risk in high-quality cyclical names.

We exited our position in JBS following an engagement with the company and an ESG score downgrade. Since that trade, the securities of JBS have declined in a material way. Changes to ESG scores resulted in a decision to eliminate Valeant, and Freeport, among others. At the same time, we began to build a position in Petrobras as we are increasingly confident about the positive impact that Hermes' EOS dialogue is having on the company.

Performance Review

Given the up-in-quality bias of the portfolio in context of a high-beta rally, performance was in-line with expectations. It returned 4.17%, outperforming the benchmark return of 3.90%.

Sources of relative performance came from Banking, Insurance and Basic Industry. Detractors of performance were Services, Retail and Energy.

Strong single-name performance came from our overweight allocation in Basic Industry. Sappi, BHP Billiton and Huntsman provided positive relative returns over the year. Within the Financial Services sector, Groupama, Commerzbank and Intesa Sanpaolo enjoyed strong positive returns. So far this year, Dell has also been a strong single-name contributor of relative performance.

Hermes Investment Funds Public Limited Company

Investment Manager's Report (continued)

Hermes Global High Yield Credit Fund (continued)

Performance Review (continued)

Detractors of relative performance came from the Energy sector, with names such as Petrobras rallying over the period. The underweight position in lower quality telecommunications companies like Sprint and Intelsat also weighed on relative performance.

On a geographical basis, we saw significant outperformance from Western Europe and North America.

Outlook

In terms of the way forward, we recently downgraded our credit outlook score by two notches, in light of increased convexity risk and diminishing valuations. The ECB has kept rates low allowing for many companies to refinance themselves into a more prolonged life. This implies that when some of these companies do default, recoveries will be much lower than historical norms portend.

Even though we believe corporate fundamentals will improve during the year, given the rally in credit spreads in early 2017, we will not gamble with default risk to deliver performance this year. The path to outperformance requires much more focus on the fixed-income characteristics of credit management. For example, we believe an overreliance on the traditional inverse relationship holding up between risky assets and government bonds could be a mistake. As such, a dogmatic belief in duration to provide protection in periods of extreme volatility could put capital at risk.

After a strong H12017 in global credit, the capacity for securities of higher-risk companies to rally much further has diminished. We will remain up-in-quality across US, Europe, and EM. We believe that interest rate volatility and the ebbing of QE programmes will introduce some hesitation in credit markets, but there is no shortage of opportunities in global credit, e.g., high-quality cyclicals and US retail. The recent love-affair with short duration products has steepened credit curves such that value can be found just beyond that five-year distortion in credit curves. To manage fixed-income risks for the purpose of protecting capital, we believe it makes sense to be duration-light in credit strategies, particularly given the asymmetric return profiles of interest rates. In addition, mindful of negative convexity, we have trimmed or eliminated positions that would be susceptible to a more accelerated loss of capital should sentiment sour.

In summation, we must avoid the well-trodden path of traditional credit management. In order to deliver outperformance for our clients we are compelled to invest with strategies that are aligned with where credit markets are going, not where they have been.

Because the market rally forced cash prices up, we will be ever more vigilant about managing rising convexity risk in the market by looking for lower cashed-priced bonds where return profiles are less asymmetric.

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Investment Manager's Report (continued)

Hermes Europe Ex-UK Equity Fund

Market Review

The FTSE World Europe (ex UK) increased by 13.00% in the six months to June-end. The 'Trump trade', which saw a surge in the Dollar, bond yields, and equity prices following November's election, quickly fizzled out at the beginning of the year as sentiment swung away from value and back towards defensive growth due to an increase in nervousness. This was driven in large part by political uncertainty, ahead of the Dutch elections that ultimately saw the rise in populism halted in its tracks.

The swing in sentiment soon ebbed away as the earnings season brought corporate Europe back into focus. The season showed a broadening of earnings in Europe and was also notable for a lack of commentary on the political landscape from management teams. The improving earnings across Europe continued in the subsequent first-quarter earnings season and created a positive undercurrent for investors away from the surface headlines.

Politics continued to dominate the headlines for much of the second quarter. First with the French election, which was greeted with a sigh of relief as Emmanuel Macron defeated Marine Le Pen. The same could not be said following the snap UK general election, which spectacularly backfired on Theresa May. The Prime Minister's ambition for a "strong and stable" government was rejected by the UK electorate. In its place is a 'weak and wobbly' coalition with Northern Ireland's Democratic Unionist Party (DUP) that makes it difficult to achieve much of her legislative programme. It also affects her ability in the Brexit negotiations, although this may be no bad thing.

As the period came to a close attention turned towards central banks. The Federal Reserve raised interest rates in the US, while both the Bank of England and the European Central Bank signaled some form of tightening, which provided the catalyst for the rotation towards value and away from growth and quality.

Investment Strategy

The Fund's broad positioning has stayed constant over the year, with a firm bias towards growth in the form of positive earnings and sales growth as well as higher margins than the market. Its future growth prospects look attractive with positive long-term earnings growth and a higher sustainable growth rate than the market, according to Style Research. This analysis is consistent with our observation of the Fund's holdings, the majority of which have met or beaten expectations in the period.

From a sector perspective, all changes were a result of individual investment decisions rather than an allocation decision. The biggest change in sector positioning in the period was a decrease in the overweight position in Consumer Services, due to the sale in Inditex as we became concerned that, despite its shift to online, we are not seeing its operational gearing rise, making it harder to justify its high valuation.

The underweight position in Financials decreased due to the new position in Allied Irish Bank, which was bought at an attractive valuation. With a strong market position, the prospect of higher margins and an improving balance sheet, Allied Irish Bank offers significant upside potential.

Performance Review

The Fund returned 17.63%, outperforming the benchmark index by 4.10% over the period. Stock selection was the main influence on the positive excess return, while sector allocation also added value. There were strong contributions from stock selection in Industrials, Basic Materials and Oil & Gas, which outweighed detractions from Health Care and Information Technology. The main contribution from allocation was the overweight in Industrials, which outweighed the detraction from the overweight in Oil & Gas.

Hermes Investment Funds Public Limited Company

Investment Manager's Report (continued)

Hermes Europe Ex-UK Equity Fund (continued)

Performance Review (continued)

Duerr, Wirecard and Aena were the biggest individual contributors to relative returns. Duerr reported results ahead of expectations, driven by strong new orders in HOMAG and a profit on the sale of its Cleantech unit. Wirecard continues to demonstrate positive earnings momentum and gained a footprint in the US when it completed the acquisition of Citi Prepaid Card Services, one of the leading prepaid card issuers in the US. The deal, which reflects the company's global ambition, will be immediately accretive to earnings. Aena's passenger traffic increased by 7.00% year-on-year which, due to its operating leverage, led to double-digit growth at the bottom line.

Dialog Semiconductor, Statoil and Renault were the largest detractors. Dialog Semiconductor fell after being downgraded on concerns that it would suffer a similar fate to Imagination Technologies, which was dropped by Apple. We believe that these concerns are not warranted as Apple is increasing the amount of content it buys from Dialog, rather than decreasing it, as it has done with Imagination Technology. Dialog is also diversifying its revenue base with customer wins that include Samsung and an un-named Chinese manufacturer. Statoil fell along with the sector which had risen sharply in the final quarter of 2016. This was compounded by the oil price, which fell over the period. Renault fell in the first quarter due to allegations that it cheated on its emissions testing, something which the firm strenuously denies. The share price subsequently recovered ground after reporting strong revenue and margin growth before succumbing to the rotation into value at the end of the period.

Outlook

It has been a busy six months for political scientists following elections in Netherlands, France and the UK as well as the start of Brexit negotiations. However, our belief that political uncertainty, as a driver of investor returns, is over-estimated remains unshaken. The European economy continues to tick along nicely, while Euro-area confidence hit its highest point in a decade. Inflation remains muted, but with a broad-based improvement in activity and confidence, talk of tapering has led to expectations of higher interest rates.

We continue to regard companies as the best economic barometer and feedback has been positive overall. For a number of companies, it is the first time in years where all regions are growing simultaneously. Earnings estimates have not only held up, but they've been upgraded. Encouragingly, these upgrades have been spread across a number of sectors, with just energy missing out at the half-year stage.

With good investment opportunities emerging and underlying macroeconomic conditions that underpin undemanding valuations, we remain optimistic. The data suggests that, despite improving sentiment, we are still some way off euphoric levels, and investor flows into the region are only just getting started.

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Hermes Investment Funds Public Limited Company

Investment Manager's Report (continued)

Hermes US SMID Equity Fund

Market Review

The benchmark Russell 2500 Index returned 5.97% during the period (in US Dollar terms). Large caps outperformed SMID and Smaller caps lagged. Growth has outperformed value by a considerable margin.

At sector level, Health Care was the strongest performing sector, up 22.19% followed by Information Technology, which rose 13.18%. Energy was the worst-performing sector, dropping almost 25.04% due to a decline in crude oil prices. There has been a rotation out of some of the beneficiaries of the so-called 'Trump trade' (Financials, Industrials) into parts of the market (Health Care, Information Technology) which relatively underperformed in the post-election euphoria of Trump's promised pro-growth policies. This rotation reflected weaker economic data coming through in February and March and acknowledged a realisation that many of Trump's policies are controversial and will likely require compromise. At the same time, an improving European economy and Emmanuel Macron's victory in the French presidential election have seen investor interest switching from the US. These factors make for a better set up for the asset class – a market driven by fundamentals rather than one based on the expectation of political stimulus.

With this in mind, the market now appears to be more broadly representative of the robust fundamentals which underpin it. At company level, several industrial businesses have called the bottom, and the deflationary effect of Energy's decline has begun to dissipate. The recent earnings season revealed the highest revenue growth since 2011 and in many cases earnings are being revised up, reflecting increasing business confidence.

The US unemployment rate fell to a 16-year low of 4.30% in May. The US Federal Reserve increased its benchmark interest rate by 25bps in June, the second rate rise in 2017, amid rising confidence that the economy will continue to expand over the next few years.

Political uncertainty remained an important feature in the market as US President Donald Trump dismissed FBI Director James Comey. The dismissal raised doubts about the Trump administration's ability to push through its fiscally expansive policies. It also weighed on the US Dollar.

Investment Strategy

In many sectors the disruptive effect of technology has never been more evident – retail, autos and media are examples of sectors where structural challenges continue to test the accepted norms. Active stock-picking allows for a more thoughtful allocation to these uncertain parts of the market.

The US retail supply chain is rapidly being disrupted – and this is creating opportunity. As large and small players alike compete for shoppers across channels, we prefer to invest in the enabling technology rather than the brands on offer, which frequently fall out of favour with consumers. In supply chain software company Manhattan Associates (added in the first quarter), for example, we are not investing in a single consumer brand exposed to competition, but a business that is both enabling and benefitting from the growth of omni-channel sales: the ability to deliver goods to consumers in-store, online or at click-and-collect desks in the most cost-effective way. Its software helps retailers optimise what is their most valuable and risky item of working capital – their inventory.

We also added Fortune Brands Home and Security, a building products company with leading market shares in cabinets, plumbing and security, which offers cyclical exposure to the improving housing market and stronger consumer demand.

We reduced our underweight position in banks by buying Sterling Bancorp, an East Coast bank, based on our expectations that a number of different factors – rising interest rates, an improving economy, deregulation and lower taxes – look set to improve the operating environment sector-wide. Furthermore, we added to our positions in Wintrust Financial and Sterling Bancorp in the second quarter, which are both high-quality franchises that look well placed to benefit in the current environment.

We sold Sally Beauty as its investment thesis changed and took profit on Cognex and Bio-Rad Laboratories. We trimmed our position in West Pharmaceuticals after a period of outperformance led to it becoming one of our largest holdings. We reduced Ansys as it has moved up towards our price target.

Hermes Investment Funds Public Limited Company

Investment Manager's Report (continued)

Hermes US SMID Equity Fund (continued)

Performance Review

During the period the Fund returned -1.94%, underperforming the benchmark index by 2.03% in Sterling terms (net of fees). This underperformance was driven by stock selection in Health Care, Financials and Producer Durables sectors, offsetting positive gains from some Consumer Staples and Information Technology holdings. Our underweight position in Energy boosted our relative return as the sector fell by over 25.00% due to the decline in crude oil prices.

The single largest contributor to underperformance over the period was our underweight in REITs (real estate investment trusts) which rebounded as expectations for interest rate rises moderated. Within REITs, those companies exposed to retail (as our holdings are) underperformed the broader sector. Moderating rate-hike expectations were also unhelpful for our Regional Bank holdings, a sector in which we are overweight. Within Health Care, biotechnology, a sector in which the Fund is underweight, outperformed.

At stock level, The Cooper Companies, a vision care and women's health provider, boosted our relative return the most during the period on solid results. The firm is introducing new products such as one-day silicone hydrogel lenses, expanding its operating margins and increasing its cash flow generation. Ansys, which provides engineering application software, rose on better sales execution and an improved global backdrop. It has also taken steps to improve execution by changing senior sales leadership and making greater use of channel partners. National Instruments, an automated test equipment and virtual instrumentation software provider, rose on expectations of expanding opportunities in new areas of 5G, the Internet of Things and connected cars as well as greater operating efficiencies.

Oilfield services provider Superior Energy Services fell due to sluggish activity in the US Gulf of Mexico and international markets and crude price weakness. Sally Beauty, a retailer and distributor of professional beauty products, fell after reporting disappointing first quarter results due to a difficult retail environment and unsuccessful promotions weighed on earnings. We sold our position in April. Matson, a Hawaiian shipping company, fell on downbeat guidance, headwinds from US Dollar strength weighing on Hawaii's economy and new competition in its Guam business.

Outlook

We believe the macroeconomic picture remains supportive for US companies against a backdrop of healthy consumers, historically low unemployment, a stabilised industrial economy and, importantly, rising global economic growth. In such an environment, the earnings of lean US businesses will benefit from operating leverage.

Valuations, while towards the top end of their trading range, reflect a healthy and improving underlying US economy. This benign backdrop could continue to support earnings growth for some time, driving further stock market rises irrespective of fiscal and economic stimulus. At the stock level we continue to find good entry points into interesting, high-quality companies that we believe will be the long-term winners within their respective sectors.

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Hermes Investment Funds Public Limited Company

Investment Manager's Report (continued)

Hermes Asia Ex-Japan Equity Fund

Market Review

During the period, the MSCI AC Asia ex Japan benchmark returned 21.86% in US Dollar terms.

Korean equities were among the region's best performers, rising 27.21%, driven by the Information Technology sector and major benchmark constituents Samsung Electronics and SK Hynix, which reported better-than-expected results.

Chinese markets tracked higher on investor optimism buoyed by improving economic data and a solid earnings season. Sentiment was aided in June by MSCI's landmark decision to include China A shares in the MSCI Emerging Markets Index as of May 2018.

Indian stocks gained, but underperformed broader regional returns in the second quarter amid concerns the implementation of the much awaited Goods and Services Tax (GST) in July will negatively impact company results and potentially disrupt the economic recovery after demonetisation.

Investment Strategy

We continue to seek opportunities to invest in undervalued companies. The standout underperformer year-to-date is the (non-benchmark) China A-share Index. Although the China A-share market remains the most expensive large stock market in the region, it is also the least efficient. Given the multitude of poorly researched stocks in the A-share market, from time to time we are able to unearth companies that represent compelling investment opportunities despite the market as a whole being expensive. In the first quarter, we invested in one such company – China South Publishing. The media group has a stable core business publishing kindergarten (K12) textbooks and trades at an attractive valuation compared to its A-share-listed peers. We also added Indian IT services firm Tech Mahindra following a sharp share price fall due to Trump's immigration policy uncertainty and its potential impact on earnings. We sold New Oriental Education and Technology after it reached our price target and we cut our Financials holdings in Korea (Hana Financial, KB Financial and Samsung Card) following a strong run.

In the second quarter, we initiated a position in Chow Tai Fook, the largest jeweller in Greater China. We expect its earnings will improve as consumption recovers, while its aggressive cost-cutting and inventory reduction continues. We also bought Advanced Semiconductor Engineering, the world's largest semiconductor outsourced assembly and testing provider, which has proposed a merger with Siliconware Precision Industries, the third-largest such company. We believe the proposed tie-up is strongly earnings-accretive. We added to our position in LG Chem as we believe the current share price does not reflect the value of its electrical vehicle battery and energy storage solution business. We also added to our position in Alibaba on strong interim numbers and increased our investment in China Merchants on positive throughput data.

We sold E-Mart, a Korean discount retailer, after a strong rise in its share price and as we expect that profit-boosting initiatives will take longer to materialise than the market expects. We also sold Taiwanese LCD component maker Radiant Opto-Electronics and Hyundai Wia, a Korean auto-part component supplier, as they both face increasing risks of product obsolescence.

Performance Review

During the period, the Fund rose 18.96% in sterling terms (net of fees) to outperform the benchmark by 2.62%. This outperformance was driven by our country positioning and positive stock selection within Korea and China. Stock selection in Taiwan and India detracted.

Wuliangye Yibin 'A', a leading Chinese liquor maker, rose on sustained demand for its products and the potential for it to raise prices further. Samsung SDI rose on expectations of achieving earnings in its battery business and greater market recognition of the value of its stake in OLED technology leader, Samsung Display. JD.Com (ADR), a Chinese e-commerce retailer, rose on strong guidance and greater clarity about its plans to spin off its finance division.

Hermes Investment Funds Public Limited Company

Investment Manager's Report (continued)

Hermes Asia Ex-Japan Equity Fund (continued)

Performance Review (continued)

Our relative return was adversely impacted by non-exposure to Chinese internet giant Tencent as it performed strongly over the quarter. Baidu, China's largest search engine provider, underperformed due to mediocre results and guidance. Tingyi, a leading food and beverage company in China, fell due to a slowdown in its top-line growth driven by changing consumer preferences away from its core categories (instant noodles and tea) and execution risks in integrating Pepsi's bottling business.

Outlook

There has been much commentary recently about the strong performance of new media technology companies in the US and China, with some fearing the technology bubble will burst soon. While we expect volatility in these names to increase from their current very low level, unlike the technology bubble of 2000–01, today's stock prices are in many cases strongly underpinned by expected earnings and cash flows. Two technology companies we own, Alibaba and JD.Com, have risen strongly recently and we are often asked whether they can continue to outperform. We believe they still represent good value, both relative to the present value of future cash flows and relative to other defensive sectors, which generally trade on nearly-as-high multiples but whose free cash flow we expect to grow at far inferior rates.

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Hermes Investment Funds Public Limited Company

Investment Manager's Report (continued)

Hermes Global Equity ESG Fund

Market Review

The MSCI World returned 6.04% over the first half of 2017. The start of the year saw a change in market leadership. Gone was the preference for value stocks that propelled markets higher in late 2016, with the baton passed to growth.

The move was driven initially by mean reversion, although as with most inflection points the period was short-lived. The earnings season soon triggered a renewed focus on fundamentals and the delivery of earnings growth, which continued into the second quarter.

A more defensive mind-set took hold in May and June, due to two factors. Elections in Europe, the impending Brexit negotiations and the 'entertainment' provided by Donald Trump, increased political uncertainty, while there were concerns that the rally in the quality growth market segment had become over-extended.

The political uncertainty was replaced by central bank activity as the key influence on global equity markets as the end of the period approached. In the US, the Federal Reserve raised rates to 1.25% as record jobs growth had driven unemployment down to its lowest level in 16 years. In Europe, a positive economic backdrop led European Central Bank (ECB) President Mario Draghi to tentatively signal tapering, while similar noises were made in the UK by Bank of England Governor Mark Carney.

This triggered a rotation into value that was particularly beneficial for the Financials sector as the period ended in an almost mirror image of how it started.

Investment Strategy

There were no enhancements to the investment process over the half year and we remained focused on stock selection, with neutral regional and sector weightings.

The Hermes Global Equity ESG Fund uses systematic fundamental analysis to assess the attractiveness of over 5,000 stocks on a daily basis. This analysis involves a disciplined bottom-up stock selection process, which is based on well-documented anomalies and trends in investor behaviour. The strategy aims to take advantage of systematic behavioural biases of market participants while remaining cognisant of the risks associated with the modelling of such behaviour.

We determine fair value for a stock by using metrics from the full range of a company's financial statements, and our modelling employs a wide variety of stock characteristics (often referred to as factors) designed to proxy expected investment returns and the behaviour of market participants. The team employs a best-in-class ESG approach and has embedded the model through the team's QESG score, a proprietary measure of company-specific ESG risk. The Fund's multi-factor approach ensures we remain exposed to a range of styles. It also aims to generate consistent outperformance in all market environments. We closely monitor the performance of each factor with the aim of building stock selection models that deliver consistent and sustainable excess returns.

Portfolio modelling is utilised in the portfolio construction process to trade-off between expected return and portfolio risk, allowing for both portfolio constraints and transaction costs. The process is further supplemented by portfolio exposure analysis using our proprietary risk modelling system, MultiFRAME, which allows us to assess the Fund's exposure to any quantifiable risk factor.

Unlike traditional quantitative strategies, analysis is also completed on a disciplined subjective stock level basis. The team uses their extensive experience to challenge the output of the investment model and remove trades subject to significant non-quantifiable factors or unreliable inputs.

Performance Review

The Fund returned 6.15% over the period, outperforming the benchmark index by 0.10%. Overall, the Fund added value in the majority of sectors. Allocation added value through the overweight in Information Technology.

Hermes Investment Funds Public Limited Company

Investment Manager's Report (continued)

Hermes Global Equity ESG Fund (continued)

Performance Review (continued)

Stock selection also added value with contributions from Financials, Health Care, Real Estate and Telecommunication Services, which were partially offset by detractions from the Consumer sectors and Energy. The majority of regions added value as well, with contributions from Europe and Emerging Asia. North America was the only detractor.

OMV, Lam Research and Unicredit were the largest individual contributors in the period. OMV reached its highest level since 2008 after reporting better-than-expected results in the quarter due to a combination of higher oil and gas prices in its reporting period, higher sales and currency tailwinds. Lam Research looks on track to deliver growth in the region of 35%-40% over the next 12 months due to a good product mix, an increase in capex and increasing demand for its products. Unicredit benefited from increasing inflation in Italy, while the ECB, which has signalled that it may begin to taper QE amid a positive economic backdrop, provided a tailwind for the European banking sector.

Oasis Petroleum, Hess Corp and O'Reilly Automotive were the largest individual detractors in the period. Oasis and Hess were affected by weakness in the Energy sector, which was initially mean reversion following a strong run at the end of 2016 and was compounded by a falling oil price. O'Reilly Automotive was affected by concerns over online competition, which has afflicted many bricks and mortar retailers. More recently, it fell after a US Census Bureau report highlighted falling sales of automotive parts, accessories and tyres.

Outlook

Looking ahead, the strong rally in 'growth' stocks throughout the year means that much of this area of the market is looking expensive. Indeed, we have already seen a pause in performance for many growth stocks over recent weeks. This looks set to continue for the time-being, although we believe companies, such as Amazon and Facebook, which are experiencing super-growth will continue to perform well. Despite looking very expensive on traditional valuation metrics, they look reasonably valued in our hyper-growth model, which places a greater emphasis on forward expectations and market sentiment, thereby taking into account their future growth potential.

With many 'growth' companies taking a pause for breath, 'value' stocks are likely to stage a recovery and the Financials sector, where the portfolio is overweight, is likely to be the main beneficiary. In the US, the prospect of stable or higher rates and low valuations are combining to make the Financials sector attractive. With consumer finances improving, thus lowering the risk of defaults, and mortgage demand healthy, we expect the consumer will be the growth engine for the sector. In Europe, Draghi has hinted at tightening monetary policy amid an improving economic environment in the region. This doesn't necessarily mean a rate-hike in the near future, but the direction of travel seems clearer and combined with positive growth prospects in Europe, provide a positive backdrop for many banks in the region.

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Hermes Investment Funds Public Limited Company

Investment Manager's Report (continued)

Hermes Multi Strategy Credit Fund

Market Review

The first six months of the year have proven to be very strong for Global High Yield – and confidence continues with accommodative monetary policy and sustainable economic growth providing a healthy backdrop over the year. However, concerns about another possible rate hike before year-end and doubts over the 'reflation trade', that perpetuated the positive momentum of late 2016 into early 2017, have emerged.

Indeed, the rally in Global High Yield markets that started in the middle of the first quarter took a breather in late June on the back of renewed interest rate volatility and lower oil prices.

In its wake, global credit delivered solid returns and we observed record or near-record issuance across all major credit markets. Most notably, Reverse Yankee and emerging market (EM) issuance were particularly strong. This issuance was a likely contributor to fading momentum in June because at the same time the issuance was building, we saw net outflows in High Yield credit (in contrast to very strong inflows in Investment Grade). One exception worth noting is that the amiable disposition to high yield short duration products continued, which saw inflows compared to those outflows across high yield. This particular market technical steepened credit curves even more. It also introduced some investment opportunities just beyond that five-year point, where marginal benefit of marginal credit risk is most efficient.

Prominent themes for the rest of the year remain politics, mainly further Trump-related controversies, and a hawkish shift from central banks. Renewed interest rate volatility and signals the European Central Bank (ECB) could soon begin reducing its quantitative easing (QE) purchases raise questions about how supportive markets will be with the impending reduction in monetary stimulus.

Investment Strategy

Over the first half of 2017, we shifted the risk profile in ways and also took advantage of emerging value in certain pockets of the market. With credit spreads rallying during the quarter, we moved to mitigate risk that some properties of fixed-income could have a negative impact on performance. To that end, we trimmed or eliminated positions where upside was limited but meaningful downside moves were possible should market sentiment sour (e.g. VTR). As a market technical has steepened credit curves inside of five years, we have rolled some positions just beyond the five-year point to capture a more efficient reflection of environmental, social and governance (ESG) and credit risks. We also started to add positions in US Retail, as the sector has now shifted to multi-year wides.

We reduced some names due to more elevated idiosyncratic risk, including Rite Aid. We also added some risk in high-quality cyclical names.

A decision was made to eliminate names such as Valeant following changes to ESG scores. At the same time, we began to build a position in Petrobras as we are increasingly confident about the positive impact Hermes' EOS dialog is having on the company.

Performance Review

The portfolio returned 3.62% in absolute performance over the first half of 2017.

Sources of performance included Banking, Basic Industry and Telecommunication Services, while detractors were index level trades, namely Information Technology, Electronics and Retail on an absolute basis. Fund performance remains above target and both the best selection and defensive buckets are performing as anticipated. The best selection bucket was the primary driver of performance over the first and second quarter, while performance on the defensive bucket was immaterial given the supportive market environment.

Within the best selection bucket, allocation to Emerging Markets, North America, Western Europe and the preference for high quality credits were the key drivers of performance.

Our up-in-quality bias had very strong returns over the year with names rated BB and above.

Hermes Investment Funds Public Limited Company

Investment Manager's Report (continued)

Hermes Multi Strategy Credit Fund (continued)

Performance Review (continued)

Strong single-name performance came from our allocation to Banking. Groupama, Commerzbank and Intesa Sanpaolo all outperformed over the course of H1.

The biggest detractors of absolute performance came from the Retail sector. UK retailers New Look and Rite Aid, impacted by an attempted merger with Walgreens, fell.

Outlook

In terms of the way forward, we recently downgraded our credit outlook score by two notches, in light of increased convexity risk and diminishing valuations. The ECB has kept rates low allowing for many companies to refinance themselves into a more prolonged life. This implies that when some of these companies do default, recoveries will be much lower than historical norms portend.

Even though we believe corporate fundamentals will improve this year, given the rally in credit spreads in early 2017, we will not gamble with default risk to deliver performance this year. The path to outperformance will require much more focus on the fixed-income characteristics of credit management. For example, we believe an overreliance on the traditional inverse relationship holding up between risky assets and government bonds could be a mistake. As such, a dogmatic belief in duration to provide protection in periods of extreme volatility could put capital at risk.

After a strong H1 in global credit, the capacity for securities of higher-risk companies to rally much further has diminished. We will remain up-in-quality across US, Europe, and EM. We believe that interest rate volatility and the ebbing of QE programs will introduce some hesitation in credit markets, but there is no shortage of opportunities in global credit, e.g. high-quality cyclicals and US retail. The recent love-affair with short duration products has steepened credit curves such that value can be found just beyond that five-year distortion in credit curves. To manage fixed-income risks for the purpose of protecting capital, we believe it makes sense to be duration-light in credit strategies, particularly given the asymmetric return profiles of interest rates. In addition, mindful of rising convexity, we have trimmed or eliminated positions that would be susceptible to a more accelerated loss of capital should sentiment sour.

In summation, we must avoid the well-trodden path of traditional credit management. In order to deliver outperformance for our clients we are compelled to invest with strategies that are aligned with where credit markets are going, not where they have been.

Because the market rally forced cash prices up, we will be ever more vigilant about managing rising convexity risk in the market by looking for lower cashed-priced bonds where return profiles are less asymmetric.

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Hermes Investment Funds Public Limited Company

Investment Manager's Report (continued)

Hermes Multi Asset Inflation Fund

Market Review

The first half of 2017 was generally positive for traditional assets, while volatility for a number of asset classes touched historic lows, despite political events and central bank speak driving market sentiment. Three key themes influenced the performance of assets over the period:

1. Political policy and election outcomes

The prospects of growth and inflation for the US ('Trumpflation') continued to support risk assets and prolong the sell-off in government bonds, pushing up yields and also impacting credit returns. However, the 'Trumpflation' trade began to fade as the year progressed when markets started to question Donald Trump's ability to implement policies to support his campaign promises. In April, escalating tensions between the US and North Korea – following a series of North Korean nuclear arms tests – prompted a brief jump in market volatility, benefiting safe-haven assets.

The prospect of possible populist victories in both French and Italian elections and their consequences for the European Union (EU) had a heavy influence on asset prices in Europe. Up until April any possibility of a Marine Le Pen French victory in the opinion polls weighed on Euro asset prices. Germany was an exception, benefiting from a flight to quality as investors hedged against an end to the Euro currency. However, European assets and the Euro rallied from April-end, as the threat of populism diminished when the first round French election results indicated an EU-friendly Emmanuel Macron win. Additionally, positive progress with bailout talks between Greece and its creditors also improved sentiment in the region.

Following the decision to call a snap UK general election in mid-April Sterling, gilts and linkers suffered as the likelihood of a diminishing Conservative majority increased. The negative connotations for future Brexit negotiations after the hung parliament result on June 9 caused Sterling and gilts to sell off while inflation expectations, indicated by UK break-evens, also decreased.

2. Central banks turn hawkish

Improving inflation releases and supportive economic data over the period have increased the prospect that central banks will start to remove loose monetary policy, which could confirm the end of the bond rally. Bonds yields widened this year as inflation expectations increased generally. With the US already raising rates, UK CPI above target and inflation increasing in the Euro area, the Federal Reserve, Bank of England (BoE) and European Central Bank (ECB) all started to signal a more hawkish view at the end of June. Their forward guidance suggested that tapering could be considered this year and rate hikes may be on the table, which then caused a further sell-off in government bonds in to the month end.

3. Oil price volatility

The price of oil fluctuated over the first half of the year, causing energy-sensitive equity and credit sectors to follow suit and also impacting inflation break-evens as the market repriced inflation expectations downwards. The main factors driving prices were the effectiveness and longevity of OPEC's production cuts balanced against crude stock pile inventory data and levels of US shale production activity.

Investment Strategy

The Hermes Multi Asset Inflation Fund (MAIF) is a dynamic multi-asset growth fund with built-in inflation protection. It consists of two types of assets: matching and enhancing.

- Matching assets have a fundamental relationship with inflation and the ability to protect the real value of capital;
- Enhancing assets have the ability to outperform inflation and generate capital growth.

By combining these two types of assets in one portfolio, we aim to generate annualised real returns of 3.00% above UK RPI across rolling three-year periods, with a relatively low tracking error to inflation. Our asset-allocation process is driven by a systematic assessment of the relationships between the assets in the portfolio and inflation. As such, RPI is more than a performance benchmark: it drives our entire investment process, from asset selection and portfolio construction to risk management.

Hermes Investment Funds Public Limited Company

Investment Manager's Report (continued)

Hermes Multi Asset Inflation Fund (continued)

Investment Strategy (continued)

The marketed return target of the fund is to deliver 3.00% real return over a three-year cycle (i.e. RPI +3.00%). We have defined a specific level of risk necessary to achieve this return target in terms of annualised volatility and tracking error volatility to inflation (TEVI). Specifically, we are targeting annualised volatility of 5.00% and a TEVI of less than 5.00%. The current annualised volatility and TEVI of the portfolio are 4.32% and 4.33% respectively since inception.

Performance Review

Nominal Returns	MAIF	RPI
YTD	(0.23%)	1.95%
SI Annualised	0.85%	2.09%

The Hermes Multi Asset Inflation Fund returned -0.23% net of management fees and expenses for the first half of 2017. The enhancing portfolio was the main contributor to returns throughout this period, adding 2.52%, while the matching portfolio lost 1.59% (note: the aggregate contribution of the two components differs from the share class performance because they are calculated as gross close of business contributions using target model weights).

The inflation-sensitive assets within the matching portfolio suffered in a period where both UK inflation expectations and the price of oil decreased. Commodities lost 0.84% led by the Energy sector dropping -1.03%, inflation break-evens detracted 0.39% and real assets lost 0.16%.

The enhancing portfolio compensated for the loss from matching assets through its allocation to cyclical growth assets and market neutral risk factors. Risk factors, providing a source of uncorrelated returns to traditional assets contributed 1.19%, equities were up 0.86%, credit added 0.42%, while global government bonds were broadly flat adding 0.01%.

Outlook

RPI rose from 2.50% to 3.50% over the first half of the year. In May it reached 3.70% which many commentators believe represents the peak of the pass-through effects from the rise in the oil price and the depreciation of Sterling in 2016. With the price of Brent oil falling back below \$50 per barrel, and the perceived weaker negotiating position of the UK government with the EU since the election, UK ten-year break-evens fell from a peak of 3.45% in February to 3.06% by the end of June, marking a similar level to the start of the year. Over the longer term, however, the general election result could lead to higher UK inflation as the sharp rise in support for Labour leader Jeremy Corbyn's leftist policies could influence a shift in government policy away from austerity and towards fiscal stimulus.

With the major political events of 2017 behind us it is likely that any indications of a change in central bank policy will have a heavy influence on asset prices. Following years of ultra-loose policies that have propped up markets, any actions to taper asset purchases or raise interest rate is likely to further push out bond yields. It could also bring an end to the historic equity market levels we have experienced unless economic data and company earnings support higher valuations.

Entering the third quarter, the Strategy's asset allocation is well diversified. The matching portfolio's inflation protection should benefit if inflation expectations increase, while the enhancing portfolio is well positioned to deliver growth through its balance of traditional cyclical growth assets combined with uncorrelated, market-neutral risk factors.

Hermes Investment Management Limited
July 2017

Hermes Investment Funds Public Limited Company

Investment Manager's Report (continued)

Hermes Global Small Cap Equity Fund

Market Review

During the period, the MSCI World Small Cap benchmark returned 9.72% in US Dollar terms. In the second quarter, the index enjoyed a steady return of 4.40%, continuing a trend that began towards the end of the first quarter last year when concerns about global growth abated.

Regionally, Europe continued to outperform the US in the second quarter, albeit to a lesser extent than in the first quarter (2.10% in Euro terms; 8.90% in US Dollar terms; versus 1.80% for the US). Japan returned 7.10% in Japanese Yen terms and slightly less in US Dollar terms. The strength of European equities reflected a more buoyant economic performance and robust earnings, which have also been good in Japan. Commodity-related countries, namely Australia, Canada and Norway, have all underperformed year-to-date.

Small cap performance was marginally ahead of large caps for the quarter (3.80% vs 3.20%), but is slightly behind year-to-date. Growth outperformed value for a second successive quarter (5.40% vs 2.10%, based on the MSCI's Small Cap sub-indices).

At the sector level, Healthcare and Information Technology were the best-performing sectors, rising 24.37% and 15.89%, respectively. A resurgence in biotechnology stocks drove Healthcare higher, as the market swung back to growth. However, the Strategy does not typically invest in these stocks given their binary nature: biotech firms either progress through successive rounds of trials or collapse, and this dramatic downside risk makes them unsuitable for our portfolio. Energy was the only sector in negative territory, dropping 22.57%, due to oil price weakness.

Investment Strategy

In the first quarter, we added Manhattan Associates, a leader in supply chain management for retail, consumer packaged goods and logistics companies, at an attractive valuation. We increased our holdings in US boat manufacturer Brunswick and Australian coatings business Dulux Group after meetings with management led us to conclude that both companies have steady growth potential. We also added Relo Group and SCSK, both from Japan, after a review of our regional positions.

We trimmed some US positions including Cognex, Silicon Laboratories and West Pharmaceuticals as they are trading at elevated multiples following a period of strong performance and their positions are becoming too large in our portfolio. We reduced Wintrust Financial following its re-rating alongside other banks after the US election and trimmed East West Bancorp on lacklustre results. We finished selling Stella International, a China-based shoe manufacturer. We also exited our position in Japanese freight forwarder Kintetsu World Express, as we believe it made a poor acquisition in Asia.

In the second quarter, we exited Sally Beauty, a US wholesaler and retailer of beauty products, as its retail business has not improved as much as we (and the market) had expected. The shares have been punished accordingly. News of failings in its loyalty programme and online presence also contributed to our decision to sell. We trimmed our position in Bio-Rad, a US manufacturer of products for the life sciences industry, after its recent strong performance.

We reduced Steris as its weight in the portfolio had increased too much. We also believe the US healthcare sector faces uncertainty due to President Trump's attempts to reverse Obamacare. We trimmed our stakes in Hitachi Capital Corp, a Japanese leasing business, and Nobia, a Swedish kitchen manufacturer, on concerns about the UK economy. Both companies have large subsidiaries in the UK.

We made small additions to several US positions including AMN Healthcare, Wintrust Financial Corp and WD-40, and we added travel food outlet operator SSP Group and Cineworld to our UK holdings.

Performance Review

For first half of 2017, the Fund returned 2.15%, underperforming the benchmark index by 2.13% in Sterling terms (net of fees). The Fund's performance is based on its net asset value as of midday (including fees), but compared to the benchmark's value using the previous day's close and in Sterling terms.

Hermes Investment Funds Public Limited Company

Investment Manager's Report (continued)

Hermes Global Small Cap Equity Fund (continued)

Performance Review (continued)

However, on a comparable basis, namely the end of day, in Dollar terms and gross of fees, the Fund produced a more moderate underperformance of 1.44%, rising 8.15%. This compares to the benchmark index which returned 9.72%. Attribution of performance here is made on this basis. On a sector basis, asset allocation combined with currency contributed positively, 52bps, while stock selection (-180bps) adversely impacted its performance.

Strong stock selection in Financials and Real Estate offset the negative impact of some of our Health Care, Materials, Industrials and Information Technology holdings. Our underweight in Energy boosted our relative return as the sector fell by 22.56% over the period, in-line with a decline in crude oil prices.

At the stock level, Cognex, a machine vision systems provider, was the biggest contributor to relative returns. It continued its strong performance as technology stocks were in demand. Horiba, a Japanese manufacturer of analysis and measuring systems, rose on strong earnings growth driven by its semiconductor division. Jungheinrich, one of the largest producers of forklift trucks globally, recovered some lost ground after it and many other high quality stocks underperformed in the latter half of 2016. With a clear focus on E-trucks and warehousing equipment, Jungheinrich is well positioned to benefit from a move towards E-trucks. It also seems to be doing its homework when it comes to improving battery technology.

Sally Beauty, a retailer and distributor of professional beauty products, detracted the most from our relative returns after reporting disappointing first-quarter results due to a difficult retail environment and unsuccessful promotions. We subsequently exited this position in the second quarter.

African-focused miner Petra Diamonds fell after it said full-year production and revenues would come in below guidance. Schoeller Bleckman fell in-line with the sector, which dropped 23.00% due to oil price weakness.

Outlook

Good earnings growth is needed to justify the market's current rating. It is reassuring that earnings growth is persisting in Europe and the US, and that the top line (i.e. revenue growth as opposed to cost cutting) is now contributing. Importantly, earnings downgrades are not occurring to the extent they have in recent years.

Efforts by Trump to improve business conditions in the US through less regulation and reducing the tax burden would be a further support. That said, a greater emphasis on capital preservation rather than a pure return-seeking strategy is, in our view, sensible in the current environment.

Hermes Investment Management Limited
July 2017

Hermes Investment Funds Public Limited Company

Investment Manager's Report (continued)

Hermes US All Cap Equity Fund

Market Review

The Russell 3000 index finished the period up 9.15% in US Dollar terms (2.72% in Sterling terms). Large Caps outperformed SMID and Smaller Caps lagged. Growth has outperformed value by a considerable margin.

The synchronised global recovery has been a theme for much of this year and sentiment measures hit consistent highs, while GDP figures confirmed the momentum in the US and Europe. The US unemployment rate fell to a 16-year low of 4.30% in May. The Federal Reserve increased its benchmark interest rate by 25bps in June, the second rate rise in 2017, amid rising confidence that the economy will continue to expand over the next few years. The recent earnings season produced the highest revenue growth since 2011 and earnings revisions are being revised up, reflecting increasing business confidence.

Political uncertainty remained an important feature in the market as President Donald Trump dismissed FBI Director James Comey. The dismissal raised doubts about the Trump administration's ability to push through fiscally expansive policies. It also weighed on the Dollar.

At sector level, Information Technology was the strongest performing sector, rising 16.92% followed by Health Care which rose 16.82%. Energy was the only sector in negative territory dropping 13.62% due to the decline in crude oil prices.

Investment Strategy

We bought two new stocks in the first six months of this year. We purchased Delta Airlines as we think industry consolidation, which has reduced the number of major carriers to three, and new management should boost returns. Delta is relatively protected against low-cost carriers and has an investment grade balance sheet. The primary risk is a recession but supply discipline should support positive margins. We also added Manhattan Associates, a leader in supply chain management for retail, consumer packaged goods and logistics companies, at an attractive valuation.

We exited our position in Cognex, a manufacturer of visual inspection software, as the stock has doubled over the last year and the valuation looks full. We sold Mednax, a provider of neonatal and paediatric physician subspecialty services, amid concerns about the company's ability to generate the required organic growth to drive operating leverage. Since 2015 growth has been driven by acquisitions.

We made relatively few trades over the second quarter. We exited CACI as the stock has rallied by around 50.00% since we bought it, bolstered by an improving outlook for defence spending. Its valuation now looks full and it has limited debt capacity to fund acquisitions.

We reduced our position in Nike as we believe its turnaround may take longer than originally expected. We added to our investment in Facebook as we believe it remains one of the clearest beneficiaries of rising smartphone advertising. We think its ability to calibrate inventory to optimise pricing combined with video advertising, could positively surprise the market.

Performance Review

The Fund returned 2.15% over the period in Sterling terms (net of fees) underperforming its benchmark index by 0.56%. Strong stock selection in the Financials and Health Care sectors helped to offset the negative impact of weak relative returns from some of our Producer Durables, Information Technology and Materials & Processing holdings.

At stock level, Baxter International, which develops, manufactures, and markets medical products for chronic and acute medical conditions, boosted our relative return the most over the period. It rose after reporting another strong quarter with robust top line growth and a 15.00% margin, well ahead of schedule for the 2020 target of 17.00-18.00%. The Cooper Companies, a provider of vision care and women's health products, rose after reporting another excellent quarter, including 7.00% revenue growth. The firm is introducing new products such as one-day silicone hydrogel lenses, expanding its operating margins and increasing its cash flow generation. Our non-exposure to Exxon Mobil benefitted as the energy sector lagged the market in-line with a decline in crude oil prices.

Hermes Investment Funds Public Limited Company

Investment Manager's Report (continued)

Hermes US All Cap Equity Fund (continued)

Performance Review (continued)

Halliburton, a diversified oilfield services company, detracted the most, on the back of oil price weakness, which should adversely impact drilling activity in its North American stronghold. WW Grainger, a distributor of industrial maintenance, repair, and operating supplies, reported a soft first quarter linked to weak government customer results. The firm announced a plan to cut prices to gain market share and become more competitive with its e-commerce competitors. Pioneer Natural Resources, which focuses on oil exploration and production in the Permian Basin, sold off after oil volumes came in slightly below expectations. However, it maintained its 2017 guidance and 10-year oil production compound growth rate of more than 18.00%.

Outlook

The US economy appears to be moving on from the so-called 'new-normal' environment of low interest rates, low inflation and limited growth that has dominated since the recession. With President Trump vowing to ramp up fiscal stimulus against a backdrop of low unemployment and increasing wage inflation, it seems only a matter of time before growth and inflation begin to rise in earnest. Any reduction in the corporate tax rate would provide an additional tailwind. At the stock level, we continue to find good entry points into interesting, high-quality companies that we believe will be long-term winners within their respective sectors.

Hermes Investment Management Limited
July 2017

Hermes Investment Funds Public Limited Company

Investment Manager's Report (continued)

Hermes Absolute Return Credit Fund

Market Review

The first six months of the year have proven to be a very strong period for credit markets – and confidence continues with accommodative monetary policy and sustainable economic growth providing a healthy backdrop over the year. However, concerns about another possible rate hike before year-end and doubts over the 'reflation trade', which sustained the positive momentum of late 2016 into early 2017, have emerged.

Indeed, the rally in global credit markets that started in the middle of the first quarter took a breather in late June on the back of renewed interest rate volatility and oil-price weakness.

In its wake, global credit delivered solid returns and we observed record or near-record issuance across all major credit markets. Most notably, Reverse Yankee and emerging market (EM) issuance was particularly strong. This issuance was a likely contributor to fading momentum in June because at the same time the issuance was building we saw net outflows in HY credit (in contrast to the very strong inflows in IG). One exception worth noting is that the amiable disposition to high yield short duration products continued, which saw inflows compared to those outflows across high yield. This particular market technical steepened credit curves even more. It also introduced some investment opportunities just beyond that five-year point, where the marginal benefit of marginal credit risk is most efficient.

Political themes continue to be prominent politics, mainly further Trump-related controversies, while the markets continue to watch central banks amid renewed interest-rate volatility and signals from the European Central Bank (ECB) that it could soon begin reducing its quantitative easing (QE) purchases. This raises questions about how markets will respond to a reduction in monetary stimulus.

Investment Strategy

Over the first half of 2017, we shifted the risk profile in ways whilst also taking advantage of emerging value in certain pockets of the market. As credit spreads rallied during the first half of the year, we moved to mitigate risk that some properties of fixed-income could have a negative impact on performance. To that end, we trimmed or eliminated positions where upside was limited but meaningful downside moves were possible should market sentiment sour. As a market technical has steepened credit curves inside of five years, we have rolled some positions just beyond the five-year point to capture a more efficient reflection of credit risks and environmental, social and governance concerns. We also started to add positions in US Retail as the sector has now shifted to multi-year wides. We reduced some names due to more elevated idiosyncratic risk, including Rite Aid. We also added some risk in high-quality cyclical names.

We started building a position in Petrobras as we are increasingly confident about the positive impact Hermes EOS' dialogue is having on the company.

Performance Review

The Fund returned 2.03% in absolute performance during the first half of the year.

The portfolio performed as expected in the current environment. Our core long and short positions largely offset each other, as systemic risk dominated the idiosyncratic characteristics of credit instruments. Income strategies contributed positively to overall performance, while exhibiting minimal volatility.

At the sector level, our exposure to Banking, Insurance and Telecommunication Services boosted returns, while index-related trades, such as Retail and Technology and Electronics detracted from returns. Our up-in-quality bias had very strong returns over the year with names rated BB and above. Strong single-name performance came from our allocation to Banking and Insurance. Prudential, Groupama and Commerzbank were the key drivers of absolute returns in the first half of the year. The biggest detractors of absolute performance included supermarket chain Morrisons, Domtar and a COX Communications event-driven trade, after management said the firm is not up for sale.

On a geographical basis, the highly diversified profile of the portfolio proved beneficial. We saw a significant positive absolute performance from Western Europe, North American, UK and Latin America.

Hermes Investment Funds Public Limited Company

Investment Manager's Report (continued)

Hermes Absolute Return Credit Fund (continued)

Outlook

In terms of the way forward, we recently downgraded our credit outlook score by two notches amid increased convexity risk and diminishing valuations. The ECB has kept rates low allowing for many companies to refinance themselves into a more prolonged life. This implies that when some of these companies default, recoveries will be much lower than historical norms portend.

Even though we believe corporate fundamentals will improve this year, given the rally in credit spreads in early 2017, we will not gamble with default risk to deliver performance this year. The path to outperformance requires much more focus on the fixed-income characteristics of credit management. For example, we believe that an overreliance on the traditional inverse relationship holding up between risky assets and government bonds could be a mistake. As such, a dogmatic belief in duration to provide protection in periods of extreme volatility could put capital at risk.

After a strong half-year in global credit, the capacity for securities of higher-risk companies to rally much further has diminished. We will remain up-in-quality across US, Europe, and EM. We believe that interest rate volatility and the ebbing of QE programmes will introduce some hesitation in credit markets, but there is no shortage of opportunities in global credit, e.g. high-quality cyclicals and US retail. The recent love-affair with short duration products has steepened credit curves such that value can be found just beyond that five-year distortion in credit curves. To manage fixed-income risks for the purpose of protecting capital, we believe that it makes sense to be duration-light in credit strategies, particularly given the asymmetric return profile of interest rates. In addition, mindful of negative convexity, we have trimmed or eliminated positions that would be susceptible to a more accelerated loss of capital should sentiment sour.

In summation, we must avoid the well-trodden path of traditional credit management. In order to deliver outperformance for our clients we are compelled to invest with strategies that are aligned with where credit markets are going, not where they have been.

Because the market rally forced cash prices up, we will be ever more vigilant about managing rising convexity risk in the market by looking for lower cashed-priced bonds where return profiles are less asymmetric.

Hermes Investment Management Limited
July 2017

Hermes Investment Funds Public Limited Company
Unaudited Portfolio Statement
As at 30 June 2017

Hermes Global Emerging Markets Fund		Fair Value	% of
Nominal Holdings	Financial assets at fair value through profit or loss	\$	Net Assets
	American Depositary Receipts: 12.75% (31 Dec 2016: 16.41%)		
	Argentina: 0.43% (31 Dec 2016: 1.60%)		
183,010	Pampa Energia ADR	10,729,876	0.43
	Total Argentina	10,729,876	0.43
	India: 0.55% (31 Dec 2016: 2.75%)		
159,474	HDFC Bank ADR	13,727,522	0.55
	Total India	13,727,522	0.55
	People's Republic of China: 5.33% (31 Dec 2016: 3.46%)		
938,299	Alibaba ADR	132,121,882	5.33
	Total People's Republic of China	132,121,882	5.33
	Russian Federation: 1.66% (31 Dec 2016: 3.63%)		
3,985,356	Sberbank of Russia ADR	41,049,167	1.66
	Total Russian Federation	41,049,167	1.66
	Taiwan: 4.78% (31 Dec 2016: 4.97%)		
643,155	Siliconware Precision Industries ADR	5,035,904	0.20
3,254,869	Taiwan Semiconductor Manufacturing ADR	113,301,990	4.58
	Total Taiwan	118,337,894	4.78
	Total American Depositary Receipts	315,966,341	12.75
	Equities: 80.82% (31 Dec 2016: 77.59%)		
	Brazil: 6.69% (31 Dec 2016: 7.66%)		
4,137,000	BB Seguridade Participacoes	35,181,872	1.42
2,754,291	Itau Unibanco - Preferred	30,433,280	1.23
8,452,979	Klabin	41,596,562	1.68
3,027,760	Lojas Renner	24,529,965	0.99
1,473,900	Ultrapar Participacoes	33,945,310	1.37
	Total Brazil	165,686,989	6.69

Hermes Investment Funds Public Limited Company
Unaudited Portfolio Statement
As at 30 June 2017 (continued)

Hermes Global Emerging Markets Fund (continued)		Fair Value	% of
Nominal Holdings	Financial assets at fair value through profit or loss	\$	Net Assets
Equities: 80.82% (31 Dec 2016: 77.59%) (continued)			
Chile: 0.91% (31 Dec 2016: 1.21%)			
2,783,670	SACI Falabella	22,607,092	0.91
Total Chile		22,607,092	0.91
Hong Kong: 6.63% (31 Dec 2016: 5.38%)			
8,723,000	AIA	63,757,186	2.57
5,343,000	Galaxy Entertainment	32,446,745	1.31
14,804,000	Techtronic Industries	68,089,656	2.75
Total Hong Kong		164,293,587	6.63
Hungary: 2.05% (31 Dec 2016: 1.96%)			
1,969,489	Richter Gedeon	50,823,527	2.05
Total Hungary		50,823,527	2.05
India: 12.45% (31 Dec 2016: 13.61%)			
2,113,255	Bharat Forge	35,723,041	1.44
1,163,938	Container Corporation of India	20,637,109	0.84
2,559,088	HCL Technologies	33,688,308	1.36
2,153,308	HDFC Bank	55,035,737	2.22
636,134	Hero MotoCorp	36,427,068	1.47
6,731,395	Motherson Sumi Systems	48,113,007	1.94
17,463,383	Power Grid of India	56,885,172	2.30
3,702,907	Tech Mahindra	21,883,744	0.88
Total India		308,393,186	12.45
Indonesia: 2.49% (31 Dec 2016: 2.55%)			
53,839,600	Bank Rakyat Indonesia Persero	61,605,995	2.49
Total Indonesia		61,605,995	2.49
Mexico: 3.16% (31 Dec 2016: 2.44%)			
4,820,690	Banorte	30,529,791	1.23
20,653,008	Wal-Mart de Mexico SAB de CV	47,640,551	1.93
Total Mexico		78,170,342	3.16

Hermes Investment Funds Public Limited Company
Unaudited Portfolio Statement
As at 30 June 2017 (continued)

Hermes Global Emerging Markets Fund (continued)		Fair Value	% of
Nominal	Financial assets at fair value through profit or loss	\$	Net Assets
Holdings			
Equities: 80.82% (31 Dec 2016: 77.59%) (continued)			
People's Republic of China: 10.96% (31 Dec 2016: 11.17%)			
395,988	China Biologic Products	44,235,819	1.79
21,360,000	China Mengniu Dairy	41,869,743	1.69
20,655,497	Shenzhen International	37,895,382	1.53
4,116,000	Tencent	147,230,706	5.95
Total People's Republic of China		271,231,650	10.96
Peru: 1.75% (31 Dec 2016: 0.92%)			
239,991	Credicorp	43,327,975	1.75
Total Peru		43,327,975	1.75
Republic of South Korea: 9.98% (31 Dec 2016: 9.17%)			
958,463	KB Financial	48,335,721	1.95
78,943	Samsung Electronics	164,006,039	6.62
141,699	Samsung Fire & Marine Insurance	34,862,796	1.41
Total Republic of South Korea		247,204,556	9.98
Russian Federation: 2.54% (31 Dec 2016: 1.87%)			
232,840	Magnit	35,555,085	1.43
1,045,413	Mail.Ru Group	27,389,821	1.11
Total Russian Federation		62,944,906	2.54
South Africa: 5.71% (31 Dec 2016: 4.64%)			
3,379,278	Foschini	35,279,805	1.43
10,545,705	Life Healthcare	20,314,284	0.82
255,510	Naspers	49,686,657	2.01
2,356,741	Shoprite	35,979,264	1.45
Total South Africa		141,260,010	5.71
Taiwan: 8.94% (31 Dec 2016: 9.59%)			
5,467,919	Advantech	38,735,587	1.56
23,279,000	Chipbond Technology	35,813,846	1.45
12,990,715	Hon Hai Precision Industry	49,964,288	2.02
3,294,200	Land Mark Optoelectronics	37,685,128	1.52

Hermes Investment Funds Public Limited Company
Unaudited Portfolio Statement
As at 30 June 2017 (continued)

Hermes Global Emerging Markets Fund (continued)		Fair Value	% of
Nominal	Financial assets at fair value through profit or loss	\$	Net Assets
Holdings			
Equities: 80.82% (31 Dec 2016: 77.59%) (continued)			
Taiwan: 8.94% (31 Dec 2016: 9.59%) (continued)			
1,318,237	Phison Electronics	16,272,123	0.66
17,281,641	Tong Yang Industry	32,097,722	1.30
1,733,000	Tung Thih Electronic	10,767,160	0.43
Total Taiwan		221,335,854	8.94
Thailand: 0.61% (31 Dec 2016: 1.08%)			
1,023,050	Siam Cement PCL	15,178,605	0.61
Total Thailand		15,178,605	0.61
Turkey: 0.36% (31 Dec 2016: 0.54%)			
2,020,256	Aygaz	8,921,976	0.36
Total Turkey		8,921,976	0.36
United Arab Emirates: 2.83% (31 Dec 2016: 1.55%)			
11,513,013	Abu Dhabi Commercial Bank PJSC	21,972,535	0.89
1,703,235	NMC Health	48,101,427	1.94
Total United Arab Emirates		70,073,962	2.83
United States: 2.76% (31 Dec 2016: 2.25%)			
16,382,144	Samsonite	68,422,030	2.76
Total United States		68,422,030	2.76
Total Equities		2,001,482,242	80.82
P-Notes: 3.96% (31 Dec 2016: 3.13%)			
People's Republic of China: 3.96% (31 Dec 2016: 3.13%)			
429,586	Gree Electric Appliances 09/01/2020 (CLSA)	2,608,755	0.11
1,732,390	Gree Electric Appliances 19/01/2022 (CLSA)	10,520,318	0.42
5,632,996	Hangzhou Hikvision Digital Technology 09/01/2020 (CLSA)	26,837,639	1.08
927,365	Hangzhou Hikvision Digital Technology 20/02/2022 (CLSA)	4,418,304	0.18

Hermes Investment Funds Public Limited Company
Unaudited Portfolio Statement
As at 30 June 2017 (continued)

Hermes Global Emerging Markets Fund (continued)							Fair Value	% of
Nominal Holdings	Financial assets at fair value through profit or loss						\$	Net Assets
P-Notes: 3.96% (31 Dec 2016: 3.13%) (continued)								
People's Republic of China: 3.96% (31 Dec 2016: 3.13%) (continued)								
177,618	Huayu Automotive Systems 08/08/2019 (CLSA)					635,070	0.03	
8,086,916	Huayu Automotive Systems 13/11/2019 (CLSA)					28,914,647	1.17	
4,059	Kweichow Moutai 08/08/2019 (CLSA)					282,504	0.01	
343,099	Kweichow Moutai 16/06/2020 (CLSA)					23,879,528	0.96	
Total People's Republic of China						98,096,765	3.96	
Total P-Notes						98,096,765	3.96	
Financial Derivative Instruments: 1.32% (31 Dec 2016: 1.39%)								
Warrants: 1.30% (31 Dec 2016: 1.39%)								
People's Republic of China: 1.30% (31 Dec 2016: 1.39%)								
1,910,149	Gree Electric Appliances 16/02/2018					11,599,799	0.47	
682,364	Gree Electric Appliances 31/08/2018					4,143,805	0.17	
2,000,935	Hangzhou Hikvision Digital Technology 20/02/2022					9,533,181	0.38	
923,357	Hangzhou Hikvision Digital Technology 09/04/2019					4,399,208	0.18	
34,307	Kweichow Moutai 22/05/2018					2,387,751	0.10	
Total People's Republic of China						32,063,744	1.30	
Total Warrants						32,063,744	1.30	
Forward Currency Contracts: 0.02% (31 Dec 2016: 0.00%)								
Counterparty	Currency Buys	Currency Sells	Currency Rate	Maturity Date	Unrealised Gain	% of Net Assets		
					\$			
State Street	GBP	7,257,240 USD	9,255,528	1.2754	31/07/2017	172,163	0.01	
State Street	EUR	6,989,543 USD	7,819,377	1.1187	31/07/2017	163,989	0.01	
State Street	GBP	2,285,854 USD	2,915,267	1.2754	31/07/2017	54,227	-	
State Street	GBP	1,366,427 USD	1,742,674	1.2754	31/07/2017	32,416	-	
State Street	EUR	37,247 USD	41,667	1.1187	31/07/2017	876	-	
State Street	EUR	20,865 USD	23,342	1.1187	31/07/2017	489	-	
State Street	EUR	100,000 USD	113,747	1.1375	31/07/2017	472	-	
State Street	GBP	12,437 USD	15,876	1.2765	31/07/2017	281	-	
State Street	EUR	11,026 USD	12,335	1.1187	31/07/2017	259	-	
State Street	EUR	10,910 USD	12,218	1.1199	31/07/2017	243	-	
State Street	GBP	8,759 USD	11,170	1.2753	31/07/2017	208	-	
State Street	GBP	10,510 USD	13,492	1.2837	31/07/2017	161	-	
State Street	GBP	5,411 USD	6,902	1.2755	31/07/2017	128	-	
State Street	GBP	32,996 USD	42,821	1.2978	31/07/2017	43	-	

Hermes Investment Funds Public Limited Company
Unaudited Portfolio Statement
As at 30 June 2017 (continued)

Hermes Global Emerging Markets Fund (continued)

	Fair Value	% of
Financial assets at fair value through profit or loss	\$	Net Assets

Forward Currency Contracts: 0.02% (31 Dec 2016: 0.00%) (continued)

Counterparty	Currency Buys	Currency Sells	Currency Rate	Maturity Date	Unrealised Gain \$	% of Net Assets	
State Street	EUR	1,132 USD	1,266	1.1187	31/07/2017	27	-
State Street	USD	56,730 EUR	49,666	1.1422	31/07/2017	3	-
Unrealised Gains on Forward Currency Contracts					425,985	0.02	
Total Financial Derivative Instruments					32,489,729	1.32	
Total financial assets at fair value through profit or loss					2,448,035,077	98.85	

Financial liabilities at fair value through profit or loss

Financial Derivative Instruments: 0.00% (31 Dec 2016: 0.00%)

Forward Currency Contracts: 0.00% (31 Dec 2016: 0.00%)

Counterparty	Currency Buys	Currency Sells		Currency Rate	Maturity Date	Unrealised Loss \$	% of Net Assets
State Street	USD	5 EUR	4	1.1192	31/07/2017	-	-
State Street	USD	51 EUR	46	1.1188	31/07/2017	(1)	-
State Street	USD	127 EUR	113	1.1187	31/07/2017	(3)	-
State Street	USD	5,274 GBP	4,064	1.2978	31/07/2017	(5)	-
State Street	USD	19,585 GBP	15,256	1.2837	31/07/2017	(234)	-
State Street	USD	26,727 GBP	20,957	1.2753	31/07/2017	(498)	-
State Street	USD	30,478 EUR	27,245	1.1187	31/07/2017	(640)	-
State Street	USD	36,504 GBP	28,597	1.2765	31/07/2017	(645)	-
State Street	USD	37,519 GBP	29,416	1.2755	31/07/2017	(694)	-
State Street	USD	51,097 GBP	40,066	1.2753	31/07/2017	(952)	-
State Street	USD	68,229 GBP	53,500	1.2753	31/07/2017	(1,272)	-
State Street	USD	170,149 GBP	133,417	1.2753	31/07/2017	(3,170)	-
State Street	USD	337,420 EUR	299,064	1.1283	31/07/2017	(4,168)	-
Unrealised Losses on Forward Currency Contracts						(12,282)	-
Total Financial Derivative Instruments						(12,282)	-
Total financial liabilities at fair value through profit or loss						(12,282)	-

Hermes Investment Funds Public Limited Company
Unaudited Portfolio Statement
As at 30 June 2017 (continued)

Hermes Global Emerging Markets Fund (continued)		
	Fair Value	% of
Financial assets at fair value through profit or loss	\$	Net Assets
Net financial assets at fair value through profit or loss (31 Dec 2016: 98.52%) (Cost: \$2,009,930,839)	2,448,022,795	98.85
Net Cash (31 Dec 2016: 1.61%)	9,667,965	0.39
Other Net Assets (31 Dec 2016: (0.13)%)	18,843,274	0.76
Net Assets Attributable to Holders of Redeemable Participating Shares	2,476,534,034	100.00
Portfolio Classification		% of Total Assets
Transferable securities admitted to official stock exchange listing		93.20
Transferable securities traded on a regulated market		3.95
OTC financial derivative instruments		0.02
Financial derivative instruments dealt in on a regulated market		1.29
Cash		0.38
Other Assets		1.16
Total		100.00

The counterparty for the forward currency contracts is State Street Bank and Trust Company (S&P: A+, Moody's Aa1).

Hermes Investment Funds Public Limited Company
Unaudited Portfolio Statement
As at 30 June 2017 (continued)

Hermes Global Equity Fund		Fair Value	% of
Nominal	Financial assets at fair value through profit or loss	\$	Net Assets
Holdings			
Equities: 99.49% (31 Dec 2016: 99.03%)			
Australia: 2.57% (31 Dec 2016: 2.20%)			
129,423	APA	912,003	0.41
114,400	Bank of Queensland	1,006,577	0.46
68,508	BHP Billiton Ltd	1,225,575	0.55
68,161	BT Investment Management	596,065	0.27
25,708	Caltex Australia	624,465	0.28
104,422	LendLease	1,336,047	0.60
Total Australia		5,700,732	2.57
Austria: 0.33% (31 Dec 2016: 0.33%)			
13,964	OMV	740,524	0.33
Total Austria		740,524	0.33
Canada: 3.28% (31 Dec 2016: 2.99%)			
6,680	Agrium	605,509	0.27
24,499	Alimentation Couche-Tard	1,184,644	0.54
22,313	Canadian National Railway	1,813,135	0.82
35,480	Rogers Communications	1,689,107	0.76
39,006	Toronto-Dominion Bank	1,967,884	0.89
Total Canada		7,260,279	3.28
Denmark: 1.94% (31 Dec 2016: 1.54%)			
26,125	Danske Bank	1,003,637	0.45
22,410	DONG Energy	1,011,794	0.46
30,946	Novo Nordisk	1,317,932	0.59
10,424	Pandora	975,961	0.44
Total Denmark		4,309,324	1.94
Finland: 0.73% (31 Dec 2016: 1.37%)			
9,085	Cargotec	583,324	0.26
81,001	Stora Enso	1,046,638	0.47
Total Finland		1,629,962	0.73

Hermes Investment Funds Public Limited Company
Unaudited Portfolio Statement
As at 30 June 2017 (continued)

Hermes Global Equity Fund (continued)		Fair Value	% of
Nominal	Financial assets at fair value through profit or loss	\$	Net Assets
Holdings			
Equities: 99.49% (31 Dec 2016: 99.03%) (continued)			
France: 2.63% (31 Dec 2016: 2.93%)			
19,968	BNP Paribas	1,454,935	0.65
16,974	Legrand	1,194,001	0.54
8,551	Renault	782,207	0.35
6,694	Sodexo	878,693	0.40
22,372	Valeo	1,522,684	0.69
Total France		5,832,520	2.63
Germany: 3.44% (31 Dec 2016: 3.51%)			
9,056	Adidas	1,746,967	0.79
7,608	Duerr	908,434	0.41
9,963	Fresenius Medical Care	965,569	0.43
12,415	Henkel	1,511,440	0.68
53,401	Schaeffler - Preferred	766,441	0.35
43,771	Vonovia	1,727,934	0.78
Total Germany		7,626,785	3.44
Hong Kong: 1.13% (31 Dec 2016: 1.20%)			
247,200	AIA	1,806,807	0.81
10,981	Jardine Matheson	704,980	0.32
Total Hong Kong		2,511,787	1.13
Ireland: 1.46% (31 Dec 2016: 0.95%)			
150,425	Allied Irish Banks	830,999	0.37
61,817	Ryanair	1,259,468	0.57
37,041	Smurfit Kappa	1,152,823	0.52
Total Ireland		3,243,290	1.46
Italy: 0.58% (31 Dec 2016: 0.75%)			
68,318	UniCredit	1,296,477	0.58
Total Italy		1,296,477	0.58

Hermes Investment Funds Public Limited Company
Unaudited Portfolio Statement
As at 30 June 2017 (continued)

Hermes Global Equity Fund (continued)		Fair Value	% of
Nominal	Financial assets at fair value through profit or loss	\$	Net Assets
Holdings			
Equities: 99.49% (31 Dec 2016: 99.03%) (continued)			
Japan: 8.30% (31 Dec 2016: 7.86%)			
152,000	77 Bank	750,400	0.34
13,300	Fujifilm	479,686	0.22
127,000	Hitachi	781,626	0.35
59,500	Inpex	574,204	0.26
25,200	ITOCHU	375,475	0.17
44,400	Japan Post	552,547	0.25
33,100	Kao	1,971,550	0.89
66,000	Kirin	1,348,694	0.61
10,300	Kyocera	598,240	0.27
46,000	Lion	955,194	0.43
174,700	Mitsubishi Chemical	1,450,596	0.65
20,600	Nippon Telegraph & Telephone	976,530	0.44
7,800	Nitto Denko	643,414	0.29
24,500	Seiko Epson	546,583	0.25
46,600	Start Today	1,150,283	0.52
19,400	Sumitomo Mitsui Financial Group	758,404	0.34
30,300	T&D	462,419	0.21
67,600	Toagosei	881,096	0.40
27,800	Toyota Motor	1,462,531	0.66
13,200	Yaoko	566,228	0.25
55,400	Yokohama Rubber Co	1,115,270	0.50
Total Japan		18,400,970	8.30
Jersey: 1.26% (31 Dec 2016: 0.84%)			
31,494	Randgold Resources	2,801,946	1.26
Total Jersey		2,801,946	1.26
Marshall Islands: 0.13% (31 Dec 2016: 0.00%)			
72,745	Diana Shipping	288,070	0.13
Total Marshall Islands		288,070	0.13
Netherlands: 3.19% (31 Dec 2016: 2.65%)			
75,122	ABN Amro Group	1,993,608	0.90
9,964	ASML Holding	1,318,159	0.59
21,031	Heineken	2,068,210	0.93
97,713	ING Groep	1,701,640	0.77
Total Netherlands		7,081,617	3.19

Hermes Investment Funds Public Limited Company
Unaudited Portfolio Statement
As at 30 June 2017 (continued)

Hermes Global Equity Fund (continued)		Fair Value	% of
Nominal	Financial assets at fair value through profit or loss	\$	Net Assets
Holdings			
Equities: 99.49% (31 Dec 2016: 99.03%) (continued)			
Norway: 1.27% (31 Dec 2016: 1.71%)			
68,841	Aker BP	1,005,409	0.45
83,692	Frontline	463,599	0.21
35,210	Leroy Seafood	191,181	0.09
12,066	Marine Harvest	202,957	0.09
130,760	Nordic Semiconductor	518,710	0.23
256,226	Petroleum Geo-Services	442,890	0.20
Total Norway		2,824,746	1.27
Singapore: 0.35% (31 Dec 2016: 1.04%)			
24,353	Jardine Cycle & Carriage	784,610	0.35
Total Singapore		784,610	0.35
Spain: 1.06% (31 Dec 2016: 0.97%)			
34,953	Ebro Foods	796,844	0.36
72,332	Gamesa Tecnologica	1,546,707	0.70
Total Spain		2,343,551	1.06
Sweden: 1.09% (31 Dec 2016: 0.87%)			
23,722	Essity AB	662,319	0.30
3,965	Munters Group	34,463	0.02
59,722	Svenska Cellulosa	448,817	0.20
73,531	Volvo	1,264,313	0.57
Total Sweden		2,409,912	1.09
Switzerland: 2.34% (31 Dec 2016: 2.04%)			
42,512	ABB	1,058,421	0.48
11,694	Roche	2,993,176	1.35
3,884	Zurich Insurance Group	1,133,500	0.51
Total Switzerland		5,185,097	2.34
United Kingdom: 4.41% (31 Dec 2016: 4.36%)			
14,608	AstraZeneca	984,540	0.45
39,242	Greggs	556,158	0.25

Hermes Investment Funds Public Limited Company
Unaudited Portfolio Statement
As at 30 June 2017 (continued)

Hermes Global Equity Fund (continued)		Fair Value	% of
Nominal	Financial assets at fair value through profit or loss	\$	Net Assets
Holdings			
Equities: 99.49% (31 Dec 2016: 99.03%) (continued)			
United Kingdom: 4.41% (31 Dec 2016: 4.36%) (continued)			
384,721	Hays	836,345	0.38
230,119	HSBC	2,131,835	0.96
97,861	Prudential	2,267,744	1.02
39,892	Smith & Nephew	691,698	0.31
810,282	Vodafone	2,302,532	1.04
Total United Kingdom		9,770,852	4.41
United States: 58.00% (31 Dec 2016: 58.92%)			
48,515	Abbott Laboratories	2,364,136	1.07
16,006	Accenture	1,968,578	0.89
13,567	Allstate	1,195,660	0.54
4,209	Alphabet Class A	3,947,284	1.78
2,458	Alphabet Class C	2,255,928	1.02
4,285	Amazon.com	4,181,860	1.89
20,125	American Tower Reits	2,673,003	1.21
36,577	American Water Works	2,856,664	1.29
11,981	Amgen	2,067,801	0.93
23,974	Analog Devices	1,863,739	0.84
40,774	Apple	5,858,408	2.64
96,988	Bank of America	2,358,748	1.06
27,001	Baxter International	1,624,380	0.73
16,504	Berkshire Hathaway	2,794,127	1.26
8,665	Boeing	1,710,991	0.77
25,748	BorgWarner	1,061,848	0.48
6,964	Broadcom	1,629,855	0.73
14,766	Bunge	1,086,630	0.49
8,755	Capital One Financial	713,270	0.32
11,387	Chubb	1,650,773	0.74
6,464	Cognex	555,322	0.25
60,320	Comcast	2,344,638	1.06
7,604	Constellation Brands	1,465,975	0.66
8,216	Cooper Cos	1,948,178	0.88
9,924	Cummins	1,589,031	0.72
35,400	Delta Air Lines	1,906,998	0.86
12,910	Dollar Tree	900,214	0.41
12,082	Dr Pepper Snapple	1,098,254	0.50
22,519	Duke Energy	1,892,272	0.85
11,344	Eagle Materials	1,029,128	0.46
26,631	East West Bancorp	1,556,848	0.70
24,635	Eaton	1,887,780	0.85
25,446	Facebook	3,843,364	1.73

Hermes Investment Funds Public Limited Company
Unaudited Portfolio Statement
As at 30 June 2017 (continued)

Hermes Global Equity Fund (continued)		Fair Value	% of
Nominal	Financial assets at fair value through profit or loss	\$	Net Assets
Holdings			
Equities: 99.49% (31 Dec 2016: 99.03%) (continued)			
United States: 58.00% (31 Dec 2016: 58.92%) (continued)			
101,479	Ford Motor	1,133,520	0.51
80,414	General Electric	2,172,785	0.98
20,014	General Mills	1,100,170	0.50
38,418	Hess	1,651,974	0.74
8,407	Humana	2,012,130	0.91
15,160	Ingersoll-Rand	1,370,009	0.62
8,007	Ingredion	940,823	0.43
31,442	JPMorgan Chase	2,865,937	1.29
17,515	Kirby	1,170,878	0.53
13,788	Lam Research	1,962,722	0.88
6,810	Lockheed Martin	1,884,531	0.85
8,450	M&T Bank	1,361,971	0.62
100,818	Marathon Oil	1,180,579	0.53
18,084	Marathon Petroleum	936,932	0.42
10,384	MEDNAX	629,063	0.28
27,496	Merck	1,769,093	0.80
19,728	MetLife	1,086,224	0.49
37,423	Micron Technology	1,177,702	0.53
62,597	Microsoft	4,287,268	1.93
138,595	Oasis Petroleum	1,092,129	0.49
4,384	O'Reilly Automotive	947,119	0.43
48,147	Pfizer	1,619,184	0.73
10,373	PPG Industries	1,137,399	0.51
33,803	Procter & Gamble	2,940,523	1.33
10,254	RPM International	556,280	0.25
14,410	Shire	800,072	0.36
15,184	State Street	1,361,094	0.61
11,008	STERIS	898,583	0.41
11,103	Sysco	553,596	0.25
15,128	Thermo Fisher Scientific	2,630,608	1.19
14,048	TJX	998,532	0.45
16,007	Travelers	2,023,125	0.91
20,058	UGI	972,011	0.44
35,503	Verizon Communications	1,576,688	0.71
24,809	Visa	2,342,466	1.06
17,065	Walt Disney	1,803,941	0.81
43,640	Wells Fargo	2,434,238	1.10
13,944	West Pharmaceutical Services	1,316,592	0.59
8,321	Western Digital	762,620	0.34
20,622	Zoetis	1,288,875	0.58
Total United States		128,631,671	58.00
Total Equities		220,674,722	99.49
Total financial assets at fair value through profit or loss		220,674,722	99.49

Hermes Investment Funds Public Limited Company
Unaudited Portfolio Statement
As at 30 June 2017 (continued)

Hermes Global Equity Fund (continued)		
	Fair Value \$	% of Net Assets
Net financial assets at fair value through profit or loss (31 Dec 2016: 99.03%) (Cost: \$187,148,198)	220,674,722	99.49
Net Cash (31 Dec 2016: 0.94%)	160,486	0.07
Other Net Assets (31 Dec 2016: 0.03%)	964,538	0.44
Net Assets Attributable to Holders of Redeemable Participating Shares	221,799,746	100.00
Portfolio Classification		% of Total Assets
Transferable securities admitted to official stock exchange listing		99.40
Cash		0.07
Other assets		0.53
Total		100.00

Hermes Investment Funds Public Limited Company
Unaudited Portfolio Statement
As at 30 June 2017 (continued)

Hermes European Alpha Equity Fund		Fair Value	% of
Nominal	Financial assets at fair value through profit or loss	€	Net Assets
Holdings			
	American Depositary Receipts: 1.58% (31 Dec 2016: 2.61%)		
	Russian Federation: 1.58% (31 Dec 2016: 2.61%)		
1,026,053	Sberbank of Russia ADR	9,266,821	1.58
	Total Russian Federation	9,266,821	1.58
	Total American Depositary Receipts	9,266,821	1.58
	Equities: 97.63% (31 Dec 2016: 96.80%)		
	Belgium: 1.65% (31 Dec 2016: 1.64%)		
142,728	UCB	8,642,180	1.47
16,951	Umicore	1,034,689	0.18
	Total Belgium	9,676,869	1.65
	Denmark: 4.49% (31 Dec 2016: 5.29%)		
395,667	Novo Nordisk	14,775,490	2.51
141,130	Pandora	11,586,205	1.98
	Total Denmark	26,361,695	4.49
	Finland: 3.30% (31 Dec 2016: 2.60%)		
3,545,923	Nokia	19,413,928	3.30
	Total Finland	19,413,928	3.30
	France: 11.19% (31 Dec 2016: 11.10%)		
295,624	Legrand	18,234,088	3.10
147,902	Renault	11,863,219	2.02
153,605	Sodexo	17,679,936	3.01
300,810	Valeo	17,952,341	3.06
	Total France	65,729,584	11.19
	Germany: 22.66% (31 Dec 2016: 19.01%)		
132,821	Adidas	22,466,672	3.82
235,833	Bayer	26,767,046	4.56
235,731	Deutsche Boerse	21,875,837	3.72
254,898	Fresenius	19,303,426	3.29
126,998	KION	8,572,365	1.46
81,161	Merck	8,590,892	1.46

Hermes Investment Funds Public Limited Company
Unaudited Portfolio Statement
As at 30 June 2017 (continued)

Hermes European Alpha Equity Fund (continued)		Fair Value	% of
Nominal Holdings	Financial assets at fair value through profit or loss	€	Net Assets
Equities: 97.63% (31 Dec 2016: 96.80%) (continued)			
Germany: 22.66% (31 Dec 2016: 19.01%) (continued)			
264,492	ProSiebenSat.1 Media	9,931,675	1.69
276,659	Wirecard	15,614,634	2.66
Total Germany		133,122,547	22.66
Ireland: 1.36% (31 Dec 2016: 1.01%)			
621,814	Allied Irish Banks	3,012,067	0.51
53,652	Paddy Power Betfair	4,996,611	0.85
Total Ireland		8,008,678	1.36
Netherlands: 6.83% (31 Dec 2016: 9.37%)			
156,250	ASML Holding	18,125,000	3.08
1,442,074	ING Groep	22,020,470	3.75
Total Netherlands		40,145,470	6.83
Norway: 4.01% (31 Dec 2016: 5.22%)			
1,030,202	DNB	15,312,856	2.61
564,358	Statoil	8,241,206	1.40
Total Norway		23,554,062	4.01
Spain: 13.78% (31 Dec 2016: 12.42%)			
91,997	Aena	15,841,883	2.70
429,569	Amadeus IT	22,633,991	3.85
976,652	Gamesa Tecnologica	18,312,225	3.12
297,685	Gas Natural SDG	6,193,336	1.05
523,647	Inditex	17,987,274	3.06
Total Spain		80,968,709	13.78
Sweden: 2.72% (31 Dec 2016: 4.02%)			
330,039	Lundin Petroleum	5,591,917	0.95
485,487	Swedbank	10,425,600	1.77
Total Sweden		16,017,517	2.72

Hermes Investment Funds Public Limited Company
Unaudited Portfolio Statement
As at 30 June 2017 (continued)

Hermes European Alpha Equity Fund (continued)					Fair Value	% of	
Nominal Holdings	Financial assets at fair value through profit or loss				€	Net Assets	
Equities: 97.63% (31 Dec 2016: 96.80%) (continued)							
Switzerland: 6.10% (31 Dec 2016: 6.18%)							
73,102	Dufry				10,636,967	1.81	
112,387	Roche				25,223,713	4.29	
Total Switzerland					35,860,680	6.10	
United Kingdom: 19.54% (31 Dec 2016: 18.94%)							
136,096	ASOS				8,947,382	1.52	
1,272,676	Auto Trader				5,560,121	0.95	
4,204,508	ConvaTec				15,268,284	2.60	
1,102,704	GlaxoSmithKline				20,661,838	3.52	
346,752	Imperial Brands				13,807,377	2.35	
1,172,058	Merlin Entertainments				6,481,033	1.10	
212,342	Reckitt Benckiser				18,720,511	3.19	
320,872	Schroders				11,367,349	1.93	
3,895,089	Worldpay				13,985,081	2.38	
Total United Kingdom					114,798,976	19.54	
Total Equities					573,658,715	97.63	
Financial Derivative Instruments: 0.00% (31 Dec 2016: 0.00%)							
Forward Currency Contracts: 0.00% (31 Dec 2016: 0.00%)							
Counterparty	Currency Buys	Currency Sells		Currency Rate	Maturity Date	Unrealised Gain €	% of Net Assets
State Street	EUR	84,170 GBP	73,834	1.1400	31/07/2017	194	-
State Street	EUR	30,554 GBP	26,802	1.1400	31/07/2017	71	-
State Street	EUR	1,012 USD	1,132	0.8939	31/07/2017	21	-
State Street	EUR	2,428 USD	2,761	0.8791	31/07/2017	10	-
Unrealised Gains on Forward Currency Contracts						296	-
Total Financial Derivative Instruments						296	-
Total financial assets at fair value through profit or loss					582,925,832	99.21	

Hermes Investment Funds Public Limited Company
Unaudited Portfolio Statement
As at 30 June 2017 (continued)

Hermes European Alpha Equity Fund (continued)						Fair Value	% of
Financial liabilities at fair value through profit or loss						€	Net Assets
Financial liabilities at fair value through profit or loss							
Financial Derivative Instruments: (0.04%) (31 Dec 2016: (0.03%))							
Forward Currency Contracts: (0.04%) (31 Dec 2016: (0.03%))							
Counterparty	Currency Buys	Currency Sells	Currency Rate	Maturity Date	Unrealised Loss	% of	Net Assets
					€		
State Street	USD	1,755 EUR	1,569	0.8939	31/07/2017	(32)	-
State Street	CHF	5,086 EUR	4,691	0.9223	31/07/2017	(38)	-
State Street	USD	16,065 EUR	14,360	0.8939	31/07/2017	(295)	-
State Street	USD	17,216 EUR	15,390	0.8939	31/07/2017	(317)	-
State Street	USD	78,316 EUR	69,931	0.8929	31/07/2017	(1,365)	-
State Street	USD	248,711 EUR	220,439	0.8863	31/07/2017	(2,689)	-
State Street	GBP	1,926,457 EUR	2,196,171	1.1400	31/07/2017	(5,102)	-
State Street	CHF	708,927 EUR	653,797	0.9222	31/07/2017	(5,217)	-
State Street	USD	463,571 EUR	414,375	0.8939	31/07/2017	(8,512)	(0.01)
State Street	GBP	5,069,594 EUR	5,779,363	1.1400	31/07/2017	(13,427)	(0.01)
State Street	USD	4,599,865 EUR	4,111,703	0.8939	31/07/2017	(84,459)	(0.01)
State Street	USD	4,755,212 EUR	4,250,564	0.8939	31/07/2017	(87,311)	(0.01)
Unrealised Losses on Forward Currency Contracts						(208,764)	(0.04)
Total Financial Derivative Instruments						(208,764)	(0.04)
Total financial liabilities at fair value through profit or loss						(208,764)	(0.04)
Net financial assets at fair value through profit or loss						582,717,068	99.17
(31 Dec 2016: 99.38%) (Cost: €497,158,248)							
Net Cash (31 Dec 2016: 1.03%)						4,480,258	0.76
Other Net Assets (31 Dec 2016: (0.41%))						386,664	0.07
Net Assets Attributable to Holders of Redeemable Participating Shares						587,583,990	100.00
Portfolio Classification							% of Total Assets
Transferable securities admitted to official stock exchange listing							99.03
Cash							0.76
Other assets							0.21
Total							100.00

The counterparty for the forward currency contracts is State Street Bank and Trust Company (S&P: A+, Moody's: Aa1).

Hermes Investment Funds Public Limited Company
Unaudited Portfolio Statement
As at 30 June 2017 (continued)

Hermes Global High Yield Credit Fund		Fair Value	% of
Nominal Holdings	Financial assets at fair value through profit or loss	€	Net Assets
Corporate Bonds: 76.50% (31 Dec 2016: 80.05%)			
Australia: 1.99% (31 Dec 2016: 0.00%)			
5,800,000	FMG Resources August 2006 9.750% 01/03/2022	5,816,273	1.99
Total Australia		5,816,273	1.99
Brazil: 5.48% (31 Dec 2016: 4.63%)			
1,447,000	Gerdau Trade 4.750% 15/04/2023	1,270,462	0.43
875,000	GTL Trade Finance 7.250% 16/04/2044	756,433	0.26
3,700,000	Marfrig Europe 8.375% 09/05/2018	3,365,701	1.15
1,420,000	Marfrig Holdings Europe 8.000% 08/06/2023	1,267,050	0.43
2,360,000	Petrobras Global Finance 4.750% 14/01/2025	2,417,985	0.83
307,000	Petrobras Global Finance 6.125% 17/01/2022	278,320	0.10
1,433,000	Petrobras Global Finance 7.375% 17/01/2027	1,332,424	0.46
5,616,000	Vale Overseas 6.250% 10/08/2026	5,324,010	1.82
Total Brazil		16,012,385	5.48
Canada: 0.40% (31 Dec 2016: 0.15%)			
1,275,000	Enbridge 6.000% 15/01/2077	1,176,571	0.40
Total Canada		1,176,571	0.40
Chile: 0.70% (31 Dec 2016: 1.20%)			
2,181,000	VTR Finance 6.875% 15/01/2024	2,031,750	0.70
Total Chile		2,031,750	0.70
Finland: 0.44% (31 Dec 2016: 0.45%)			
1,250,000	Stora Enso 7.250% 15/04/2036	1,298,716	0.44
Total Finland		1,298,716	0.44
France: 0.28% (31 Dec 2016: 1.58%)			
883,000	SFR 6.250% 15/05/2024	820,639	0.28
Total France		820,639	0.28

Hermes Investment Funds Public Limited Company
Unaudited Portfolio Statement
As at 30 June 2017 (continued)

Hermes Global High Yield Credit Fund (continued)		Fair Value	% of
Nominal Holdings	Financial assets at fair value through profit or loss	€	Net Assets
Corporate Bonds: 76.50% (31 Dec 2016: 80.05%) (continued)			
Germany: 1.37% (31 Dec 2016: 2.61%)			
3,247,000	Dresdner Funding Trust I 8.151% 30/06/2031	3,588,329	1.23
400,000	Thyssenkrupp 3.125% 25/10/2019	422,502	0.14
Total Germany		4,010,831	1.37
Ireland: 1.77% (31 Dec 2016: 1.55%)			
3,000,000	AerCap Ireland Capital 4.625% 01/07/2022	2,822,129	0.96
377,000	Ardagh Packaging Finance 4.750% 15/07/2027	430,045	0.15
1,400,000	Ardagh Packaging Finance 6.750% 15/05/2024	1,568,134	0.54
380,000	Smurfit Kappa Acquisitions 4.875% 15/09/2018	341,502	0.12
Total Ireland		5,161,810	1.77
Italy: 3.07% (31 Dec 2016: 5.04%)			
4,085,000	Intesa Sanpaolo 5.017% 26/06/2024	3,637,620	1.25
200,000	Wind Acquisition Finance 4.750% 15/07/2020	177,634	0.06
5,643,000	Wind Acquisition Finance 7.375% 23/04/2021	5,148,610	1.76
Total Italy		8,963,864	3.07
Japan: 0.00% (31 Dec 2016: 0.74%)			
		-	-
Luxembourg: 1.68% (31 Dec 2016: 2.04%)			
1,800,000	Altice Financing 6.500% 15/01/2022	1,653,150	0.57
1,029,966	ARD Finance 6.625% 15/09/2023	1,097,299	0.37
2,350,000	Millicom International Cellular 6.000% 15/03/2025	2,169,962	0.74
Total Luxembourg		4,920,411	1.68
Mexico: 2.43% (31 Dec 2016: 1.27%)			
1,358,000	Cemex 7.750% 16/04/2026	1,364,787	0.47
3,036,000	Cemex Finance 9.375% 12/10/2022	2,834,896	0.97
2,787,000	Petroleos Mexicanos 4.875% 21/02/2028	2,907,504	0.99
Total Mexico		7,107,187	2.43

Hermes Investment Funds Public Limited Company
Unaudited Portfolio Statement
As at 30 June 2017 (continued)

Hermes Global High Yield Credit Fund (continued)		Fair Value	% of
Nominal Holdings	Financial assets at fair value through profit or loss	€	Net Assets
Corporate Bonds: 76.50% (31 Dec 2016: 80.05%) (continued)			
Netherlands: 4.55% (31 Dec 2016: 4.38%)			
500,000	GTH Finance 6.250% 26/04/2020	464,668	0.16
1,890,000	NXP 3.875% 01/09/2022	1,729,593	0.59
2,566,000	NXP 4.625% 15/06/2022	2,424,151	0.83
1,928,000	VimpelCom 5.950% 13/02/2023	1,800,289	0.62
2,536,000	VimpelCom Holdings 3.950% 16/06/2021	2,227,936	0.76
1,000,000	VimpelCom Holdings 5.200% 13/02/2019	905,817	0.31
3,531,000	Ziggo Secured Finance 4.250% 15/01/2027	3,748,478	1.28
Total Netherlands		13,300,932	4.55
Norway: 0.08% (31 Dec 2016: 0.24%)			
1,438,000	Norske Skogindustrier 8.000% 24/02/2023	220,639	0.08
Total Norway		220,639	0.08
Russian Federation: 4.36% (31 Dec 2016: 3.85%)			
1,195,000	Gaz Capital 4.250% 06/04/2024	1,406,562	0.48
2,000,000	Gaz Capital 4.950% 06/02/2028	1,768,382	0.61
3,250,000	MMC Finance 5.550% 28/10/2020	3,048,982	1.04
1,281,000	MMC Finance 3.849% 08/04/2022	1,121,259	0.39
3,200,000	Rosneft International Finance 4.199% 06/03/2022	2,807,288	0.96
2,700,000	Severstal Via Steel Capital 5.900% 17/10/2022	2,579,375	0.88
Total Russian Federation		12,731,848	4.36
South Africa: 1.22% (31 Dec 2016: 1.20%)			
4,000,000	Sappi Papier 7.500% 15/06/2032	3,577,222	1.22
Total South Africa		3,577,222	1.22
Switzerland: 0.21% (31 Dec 2016: 0.00%)			
500,000	Glencore Finance Europe 6.500% 27/02/2019	616,842	0.21
Total Switzerland		616,842	0.21

Hermes Investment Funds Public Limited Company
Unaudited Portfolio Statement
As at 30 June 2017 (continued)

Hermes Global High Yield Credit Fund (continued)		Fair Value	% of
Nominal	Financial assets at fair value through profit or loss	€	Net Assets
Holdings			
Corporate Bonds: 76.50% (31 Dec 2016: 80.05%) (continued)			
Turkey: 0.94% (31 Dec 2016: 0.96%)			
700,000	Turk Telekomunikasyon 3.750% 19/06/2019	620,890	0.21
2,409,000	Turk Telekomunikasyon 4.875% 19/06/2024	2,130,054	0.73
Total Turkey		2,750,944	0.94
United Kingdom: 6.28% (31 Dec 2016: 6.49%)			
2,000,000	AA Bond 5.500% 31/07/2022	2,372,834	0.81
1,367,000	Fiat Chrysler Finance Europe 6.750% 14/10/2019	1,538,046	0.53
900,000	Jaguar Land Rover Automotive 3.500% 15/03/2020	801,916	0.27
1,446,000	New Look Secured Issuer 6.500% 01/07/2022	1,218,812	0.42
1,238,000	PGH Capital 6.625% 18/12/2025	1,621,063	0.55
1,400,000	Phoenix Group Holdings 4.125% 20/07/2022	1,654,048	0.57
2,000,000	Royal Bank of Scotland 5.500% 31/12/2049	2,023,290	0.69
2,600,000	Tesco 5.500% 15/11/2017	2,307,226	0.79
2,917,000	Tesco 6.125% 24/02/2022	3,813,823	1.31
856,000	Virgin Media Secured Finance 5.000% 15/04/2027	1,006,565	0.34
Total United Kingdom		18,357,623	6.28
United States: 39.25% (31 Dec 2016: 41.67%)			
3,650,000	ADT 4.875% 15/07/2032	2,816,185	0.96
4,669,000	Aircastle 4.125% 01/05/2024	4,183,187	1.43
4,100,000	Allergan Funding 4.550% 15/03/2035	3,848,390	1.32
3,000,000	Ally Financial 3.250% 05/11/2018	2,668,976	0.91
1,423,000	Ally Financial 4.125% 30/03/2020	1,285,073	0.44
4,827,000	Ally Financial 4.625% 30/03/2025	4,350,373	1.49
1,755,000	Altice US Finance I 5.500% 15/05/2026	1,619,515	0.55
3,700,000	Antero Resources 5.625% 01/06/2023	3,300,820	1.13
1,767,000	Arconic 5.720% 23/02/2019	1,619,892	0.55
5,583,000	CenturyLink 5.800% 15/03/2022	5,109,163	1.75
6,229,000	Charter Communications Operating 4.908% 23/07/2025	5,909,669	2.02
5,625,000	CIT 5.000% 01/08/2023	5,326,378	1.82
4,000,000	Clearwire Communications 8.250% 01/12/2040	3,612,292	1.24
4,816,000	Dell 5.400% 10/09/2040	3,789,716	1.30
3,400,000	Domtar 6.750% 15/02/2044	3,232,555	1.11
1,000,000	Freeport-McMoRan 2.300% 14/11/2017	876,770	0.30
1,300,000	Freeport-McMoRan 5.450% 15/03/2043	988,549	0.34
1,778,000	Goodyear Tire & Rubber 4.875% 15/03/2027	1,586,178	0.54
3,370,000	Goodyear Tire & Rubber 5.000% 31/05/2026	3,065,517	1.05

Hermes Investment Funds Public Limited Company
Unaudited Portfolio Statement
As at 30 June 2017 (continued)

Hermes Global High Yield Credit Fund (continued)		Fair Value	% of
Nominal	Financial assets at fair value through profit or loss	€	Net Assets
Holdings			
Corporate Bonds: 76.50% (31 Dec 2016: 80.05%) (continued)			
United States: 39.25% (31 Dec 2016: 41.67%) (continued)			
4,650,000	HCA 4.750% 01/05/2023	4,321,599	1.48
1,400,000	HCA 5.000% 15/03/2024	1,302,661	0.45
1,000,000	HCA 6.500% 15/02/2020	958,967	0.33
1,645,000	Hess 3.500% 15/07/2024	1,405,429	0.48
1,700,000	Hess 4.300% 01/04/2027	1,458,771	0.50
3,000,000	Huntsman International 4.250% 01/04/2025	3,454,362	1.18
4,139,000	Kinder Morgan Energy Partners 4.700% 01/11/2042	3,438,400	1.18
1,000,000	Kinder Morgan Energy Partners 5.300% 15/09/2020	944,542	0.32
872,000	Kinder Morgan Energy Partners 5.625% 01/09/2041	791,372	0.27
550,000	Marathon Oil 2.700% 01/06/2020	478,299	0.16
3,800,000	Marathon Oil 3.850% 01/06/2025	3,257,632	1.11
3,500,000	MPLX 4.500% 15/07/2023	3,261,793	1.12
3,550,000	MPLX 4.875% 01/06/2025	3,305,809	1.13
2,163,000	Plains All American Pipeline 2.850% 31/01/2023	1,842,118	0.63
1,517,000	Plains All American Pipeline 4.500% 15/12/2026	1,347,674	0.46
3,073,000	Quintiles IMS 3.250% 15/03/2025	3,132,788	1.07
5,528,000	Range Resources 5.000% 15/08/2022	4,786,200	1.64
750,000	Scientific Games International 6.625% 15/05/2021	657,578	0.22
2,352,000	Seagate HDD Cayman 4.250% 01/03/2022	2,098,309	0.72
454,000	Tenet Healthcare 4.625% 15/07/2024	399,546	0.14
1,041,000	Tenet Healthcare 4.750% 01/06/2020	949,226	0.33
568,000	THC Escrowill 4.625% 15/07/2024	500,595	0.17
4,800,000	T-Mobile USA 6.375% 01/03/2025	4,560,957	1.56
2,000,000	Toll Brothers Finance 4.375% 15/04/2023	1,820,613	0.62
2,500,000	Toll Brothers Finance 4.875% 15/11/2025	2,279,602	0.78
2,955,000	Vulcan Materials 4.500% 01/04/2025	2,771,171	0.95
Total United States		114,715,211	39.25
Total Corporate Bonds		223,591,698	76.50
Government Bonds: 4.76% (31 Dec 2016: 0.00%)			
United States: 4.76% (31 Dec 2016: 0.00%)			
15,925,000	United States Treasury Bill 0% 26/10/2017	13,916,388	4.76
Total United States		13,916,388	4.76
Total Government Bonds		13,916,388	4.76

Hermes Investment Funds Public Limited Company
Unaudited Portfolio Statement
As at 30 June 2017 (continued)

Hermes Global High Yield Credit Fund (continued)		Fair Value	% of
Nominal Holdings	Financial assets at fair value through profit or loss	€	Net Assets
Floating Rate Notes: 13.81% (31 Dec 2016: 10.98%)			
Australia: 2.00% (31 Dec 2016: 1.96%)			
4,449,000	BHP Billiton Finance 22/10/2077	5,832,332	2.00
Total Australia		5,832,332	2.00
Austria: 0.00% (31 Dec 2016: 0.31%)		-	-
Belgium: 2.09% (31 Dec 2016: 2.04%)			
4,450,000	Solvay Finance 29/05/2049	4,717,788	1.61
1,250,000	Solvay Finance 31/12/2049	1,395,191	0.48
Total Belgium		6,112,979	2.09
France: 4.63% (31 Dec 2016: 3.57%)			
2,104,000	BPCE 31/12/2049	1,780,159	0.61
2,900,000	Credit Logement 31/12/2049	2,404,100	0.82
1,600,000	Groupama 29/05/2049	1,789,110	0.61
2,078,000	SES 31/12/2049	2,233,989	0.77
5,250,000	Total 31/12/2049	5,322,497	1.82
Total France		13,529,855	4.63
Germany: 0.74% (31 Dec 2016: 0.00%)			
951,000	HT1 Funding 31/12/2049	912,216	0.31
1,466,000	Deutsche Postbank Funding Trust III 31/12/2049	1,238,770	0.43
Total Germany		2,150,986	0.74
Ireland: 0.91% (31 Dec 2016: 1.01%)			
2,450,000	Bank of Ireland 31/12/2049	2,670,427	0.91
Total Ireland		2,670,427	0.91
Portugal: 0.79% (31 Dec 2016: 0.75%)			
2,100,000	Energias de Portugal 16/09/2075	2,311,615	0.79
Total Portugal		2,311,615	0.79

Hermes Investment Funds Public Limited Company
Unaudited Portfolio Statement
As at 30 June 2017 (continued)

Hermes Global High Yield Credit Fund (continued)		Fair Value	% of
Nominal Holdings	Financial assets at fair value through profit or loss	€	Net Assets
Floating Rate Notes: 13.81% (31 Dec 2016: 10.98%) (continued)			
Russian Federation: 0.76% (31 Dec 2016: 0.44%)			
1,236,000	Credit Bank of Moscow Via CBOM Finance 31/12/2049	1,043,437	0.36
1,325,000	Sberbank of Russia 26/12/2024	1,184,606	0.40
Total Russian Federation		2,228,043	0.76
Turkey: 0.24% (31 Dec 2016: 0.00%)			
759,000	Akbank 16/03/2027	692,453	0.24
Total Turkey		692,453	0.24
United Kingdom: 1.59% (31 Dec 2016: 0.90%)			
2,630,000	Barclays Bank 31/12/2049	2,604,233	0.89
750,000	National Westminster Bank 29/11/2049	545,625	0.18
460,000	Royal Bank of Scotland Group 31/12/2049	499,101	0.17
460,000	Royal Bank of Scotland Group 31/12/2049	458,770	0.16
414,000	Virgin Media Secured Finance 15/01/2025	548,145	0.19
Total United Kingdom		4,655,874	1.59
United States: 0.06% (31 Dec 2016: 0.00%)			
199,000	CIT Group 31/12/2049	182,329	0.06
Total United States		182,329	0.06
Total Floating Rate Notes		40,366,893	13.81
Financial Derivative Instruments: 3.17% (31 Dec 2016: 1.55%)			
Credit Default Swaps: 1.56% (31 Dec 2016: 1.29%)			
Credit Default Swaps: Receive Fixed (Sell Protection) - Unrealised Gains: 1.56% (31 Dec 2016: 1.29%)			
European Union: 0.71% (31 Dec 2016: 0.49%)			
(4,356,000)	Altice Finco 5% 20/06/2022 (BNP Paribas)	523,966	0.18
(2,500,000)	Anglo American 5% 20/06/2022 (Barclays)	387,522	0.13
(2,000,000)	Arcelormittal 5% 20/06/2018 (BNP Paribas)	92,002	0.03
(3,000,000)	Fiat Chrysler 5% 20/11/2022 (Merrill Lynch)	289,480	0.10

Hermes Investment Funds Public Limited Company
Unaudited Portfolio Statement
As at 30 June 2017 (continued)

Hermes Global High Yield Credit Fund (continued)		Fair Value	% of
Nominal Holdings	Financial assets at fair value through profit or loss	€	Net Assets
Financial Derivative Instruments: 3.17% (31 Dec 2016: 1.55%) (continued)			
Credit Default Swaps: 1.56% (31 Dec 2016: 1.29%) (continued)			
Credit Default Swaps: Receive Fixed (Sell Protection) - Unrealised Gains: 1.56% (31 Dec 2016: 1.29%) (continued)			
European Union: 0.71% (31 Dec 2016: 0.49%) (continued)			
(1,400,000)	Stena 5% 20/06/2020 (BNP Paribas)	1,029	-
(2,000,000)	Telecom Italia 1% 20/09/2017 (Credit Suisse)	3,926	-
(300,000)	UPC 5% 20/06/2022 (BNP Paribas)	45,469	0.02
(1,550,000)	UPC 5% 20/06/2022 (Goldman Sachs)	234,921	0.08
(400,000)	UPC 5% 20/06/2022 (Goldman Sachs)	60,625	0.02
(2,400,000)	Virgin Media Finance 5% 20/03/2023 (Credit Suisse)	361,776	0.12
(500,000)	Virgin Media Finance 5% 20/03/2023 (JP Morgan)	75,370	0.03
Total European Union		2,076,086	0.71
United States: 0.85% (31 Dec 2016: 0.80%)			
(5,550,000)	AES Corporation 5% 20/06/2022 (Goldman Sachs)	718,403	0.25
(3,000,000)	American Axle & Manufacturing 5% 20/06/2022 (Goldman Sachs)	128,805	0.04
(450,000)	Avis Budget 5% 20/06/2022 (Goldman Sachs)	4,375	-
(1,050,000)	Avis Budget 5% 20/06/2022 (Goldman Sachs)	14,864	0.01
(650,000)	Avis Budget 5% 20/06/2022 (Goldman Sachs)	9,202	-
(5,000,000)	Calpine Corporation 5% 20/06/2022 (Goldman Sachs)	160,240	0.05
(850,000)	Goodyear Tire & Rubber 5% 20/06/2023 (Goldman Sachs)	133,780	0.05
(1,650,000)	International Lease Finance 5% 20/12/2022 (Goldman Sachs)	289,403	0.10
(3,200,000)	International Lease Finance 5% 20/12/2024 (Goldman Sachs)	674,763	0.23
(3,750,000)	NRG Energy 5% 20/06/2022 (Goldman Sachs)	247,013	0.08
(3,600,000)	Tenet Healthcare 5% 20/06/2022 (Barclays)	57,145	0.02
(767,000)	United States Steel Corporation 5% 20/12/2019 (BNP Paribas)	47,581	0.02
Total United States		2,485,574	0.85
Total Credit Default Swaps: Receive Fixed (Sell Protection) - Unrealised Gains		4,561,660	1.56
Total Credit Default Swaps		4,561,660	1.56

Hermes Investment Funds Public Limited Company
Unaudited Portfolio Statement
As at 30 June 2017 (continued)

Hermes Global High Yield Credit Fund (continued)

	Fair Value €	% of Net Assets
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Financial Derivative Instruments: 3.17% (31 Dec 2016: 1.55%) (continued)

Forward Currency Contracts: 1.56% (31 Dec 2016: 0.18%)

Counterparty	Currency Buys	Currency Sells	Currency Rate	Maturity Date	Unrealised Gain €	% of Net Assets
Northern Trust	EUR 231,546,418	USD 260,000,000	0.8906	20/09/2017	4,462,911	1.53
Northern Trust	EUR 21,652,545	GBP 19,000,000	1.1396	20/09/2017	48,164	0.02
State Street	GBP 15,870,365	EUR 18,036,945	1.1365	31/07/2017	28,758	0.01
Northern Trust	USD 5,000,000	EUR 4,364,678	0.8729	20/09/2017	2,313	-
State Street	GBP 295,146	EUR 335,438	1.1365	31/07/2017	535	-
State Street	GBP 189,726	EUR 215,626	1.1365	31/07/2017	344	-
State Street	USD -	EUR -	0.9167	31/07/2017	-	-
Unrealised Gains on Forward Currency Contracts					4,543,025	1.56

Futures Contracts - Unrealised Gains: 0.05% (31 Dec 2016: 0.08%)

Clearing Broker	Description	Currency	No. of Contracts	Unrealised Gain €	% of Net Assets
Germany: 0.04% (31 Dec 2016: 0.00%)					
Goldman Sachs	Euro-Bobl Eux September 2017	EUR	(10)	14,900	0.01
Goldman Sachs	Euro-Bund Eux September 2017	EUR	(33)	100,980	0.03
Total Germany				115,880	0.04
United States: 0.01% (31 Dec 2016: 0.08%)					
Goldman Sachs	10 Year Treasury Notes September 2017	USD	(77)	36,847	0.01
Total United States				36,847	0.01
Total Futures Contracts - Unrealised Gains				152,727	0.05
Total Financial Derivative Instruments				9,257,412	3.17
Total financial assets at fair value through profit or loss				287,132,391	98.24

Hermes Investment Funds Public Limited Company
Unaudited Portfolio Statement
As at 30 June 2017 (continued)

Hermes Global High Yield Credit Fund (continued)							Fair Value	% of
Nominal Holdings	Financial liabilities at fair value through profit or loss						€	Net Assets
Financial Derivative Instruments: (0.36%) (31 Dec 2016: (0.80%))								
Credit Default Swaps: (0.26%) (31 Dec 2016: (0.19%))								
Credit Default Swaps: Receive Fixed (Sell Protection) - Unrealised Losses: (0.26%) (31 Dec 2016: (0.19%))								
United States: (0.26%) (31 Dec 2016: (0.19%))								
(1,500,000)	Canadian Natural Resources 1% 20/12/2022 (BNP Paribas)						(27,589)	(0.01)
(1,500,000)	Canadian Natural Resources 1% 20/06/2024 (Goldman Sachs)						(63,275)	(0.02)
(1,500,000)	Canadian Natural Resources 1% 20/06/2024 (Goldman Sachs)						(63,275)	(0.02)
(5,000,000)	Enbridge Income 1% 20/06/2022 (BNP Paribas)						(6,968)	-
(2,250,000)	J.C Penney 5% 20/06/2022 (Goldman Sachs)						(216,359)	(0.07)
(2,650,000)	Limited Brands 1% 20/06/2024 (Goldman Sachs)						(254,468)	(0.09)
(1,475,000)	Limited Brands 1% 20/06/2024 (Goldman Sachs)						(141,638)	(0.05)
Total United States							(773,572)	(0.26)
Total Credit Default Swaps: Receive Fixed (Sell Protection) - Unrealised Losses							(773,572)	(0.26)
Total Credit Default Swaps							(773,572)	(0.26)
Forward Currency Contracts: (0.05%) (31 Dec 2016: (0.58%))								
Counterparty	Currency Buys	Currency Sells	Currency Rate	Maturity Date	Unrealised Loss	% of Net Assets		
					€			
State Street	USD	- EUR	-	0.9231	31/07/2017	-	-	
State Street	USD	296 EUR	263	0.8913	31/07/2017	(5)	-	
State Street	EUR	3,684 GBP	3,242	1.1365	31/07/2017	(6)	-	
State Street	EUR	5,732 GBP	5,043	1.1365	31/07/2017	(9)	-	
State Street	USD	1,006 EUR	897	0.8911	31/07/2017	(16)	-	
State Street	USD	1,026 EUR	914	0.8911	31/07/2017	(16)	-	
State Street	EUR	307,823 GBP	270,843	1.1365	31/07/2017	(486)	-	
State Street	EUR	4,434,160 GBP	3,919,292	1.1314	31/07/2017	(27,285)	(0.01)	
State Street	USD	2,346,665 EUR	2,091,176	0.8911	31/07/2017	(36,269)	(0.01)	
State Street	USD	6,000,000 EUR	5,330,375	0.8884	20/09/2017	(89,985)	(0.03)	
Unrealised Losses on Forward Currency Contracts							(154,077)	(0.05)

Hermes Investment Funds Public Limited Company
Unaudited Portfolio Statement
As at 30 June 2017 (continued)

Hermes Global High Yield Credit Fund (continued)				
			Fair Value	% of
Financial liabilities at fair value through profit or loss			€	Net Assets
Financial Derivative Instruments: (0.36%) (31 Dec 2016: (0.80%)) (continued)				
Futures Contracts - Unrealised Losses: (0.05%) (31 Dec 2016: (0.03%))				
Clearing Broker	Description	Currency	No. of Contracts	Unrealised Loss €
European Union: (0.00%) (31 Dec 2016: (0.03%))				-
United States: (0.05%) (31 Dec 2016: 0.00%)				
Goldman Sachs	Ultra Bond (Cbt) September 2017	USD	(82)	(138,330)
Total United States				(138,330)
Total Futures Contracts - Unrealised Losses				(138,330)
Total Financial Derivative Instruments				(1,065,979)
Total financial liabilities at fair value through profit or loss				(1,065,979)
Net financial assets at fair value through profit or loss				286,066,412
(31 Dec 2016: 91.78%) (Cost: €265,975,272)				97.88
Net Cash (31 Dec 2016: 7.04%)				5,178,139
Other Net Assets (31 Dec 2016: 1.18%)				1,024,240
Net Assets Attributable to Holders of Redeemable Participating Shares				292,268,791
Portfolio Classification				% of Total Assets
Transferable securities admitted to official stock exchange listing				
Transferable securities traded on a regulated market				90.03
OTC financial derivative instruments				2.95
Financial derivative instruments dealt in on a regulated market				0.05
Cash				4.65
Other net assets				2.32
Total				100.00

The counterparty for the forward currency contracts are: Northern Trust (S&P: AA-, Moody's: A2), and State Street Bank and Trust Company (S&P: A+, Moody's: Aa1).

The clearing broker for the futures contracts is Goldman Sachs (S&P: A+, Moody's: A3).

The counterparties for the Credit Default Swaps are: Barclays (S&P: A-, Moody's: A1), BNP Paribas (S&P: A, Moody's: A1), Credit Suisse (S&P: A, Moody's: A1), Goldman Sachs (S&P: A+, Moody's: A3), and JP Morgan (S&P: A-, Moody's: A3).

Hermes Investment Funds Public Limited Company
Unaudited Portfolio Statement
As at 30 June 2017 (continued)

Hermes Europe Ex-UK Equity Fund		Fair Value	% of
Nominal Holdings	Financial assets at fair value through profit or loss	€	Net Assets
Equities: 99.54% (31 Dec 2016: 99.53%)			
Belgium: 3.43% (31 Dec 2016: 1.42%)			
8,662	UCB	524,484	1.54
10,596	Umicore	646,780	1.89
Total Belgium		1,171,264	3.43
Denmark: 3.70% (31 Dec 2016: 2.89%)			
33,806	Novo Nordisk	1,262,426	3.70
Total Denmark		1,262,426	3.70
France: 10.28% (31 Dec 2016: 11.50%)			
16,503	Legrand	1,017,905	2.99
7,561	Renault	606,468	1.78
18,317	Ubisoft Entertainment	910,263	2.67
16,254	Valeo	970,039	2.84
Total France		3,504,675	10.28
Germany: 33.88% (31 Dec 2016: 36.05%)			
5,987	Adidas	1,012,701	2.97
12,037	Bayer	1,366,200	4.01
11,488	Deutsche Boerse	1,066,087	3.13
10,120	Duerr	1,059,564	3.11
28,107	Freenet	788,823	2.31
12,312	Fresenius	932,388	2.73
15,990	KION	1,079,325	3.17
7,832	Merck	829,017	2.43
6,689	MTU Aero Engines	824,419	2.42
13,464	ProSiebenSat.1 Media	505,573	1.48
10,431	Rocket Internet	196,207	0.57
11,598	Sartorius - Preferred	991,513	2.91
15,944	Wirecard	899,879	2.64
Total Germany		11,551,696	33.88
Ireland: 2.28% (31 Dec 2016: 1.26%)			
92,223	Allied Irish Banks	446,728	1.31
3,537	Paddy Power Betfair	329,401	0.97
Total Ireland		776,129	2.28

Hermes Investment Funds Public Limited Company
Unaudited Portfolio Statement
As at 30 June 2017 (continued)

Hermes Europe Ex-UK Equity Fund (continued)		Fair Value	% of
Nominal Holdings	Financial assets at fair value through profit or loss	€	Net Assets
Equities: 99.54% (31 Dec 2016: 99.53%) (continued)			
Italy: 4.63% (31 Dec 2016: 4.39%)			
65,999	Cerved Information Solutions	643,160	1.89
334,274	Intesa Sanpaolo	935,967	2.74
Total Italy		1,579,127	4.63
Jersey: 2.44% (31 Dec 2016: 2.55%)			
10,653	Randgold Resources	831,051	2.44
Total Jersey		831,051	2.44
Netherlands: 14.64% (31 Dec 2016: 13.43%)			
19,464	ASM International	1,002,591	2.94
7,421	ASML Holding	860,836	2.52
19,096	Euronext	869,918	2.55
76,231	ING Groep	1,164,047	3.41
22,379	TKH	1,097,019	3.22
Total Netherlands		4,994,411	14.64
Norway: 1.65% (31 Dec 2016: 1.98%)			
38,433	Statoil	561,229	1.65
Total Norway		561,229	1.65
Spain: 10.87% (31 Dec 2016: 14.00%)			
4,535	Aena	780,927	2.29
19,944	Amadeus IT	1,050,849	3.08
121,972	Bankinter	990,535	2.91
47,170	Gamesa Tecnologica	884,438	2.59
Total Spain		3,706,749	10.87
Sweden: 1.89% (31 Dec 2016: 0.00%)			
38,052	Lundin Petroleum	644,723	1.89
Total Sweden		644,723	1.89

Hermes Investment Funds Public Limited Company
Unaudited Portfolio Statement
As at 30 June 2017 (continued)

		Hermes Europe Ex-UK Equity Fund (continued)				Fair Value	% of
Nominal	Holdings	Financial assets at fair value through profit or loss				€	Net Assets
Equities: 99.54% (31 Dec 2016: 99.53%) (continued)							
Switzerland: 7.30% (31 Dec 2016: 10.06%)							
7,052	Dufry					1,026,126	3.01
6,523	Roche					1,463,997	4.29
Total Switzerland						2,490,123	7.30
United Kingdom: 2.55% (31 Dec 2016: 0.00%)							
23,142	Dialog Semiconductor					868,288	2.55
Total United Kingdom						868,288	2.55
Total Equities						33,941,891	99.54
Financial Derivative Instruments: 0.00% (31 Dec 2016: 0.00%)							
Forward Currency Contracts: 0.00% (31 Dec 2016: 0.00%)							
Counterparty	Currency Buys	Currency Sells		Currency Rate	Maturity Date	Unrealised Gain €	% of Net Assets
State Street	EUR	30,591 GBP	26,834	1.1400	31/07/2017	71	-
State Street	EUR	20 GBP	18	1.1398	31/07/2017	-	-
State Street	EUR	20 GBP	18	1.1398	31/07/2017	-	-
Unrealised Gains on Forward Currency Contracts						71	-
Total Financial Derivative Instruments						71	-
Total financial assets at fair value through profit or loss						33,941,962	99.54
Financial liabilities at fair value through profit or loss							
Financial Derivative Instruments: (0.03%) (31 Dec 2016: (0.04%))							
Forward Currency Contracts: (0.03%) (31 Dec 2016: (0.04%))							
Counterparty	Currency Buys	Currency Sells		Currency Rate	Maturity Date	Unrealised Loss €	% of Net Assets
State Street	USD	4 EUR	4	0.8939	31/07/2017	-	-
State Street	GBP	1,211 EUR	1,380	1.1400	31/07/2017	(3)	-
State Street	GBP	1,211 EUR	1,380	1.1400	31/07/2017	(3)	-

Hermes Investment Funds Public Limited Company
Unaudited Portfolio Statement
As at 30 June 2017 (continued)

Hermes Europe Ex-UK Equity Fund (continued)						Fair Value	% of
Financial liabilities at fair value through profit or loss						€	Net Assets
Financial Derivative Instruments: (0.03%) (31 Dec 2016: (0.04%)) (continued)							
Forward Currency Contracts: (0.03%) (31 Dec 2016: (0.04%)) (continued)							
Counterparty	Currency Buys	Currency Sells		Currency Rate	Maturity Date	Unrealised Loss €	% of Net Assets
State Street	USD	1,047 EUR	936	0.8939	31/07/2017	(19)	-
State Street	USD	1,110 EUR	992	0.8939	31/07/2017	(20)	-
State Street	GBP	1,841,455 EUR	2,099,269	1.1400	31/07/2017	(4,878)	(0.01)
State Street	USD	293,140 EUR	262,031	0.8939	31/07/2017	(5,383)	(0.02)
Unrealised Losses on Forward Currency Contracts						(10,306)	(0.03)
Total Financial Derivative Instruments						(10,306)	(0.03)
Total financial liabilities at fair value through profit or loss						(10,306)	(0.03)
Net financial assets at fair value through profit or loss						33,931,656	99.51
(31 Dec 2016: 99.49%) (Cost: €29,486,233)							
Net Cash (31 Dec 2016: 0.55%)						129,471	0.38
Other Net Assets (31 Dec 2016: (0.04%))						38,554	0.11
Net Assets Attributable to Holders of Redeemable Participating Shares						34,099,681	100.00
Portfolio Classification							% of Total Assets
Transferable securities admitted to official stock exchange listing							99.24
Cash							0.38
Other Assets							0.38
Total							100.00

The counterparty for the forward currency contracts is State Street Bank and Trust Company (S&P: A+, Moody's: Aa1).

Hermes Investment Funds Public Limited Company
Unaudited Portfolio Statement
As at 30 June 2017 (continued)

Hermes US SMID Equity Fund		Fair Value	% of
Nominal	Financial assets at fair value through profit or loss	\$	Net Assets
Holdings			
Equities: 98.17% (31 Dec 2016: 98.31%)			
Canada: 3.55% (31 Dec 2016: 3.41%)			
Consumer, Cyclical: 3.55% (31 Dec 2016: 3.41%)			
331,508	Alimentation Couche-Tard	16,029,997	1.79
511,573	Gildan Activewear	15,700,175	1.76
Total Consumer, Cyclical		31,730,172	3.55
Total Canada		31,730,172	3.55
United States: 94.62% (31 Dec 2016: 94.90%)			
Basic Materials: 3.97% (31 Dec 2016: 3.76%)			
524,323	Axalta Coating Systems	16,804,552	1.88
344,230	RPM International	18,674,478	2.09
Total Basic Materials		35,479,030	3.97
Communications: 1.58% (31 Dec 2016: 2.22%)			
266,717	John Wiley & Sons	14,122,665	1.58
Total Communications		14,122,665	1.58
Consumer, Cyclical: 7.81% (31 Dec 2016: 6.85%)			
279,500	Brunswick	17,505,085	1.96
493,976	LKQ	16,128,316	1.80
119,630	MSC Industrial Direct	10,156,587	1.14
175,771	Newell Brands	9,319,378	1.04
131,246	WABCO	16,674,804	1.87
Total Consumer, Cyclical		69,784,170	7.81
Consumer, Non-cyclical: 18.86% (31 Dec 2016: 19.28%)			
333,168	AMN Healthcare Services	12,943,577	1.45
66,930	Bio-Rad Laboratories	15,003,029	1.68
101,859	Cooper Cos	24,152,806	2.70
704,819	Diplomat Pharmacy	10,642,767	1.19
138,063	Equifax	18,935,340	2.12
202,262	Haemonetics	7,932,716	0.89
117,363	Matthews International	7,176,747	0.80
224,816	MEDNAX	13,619,353	1.53
249,422	STERIS	20,360,318	2.28
225,743	West Pharmaceutical Services	21,314,654	2.39
156,322	WEX	16,385,672	1.83
Total Consumer, Non-cyclical		168,466,979	18.86

Hermes Investment Funds Public Limited Company
Unaudited Portfolio Statement
As at 30 June 2017 (continued)

Hermes US SMID Equity Fund (continued)		Fair Value	% of
Nominal	Financial assets at fair value through profit or loss	\$	Net Assets
Holdings			
Equities: 98.17% (31 Dec 2016: 98.31%) (continued)			
United States: 94.62% (31 Dec 2016: 94.90%) (continued)			
Energy: 2.16% (31 Dec 2016: 3.15%)			
425,564	Oceaneering International	9,643,280	1.08
926,724	Superior Energy Services	9,637,930	1.08
Total Energy		19,281,210	2.16
Financial: 24.39% (31 Dec 2016: 22.64%)			
277,953	Alexander & Baldwin	11,532,270	1.29
37,776	Alleghany	22,554,161	2.52
295,146	Bank of the Ozarks	13,904,328	1.56
280,170	Brown & Brown	12,207,007	1.37
107,691	Ellie Mae	11,683,397	1.31
143,929	Reinsurance of America	18,555,327	2.08
760,377	Retail Opportunity Investments Reits	14,819,748	1.66
371,144	SEI Investments	19,941,567	2.23
140,456	Signature Bank	20,235,496	2.27
691,376	Sterling Bancorp	16,281,905	1.82
419,245	Weingarten Realty Investors Reits	12,774,395	1.43
19,634	White Mountains Insurance	17,081,580	1.91
341,587	Wintrust Financial	26,312,447	2.94
Total Financial		217,883,628	24.39
Industrial: 23.43% (31 Dec 2016: 25.02%)			
163,675	AptarGroup	14,156,251	1.58
220,047	Clean Harbors	12,001,363	1.34
127,162	Cognex	10,924,487	1.22
119,951	Eagle Materials	10,881,955	1.22
369,558	FLIR Systems	12,838,445	1.44
231,565	Fortune Brands Home & Security	15,033,200	1.68
227,385	Genesee & Wyoming	15,423,525	1.73
257,968	Kirby	17,245,161	1.93
61,842	Martin Marietta Materials	13,690,582	1.53
461,979	Matson	13,780,834	1.54
499,211	National Instruments	19,908,535	2.23
356,175	Simpson Manufacturing	15,507,860	1.74
249,031	Wabtec	22,485,009	2.52
229,058	Woodward	15,420,185	1.73
Total Industrial		209,297,392	23.43
Technology: 9.09% (31 Dec 2016: 8.53%)			
125,882	ANSYS	15,159,969	1.70
235,480	Broadridge Financial Solutions	17,679,838	1.98

Hermes Investment Funds Public Limited Company
Unaudited Portfolio Statement
As at 30 June 2017 (continued)

Hermes US SMID Equity Fund (continued)		Fair Value	% of
Nominal Holdings	Financial assets at fair value through profit or loss	\$	Net Assets
Equities: 98.17% (31 Dec 2016: 98.31%) (continued)			
United States: 94.62% (31 Dec 2016: 94.90%) (continued)			
Technology: 9.09% (31 Dec 2016: 8.53%) (continued)			
90,745	CACI International	11,302,290	1.26
114,652	Jack Henry & Associates	11,889,412	1.33
261,783	Manhattan Associates	12,513,227	1.40
185,937	Silicon Laboratories	12,690,200	1.42
Total Technology		81,234,936	9.09
Utilities: 3.33% (31 Dec 2016: 3.45%)			
408,181	Alliant Energy	16,510,921	1.85
502,787	MDU Resources	13,248,437	1.48
Total Utilities		29,759,358	3.33
Total United States		845,309,368	94.62
Total Equities		877,039,540	98.17

Financial Derivative Instruments: 0.11% (31 Dec 2016: 0.02%)

Forward Currency Contracts: 0.11% (31 Dec 2016: 0.02%)

Counterparty	Currency Buys	Currency Sells	Currency Rate	Maturity Date	Unrealised Gain \$	% of Net Assets
State Street	GBP 16,494,036	USD 21,035,685	1.2754	31/07/2017	391,289	0.05
State Street	GBP 8,753,455	USD 11,163,728	1.2754	31/07/2017	207,658	0.02
State Street	EUR 8,731,320	USD 9,767,946	1.1187	31/07/2017	204,854	0.02
State Street	EUR 3,293,490	USD 3,684,510	1.1187	31/07/2017	77,272	0.01
State Street	CHF 5,055,149	USD 5,215,526	1.0317	31/07/2017	66,890	0.01
State Street	CHF 611,644	USD 631,049	1.0317	31/07/2017	8,093	-
State Street	EUR 51,325	USD 57,478	1.1199	31/07/2017	1,144	-
State Street	GBP 35,420	USD 45,214	1.2765	31/07/2017	799	-
State Street	GBP 25,880	USD 33,005	1.2753	31/07/2017	615	-
State Street	EUR 36,914	USD 41,648	1.1283	31/07/2017	514	-
State Street	CHF 37,958	USD 39,162	1.0317	31/07/2017	502	-
State Street	EUR 18,778	USD 21,007	1.1187	31/07/2017	442	-
State Street	CHF 17,064	USD 17,605	1.0317	31/07/2017	226	-
State Street	GBP 8,384	USD 10,693	1.2755	31/07/2017	198	-
State Street	GBP 77,945	USD 101,154	1.2978	31/07/2017	102	-

Hermes Investment Funds Public Limited Company
Unaudited Portfolio Statement
As at 30 June 2017 (continued)

Hermes US SMID Equity Fund (continued)

	Fair Value	% of
Financial assets and liabilities at fair value through profit or loss	\$	Net Assets

Financial Derivative Instruments: 0.11% (31 Dec 2016: 0.02%) (continued)

Forward Currency Contracts: 0.11% (31 Dec 2016: 0.02%) (continued)

Counterparty	Currency Buys	Currency Sells		Currency Rate	Maturity Date	Unrealised Gain \$	% of Net Assets
State Street	CHF	2,055 USD	2,121	1.0317	31/07/2017	27	-
State Street	GBP	555 USD	712	1.2837	31/07/2017	9	-
State Street	CHF	136 USD	141	1.0317	31/07/2017	2	-
Unrealised Gains on Forward Currency Contracts						960,636	0.11
Total Financial Derivative Instruments						960,636	0.11
Total financial assets at fair value through profit or loss						878,000,176	98.28

Financial liabilities at fair value through profit or loss

Financial Derivative Instruments: 0.00% (31 Dec 2016: 0.00%)

Forward Currency Contracts: 0.00% (31 Dec 2016: 0.00%)

Counterparty	Currency Buys	Currency Sells		Currency Rate	Maturity Date	Unrealised Loss \$	% of Net Assets
State Street	EUR	10,064 USD	11,495	1.1422	31/07/2017	(1)	-
State Street	USD	5,372 GBP	4,139	1.2978	31/07/2017	(5)	-
State Street	USD	1,501 EUR	1,320	1.1375	31/07/2017	(6)	-
State Street	USD	739 GBP	576	1.2837	31/07/2017	(9)	-
State Street	USD	1,306 GBP	1,024	1.2753	31/07/2017	(24)	-
State Street	USD	5,973 EUR	5,333	1.1199	31/07/2017	(119)	-
State Street	USD	14,177 EUR	12,673	1.1187	31/07/2017	(298)	-
State Street	USD	22,024 GBP	17,267	1.2755	31/07/2017	(407)	-
State Street	USD	39,915 EUR	35,680	1.1187	31/07/2017	(838)	-
State Street	USD	86,252 EUR	76,448	1.1283	31/07/2017	(1,065)	-
State Street	USD	194,187 GBP	152,266	1.2753	31/07/2017	(3,617)	-
State Street	USD	381,710 GBP	299,306	1.2753	31/07/2017	(7,112)	-
Unrealised Losses on Forward Currency Contracts						(13,501)	-
Total Financial Derivative Instruments						(13,501)	-
Total financial liabilities at fair value through profit or loss						(13,501)	-

Hermes Investment Funds Public Limited Company
Unaudited Portfolio Statement
As at 30 June 2017 (continued)

Hermes US SMID Equity Fund (continued)		
	Fair Value \$	% of Net Assets
Net financial assets at fair value through profit or loss (31 Dec 2016: 98.33%) (Cost: \$800,673,007)	877,986,675	98.28
Net Cash (31 Dec 2016: 1.74%)	16,466,923	1.84
Other Net Liabilities (31 Dec 2016: (0.07%))	(1,114,618)	(0.12)
Net Assets Attributable to Holders of Redeemable Participating Shares	893,338,980	100.00
Portfolio Classification		% of Total Assets
Transferable securities admitted to official stock exchange listing		98.02
OTC financial derivative instruments		0.11
Cash		1.84
Other assets		0.03
Total		100.00

The counterparty for the forward currency contracts is State Street Bank and Trust Company (S&P: A+, Moody's: Aa1).

Hermes Investment Funds Public Limited Company
Unaudited Portfolio Statement
As at 30 June 2017 (continued)

Hermes Asia Ex-Japan Equity Fund		Fair Value	% of
Nominal Holdings	Financial assets at fair value through profit or loss	\$	Net Assets
	American Depositary Receipts: 14.87% (31 Dec 2016: 13.00%)		
	People's Republic of China: 14.87% (31 Dec 2016: 13.00%)		
	Communications: 14.87% (31 Dec 2016: 11.97%)		
1,584,498	Alibaba ADR	223,113,163	6.62
943,364	Baidu ADR	169,456,475	5.02
2,758,863	JD.com ADR	108,975,089	3.23
	Consumer, Non-cyclical: 0.00% (31 Dec 2016: 1.03%)	-	-
	Total People's Republic of China	501,544,727	14.87
	Total American Depositary Receipts	501,544,727	14.87
	Equities: 76.42% (31 Dec 2016: 77.13%)		
	Hong Kong: 1.83% (31 Dec 2016: 2.49%)		
	Consumer, Cyclical: 1.83% (31 Dec 2016: 2.49%)		
22,732,400	Chow Tai Fook Jewellery Group	24,085,653	0.71
27,464,500	Lifestyle International	37,720,210	1.12
	Total Hong Kong	61,805,863	1.83
	India: 3.55% (31 Dec 2016: 4.40%)		
	Technology: 0.95% (31 Dec 2016: 0.00%)		
5,379,936	Tech Mahindra	31,794,787	0.95
	Utilities: 2.60% (31 Dec 2016: 4.40%)		
8,934,501	GAIL India	49,961,329	1.48
11,624,611	Power Grid of India	37,865,973	1.12
	Total India	119,622,089	3.55
	Japan: 2.57% (31 Dec 2016: 3.11%)		
	Technology: 2.57% (31 Dec 2016: 3.11%)		
4,367,000	Nexon	86,548,587	2.57
	Total Japan	86,548,587	2.57
	People's Republic of China: 22.11% (31 Dec 2016: 19.07%)		
	Basic Materials: 0.89% (31 Dec 2016: 1.40%)		
126,593,868	China BlueChemical	30,004,888	0.89

Hermes Investment Funds Public Limited Company
Unaudited Portfolio Statement
As at 30 June 2017 (continued)

Hermes Asia Ex-Japan Equity Fund (continued)		Fair Value	% of
Nominal	Financial assets at fair value through profit or loss	\$	Net Assets
Holdings			
Equities: 76.42% (31 Dec 2016: 77.13%) (continued)			
People's Republic of China: 22.11% (31 Dec 2016: 19.07%) (continued)			
Consumer, Cyclical: 4.44% (31 Dec 2016: 4.00%)			
67,059,486	Belle International	52,923,499	1.57
97,499,000	China Dongxiang	17,362,913	0.51
10,862,300	Chongqing Changan Automobile	14,333,975	0.42
55,370,000	Dongfeng Motor	65,476,257	1.94
Consumer, Non-cyclical: 6.25% (31 Dec 2016: 5.76%)			
105,858,824	COSCO Shipping Ports	124,231,050	3.68
58,674,305	Tingyi Cayman Islands	69,609,187	2.06
21,206,000	Uni-President China Holdings	17,143,352	0.51
Diversified: 2.03% (31 Dec 2016: 1.72%)			
24,636,177	China Merchants Port	68,334,313	2.03
Energy: 2.26% (31 Dec 2016: 2.09%)			
89,934,000	Kunlun Energy	76,276,282	2.26
Financial: 1.21% (31 Dec 2016: 0.00%)			
24,352,000	PICC Property & Casualty	40,683,644	1.21
Industrial: 3.05% (31 Dec 2016: 2.33%)			
49,352,425	Beijing Capital International Airport	69,551,868	2.06
2,025,888	Hollysys Automation Technologies	33,265,081	0.99
Utilities: 1.98% (31 Dec 2016: 1.77%)			
13,822,001	Beijing Enterprises	66,672,005	1.98
Total People's Republic of China		745,868,314	22.11
Republic of South Korea: 31.02% (31 Dec 2016: 31.79%)			
Basic Materials: 11.58% (31 Dec 2016: 7.00%)			
1,834,966	Hyundai Steel	99,755,177	2.95
120,266	KCC	45,882,191	1.36
414,888	LG Chem	105,521,486	3.13
1,803,841	LOTTE Fine Chemical	62,038,320	1.84
1,193,405	Soulbrain	77,602,877	2.30
Communications: 2.91% (31 Dec 2016: 2.45%)			
654,098	Samsung SDI	98,044,668	2.91

Hermes Investment Funds Public Limited Company
Unaudited Portfolio Statement
As at 30 June 2017 (continued)

Hermes Asia Ex-Japan Equity Fund (continued)			
Nominal Holdings	Financial assets at fair value through profit or loss	Fair Value \$	% of Net Assets
Equities: 76.42% (31 Dec 2016: 77.13%) (continued)			
Republic of South Korea: 31.02% (31 Dec 2016: 31.79%) (continued)			
Consumer, Cyclical: 5.35% (31 Dec 2016: 7.85%)			
283,825	Hyundai Motor	39,566,567	1.17
258,727	Hyundai Motor - Preferred	25,552,726	0.76
300,973	Hyundai Motor - 2nd Preferred	30,645,767	0.91
2,837,682	Youngone	84,573,663	2.51
Financial: 5.43% (31 Dec 2016: 8.47%)			
2,484,398	Daishin Securities	33,548,004	0.99
1,147,830	KB Financial	57,885,584	1.71
250,797	KIWOOM Securities	20,473,224	0.61
290,338	Samsung Fire & Marine Insurance	71,433,070	2.12
Industrial: 1.61% (31 Dec 2016: 2.05%)			
979,176	Hyundai Engineering & Construction	39,410,090	1.17
302,728	LS Industrial Systems	14,763,993	0.44
Technology: 4.14% (31 Dec 2016: 3.97%)			
67,274	Samsung Electronics	139,763,403	4.14
Total Republic of South Korea		1,046,460,810	31.02
Singapore: 0.00% (31 Dec 2016: 1.92%)			
Consumer, Cyclical: 0.00% (31 Dec 2016: 1.92%)		-	-
Taiwan: 13.70% (31 Dec 2016: 12.61%)			
Financial: 1.63% (31 Dec 2016: 2.16%)			
55,067,078	China Life Insurance	54,849,851	1.63
Industrial: 3.36% (31 Dec 2016: 2.87%)			
11,102,000	Kinsus Interconnect Technology	29,452,051	0.87
18,871,320	Nan Ya Printed Circuit Board	15,912,208	0.47
9,169,000	Radiant Opto-Electronics	20,405,697	0.61
13,986,000	Simplo Technology	47,585,503	1.41
Technology: 8.71% (31 Dec 2016: 7.58%)			
17,059,000	Advanced Semiconductor Engineering	21,898,552	0.65
15,862,000	Ardentec	14,078,698	0.42
1,592,000	Asustek Computer	15,046,022	0.44
19,564,000	Chipbond Technology	30,098,462	0.89
13,288,010	Foxconn Technology	40,099,912	1.19
9,665,000	MediaTek	82,765,697	2.45
29,143,990	Powertech Technology	89,961,231	2.67
Total Taiwan		462,153,884	13.70

Hermes Investment Funds Public Limited Company
Unaudited Portfolio Statement
As at 30 June 2017 (continued)

Hermes Asia Ex-Japan Equity Fund (continued)						Fair Value	% of
Nominal Holdings	Financial assets at fair value through profit or loss					\$	Net Assets
Equities: 76.42% (31 Dec 2016: 77.13%) (continued)							
Thailand: 1.64% (31 Dec 2016: 1.74%)							
Consumer, Cyclical: 1.64% (31 Dec 2016: 1.74%)							
217,030,055	AP Thailand					51,749,881	1.53
15,337,048	AP Thailand GDR					3,657,053	0.11
Total Thailand						55,406,934	1.64
Total Equities						2,577,866,481	76.42
P-Notes: 6.53% (31 Dec 2016: 5.28%)							
People's Republic of China: 6.53% (31 Dec 2016: 5.28%)							
15,772,725	China South Publishing & Media 18/03/2020 (CLSA)					43,366,560	1.28
5,704,553	Wuliangye Yibin 08/02/2018 (Citigroup)					46,834,637	1.39
14,997,085	Wuliangye Yibin 18/05/2020 (CLSA)					123,126,742	3.65
867,962	Wuliangye Yibin 16/12/2021 (CLSA)					7,126,007	0.21
Total People's Republic of China						220,453,946	6.53
Total P-Notes						220,453,946	6.53
Financial Derivative Instruments: 0.03% (31 Dec 2016: 0.15%)							
Forward Currency Contracts: 0.03% (31 Dec 2016: 0.15%)							
Counterparty	Currency Buys	Currency Sells	Currency Rate	Maturity Date	Unrealised Gain	% of Net Assets	
					\$		
State Street	EUR	22,224,210 USD	24,862,779	1.1187	31/07/2017	521,424	0.02
State Street	GBP	14,996,611 USD	19,125,942	1.2754	31/07/2017	355,765	0.01
State Street	GBP	4,768,501 USD	6,081,513	1.2754	31/07/2017	113,123	-
State Street	CHF	5,339,663 USD	5,509,067	1.0317	31/07/2017	70,655	-
State Street	EUR	2,257,176 USD	2,525,159	1.1187	31/07/2017	52,958	-
State Street	GBP	638,501 USD	813,377	1.2739	31/07/2017	16,084	-
State Street	GBP	148,961 USD	189,970	1.2753	31/07/2017	3,540	-
State Street	EUR	103,485 USD	115,765	1.1187	31/07/2017	2,435	-
State Street	EUR	71,731 USD	80,247	1.1187	31/07/2017	1,683	-
State Street	GBP	46,433 USD	59,216	1.2753	31/07/2017	1,104	-
State Street	GBP	39,691 USD	50,952	1.2837	31/07/2017	609	-

Hermes Investment Funds Public Limited Company
Unaudited Portfolio Statement
As at 30 June 2017 (continued)

Hermes Asia Ex-Japan Equity Fund (continued)						Fair Value	% of
Financial assets and liabilities at fair value through profit or loss						\$	Net Assets
Financial Derivative Instruments: 0.03% (31 Dec 2016: 0.15%) (continued)							
Forward Currency Contracts: 0.03% (31 Dec 2016: 0.15%) (continued)							
Counterparty	Currency Buys	Currency Sells		Currency Rate	Maturity Date	Unrealised Gain \$	% of Net Assets
State Street	GBP	11,650 USD	14,860	1.2755	31/07/2017	275	-
State Street	CHF	17,889 USD	18,457	1.0317	31/07/2017	237	-
Unrealised Gains on Forward Currency Contracts						1,139,892	0.03
Total Financial Derivative Instruments						1,139,892	0.03
Total financial assets at fair value through profit or loss						3,301,005,046	97.85
Financial liabilities at fair value through profit or loss							
Financial Derivative Instruments: (0.12%) (31 Dec 2016: 0.00%)							
Forward Currency Contracts: (0.12%) (31 Dec 2016: 0.00%)							
Counterparty	Currency Buys	Currency Sells		Currency Rate	Maturity Date	Unrealised Loss \$	% of Net Assets
State Street	USD	303 EUR	271	1.1187	31/07/2017	(6)	-
State Street	USD	9,593 EUR	8,575	1.1187	31/07/2017	(202)	-
State Street	USD	28,265 CHF	27,246	1.0374	31/07/2017	(206)	-
State Street	USD	59,894 EUR	52,655	1.1375	31/07/2017	(249)	-
State Street	USD	101,996 GBP	79,977	1.2753	31/07/2017	(1,900)	-
State Street	USD	92,346 EUR	82,548	1.1187	31/07/2017	(1,940)	-
State Street	USD	329,788 GBP	258,593	1.2753	31/07/2017	(6,143)	-
HSBC	USD	65,000,000 CNH	460,915,000	0.1410	23/02/2018	(1,872,414)	(0.06)
HSBC	USD	65,000,000 CNY	463,027,500	0.1404	23/02/2018	(2,139,306)	(0.06)
Unrealised Losses on Forward Currency Contracts						(4,022,366)	(0.12)
Total Financial Derivative Instruments						(4,022,366)	(0.12)
Total financial liabilities at fair value through profit or loss						(4,022,366)	(0.12)
Net financial assets at fair value through profit or loss						3,296,982,680	97.73
(31 Dec 2016: 95.56%) (Cost: \$2,834,774,572)							
Net Cash (31 Dec 2016: 4.50%)						74,756,252	2.21
Other Net Assets (31 Dec 2016: (0.06%))						1,932,507	0.06
Net Assets Attributable to Holders of Redeemable Participating Shares						3,373,671,439	100.00

Hermes Investment Funds Public Limited Company
Unaudited Portfolio Statement
As at 30 June 2017 (continued)

Hermes Asia Ex-Japan Equity Fund (continued)

**% of Total
Assets**

Portfolio Classification

Transferable securities admitted to official stock exchange listing	90.56
Transferable securities traded on a regulated market	6.48
OTC financial derivative instruments	0.03
Cash	2.20
Other assets	0.73
Total	<u>100.00</u>

The counterparty for the forward currency contracts are HSBC Bank (S&P: AA-, Moody's: Aa2), and State Street Bank and Trust Company (S&P: A+, Moody's: Aa1).

Hermes Investment Funds Public Limited Company
Unaudited Portfolio Statement
As at 30 June 2017 (continued)

Hermes Global Equity ESG Fund		Fair Value	% of
Nominal	Financial assets at fair value through profit or loss	\$	Net Assets
Holdings			
Equities: 98.75% (31 Dec 2016: 98.34%)			
Australia: 2.42% (31 Dec 2016: 1.74%)			
48,296	BT Investment Management	422,347	0.32
31,638	Caltex Australia	768,509	0.58
158,208	LendLease	2,024,223	1.52
Total Australia		3,215,079	2.42
Austria: 1.73% (31 Dec 2016: 1.33%)			
43,376	OMV	2,300,269	1.73
Total Austria		2,300,269	1.73
Canada: 0.00% (31 Dec 2016: 0.85%)			
		-	-
Denmark: 3.60% (31 Dec 2016: 2.95%)			
20,440	Danske Bank	785,238	0.59
22,160	DONG Energy	1,000,507	0.75
18,488	ISS	727,260	0.55
37,412	Novo Nordisk	1,593,306	1.20
7,152	Pandora	669,616	0.51
Total Denmark		4,775,927	3.60
Finland: 1.71% (31 Dec 2016: 2.79%)			
17,511	Metso	605,903	0.46
128,088	Stora Enso	1,655,063	1.25
Total Finland		2,260,966	1.71
France: 2.13% (31 Dec 2016: 2.03%)			
41,571	Valeo	2,829,408	2.13
Total France		2,829,408	2.13
Germany: 3.09% (31 Dec 2016: 2.76%)			
19,215	Henkel	2,339,292	1.76
49,790	Schaeffler - Preferred	714,614	0.54
26,593	Vonovia	1,049,803	0.79
Total Germany		4,103,709	3.09

Hermes Investment Funds Public Limited Company
Unaudited Portfolio Statement
As at 30 June 2017 (continued)

Hermes Global Equity ESG Fund (continued)		Fair Value	% of
Nominal	Financial assets at fair value through profit or loss	\$	Net Assets
Holdings			
Equities: 98.75% (31 Dec 2016: 98.34%) (continued)			
Hong Kong: 0.00% (31 Dec 2016: 0.73%)			
		-	-
Hungary: 0.68% (31 Dec 2016: 0.54%)			
26,898	OTP Bank	902,974	0.68
	Total Hungary	902,974	0.68
Indonesia: 0.48% (31 Dec 2016: 0.29%)			
1,878,900	Telekomunikasi Indonesia Persero	637,226	0.48
	Total Indonesia	637,226	0.48
Ireland: 1.79% (31 Dec 2016: 1.08%)			
178,036	Allied Irish Banks	983,531	0.74
68,069	Ryanair	1,386,847	1.05
	Total Ireland	2,370,378	1.79
Italy: 1.62% (31 Dec 2016: 1.06%)			
113,097	UniCredit	2,146,252	1.62
	Total Italy	2,146,252	1.62
Japan: 7.55% (31 Dec 2016: 8.03%)			
17,600	Fujifilm	634,772	0.48
32,600	Japan Post	405,699	0.31
85,700	Kirin	1,751,259	1.32
51,300	Nippon Telegraph & Telephone	2,431,844	1.83
16,800	Nitto Denko	1,385,814	1.04
25,600	Seiko Epson	571,124	0.43
59,300	Start Today	1,463,773	1.10
35,200	Sumitomo Mitsui Financial Group	1,376,073	1.04
	Total Japan	10,020,358	7.55
Jersey: 1.02% (31 Dec 2016: 0.61%)			
15,211	Randgold Resources	1,353,286	1.02
	Total Jersey	1,353,286	1.02

Hermes Investment Funds Public Limited Company
Unaudited Portfolio Statement
As at 30 June 2017 (continued)

Hermes Global Equity ESG Fund (continued)		Fair Value	% of
Nominal	Financial assets at fair value through profit or loss	\$	Net Assets
Holdings			
Equities: 98.75% (31 Dec 2016: 98.34%) (continued)			
Netherlands: 2.44% (31 Dec 2016: 1.11%)			
57,446	ABN AMRO Group	1,524,518	1.15
12,958	ASML Holding	1,714,242	1.29
Total Netherlands		3,238,760	2.44
Norway: 0.76% (31 Dec 2016: 1.48%)			
43,973	Aker BP	642,217	0.48
65,812	Frontline	364,555	0.28
Total Norway		1,006,772	0.76
People's Republic of China: 2.79% (31 Dec 2016: 2.47%)			
88,000	China Mobile	934,077	0.70
193,000	China Resources Gas	658,965	0.50
319,000	Ping An Insurance Group	2,102,731	1.59
Total People's Republic of China		3,695,773	2.79
Republic of South Korea: 4.11% (31 Dec 2016: 3.19%)			
30,000	Hyundai Engineering & Construction	1,207,447	0.91
27,000	Hyundai Marine & Fire Insurance	928,593	0.70
922	Samsung Electronics	1,915,478	1.44
5,700	Samsung Fire & Marine Insurance	1,402,395	1.06
Total Republic of South Korea		5,453,913	4.11
Spain: 1.03% (31 Dec 2016: 0.92%)			
64,000	Gamesa Tecnologica	1,368,540	1.03
Total Spain		1,368,540	1.03
Sweden: 0.62% (31 Dec 2016: 0.00%)			
18,182	Bravida Holding	132,232	0.10
19,107	Essity AB	533,468	0.40
2,286	Munters Group	19,869	0.01
19,107	Svenska Cellulosa	143,591	0.11
Total Sweden		829,160	0.62

Hermes Investment Funds Public Limited Company
Unaudited Portfolio Statement
As at 30 June 2017 (continued)

Hermes Global Equity ESG Fund (continued)		Fair Value	% of
Nominal Holdings	Financial assets at fair value through profit or loss	\$	Net Assets
Equities: 98.75% (31 Dec 2016: 98.34%) (continued)			
Switzerland: 1.45% (31 Dec 2016: 1.22%)			
7,500	Roche	1,919,687	1.45
Total Switzerland		1,919,687	1.45
Taiwan: 2.57% (31 Dec 2016: 1.82%)			
422,470	Hon Hai Precision Industry	1,624,885	1.23
260,000	Taiwan Semiconductor Manufacturing	1,782,051	1.34
Total Taiwan		3,406,936	2.57
United Kingdom: 3.32% (31 Dec 2016: 4.07%)			
37,897	Greggs	537,096	0.41
477,898	Hays	1,038,902	0.78
121,867	Prudential	2,824,038	2.13
Total United Kingdom		4,400,036	3.32
United States: 51.84% (31 Dec 2016: 55.27%)			
45,982	Abbott Laboratories	2,240,703	1.69
10,566	Accenture	1,299,512	0.98
2,224	Alphabet Class A	2,085,712	1.57
1,994	Alphabet Class C	1,830,073	1.38
2,173	Amazon.com	2,120,696	1.60
11,184	American Tower Reits	1,485,459	1.12
21,881	American Water Works	1,708,906	1.29
8,300	Amgen	1,432,497	1.08
11,826	Analog Devices	919,353	0.69
21,492	Apple	3,087,971	2.33
62,991	Bank of America	1,531,941	1.15
24,308	Baxter International	1,462,369	1.10
7,635	Berkshire Hathaway	1,292,606	0.97
10,807	Capital One Financial	880,446	0.66
9,027	Chubb	1,308,644	0.99
5,521	Cognex	474,309	0.36
52,131	Comcast	2,026,332	1.53
7,990	Cooper Cos	1,894,589	1.43
13,403	Cummins	2,146,088	1.62
52,208	Delta Air Lines	2,812,445	2.12
17,172	Eagle Materials	1,557,844	1.17
22,590	East West Bancorp	1,320,611	0.99
13,829	Exxon Mobil	1,116,000	0.84

Hermes Investment Funds Public Limited Company
Unaudited Portfolio Statement
As at 30 June 2017 (continued)

Hermes Global Equity ESG Fund (continued)						Fair Value	% of
Nominal	Financial assets at fair value through profit or loss					\$	Net Assets
Holdings							
Equities: 98.75% (31 Dec 2016: 98.34%) (continued)							
United States: 51.84% (31 Dec 2016: 55.27%) (continued)							
11,883	Facebook					1,794,808	1.35
119,839	Ford Motor					1,338,602	1.01
51,927	General Electric					1,403,068	1.06
30,023	Hess					1,290,989	0.97
24,193	Ingersoll-Rand					2,186,321	1.65
5,910	Ingredion					694,425	0.52
10,100	Kroger					234,724	0.18
17,004	Lam Research					2,420,519	1.82
5,286	M&T Bank					851,997	0.64
35,465	Micron Technology					1,116,084	0.84
106,122	Oasis Petroleum					836,241	0.63
4,978	O'Reilly Automotive					1,075,447	0.81
27,591	Procter & Gamble					2,400,141	1.81
19,622	State Street					1,758,916	1.33
11,061	Sysco					551,501	0.42
17,820	Thermo Fisher Scientific					3,098,720	2.34
21,846	TJX					1,552,814	1.17
20,627	Travelers					2,607,047	1.96
19,739	UGI					956,552	0.72
15,300	Visa					1,444,626	1.09
10,759	Walt Disney					1,137,334	0.86
Total United States						68,785,982	51.84
Total Equities						131,021,391	98.75
Financial Derivative Instruments: 0.00% (31 Dec 2016: 0.00%)							
Forward Currency Contracts: 0.00% (31 Dec 2016: 0.00%)							
Counterparty	Currency Buys	Currency Sells	Currency Rate	Maturity Date		Unrealised Gain \$	% of Net Assets
State Street	EUR	1,039 USD	1,163	1.1187	31/07/2017	25	-
State Street	EUR	1,001 USD	1,119	1.1187	31/07/2017	23	-
Unrealised Gains on Forward Currency Contracts						48	-
Total Financial Derivative Instruments						48	-
Total financial assets at fair value through profit or loss						131,021,439	98.75

Hermes Investment Funds Public Limited Company
Unaudited Portfolio Statement
As at 30 June 2017 (continued)

Hermes Global Equity ESG Fund (continued)						Fair Value	% of
Financial liabilities at fair value through profit or loss						\$	Net Assets
Financial Derivative Instruments: 0.00% (31 Dec 2016: 0.00%)							
Forward Currency Contracts: 0.00% (31 Dec 2016: 0.00%)							
Counterparty	Currency Buys	Currency Sells		Currency Rate	Maturity Date	Unrealised Loss \$	% of Net Assets
State Street	USD	4 EUR	4	1.1196	31/07/2017	-	-
State Street	USD	4 EUR	4	1.1187	31/07/2017	-	-
Unrealised Losses on Forward Currency Contracts						-	-
Total Financial Derivative Instruments						-	-
Total financial liabilities at fair value through profit or loss						-	-
Net financial assets at fair value through profit or loss						131,021,439	98.75
(31 Dec 2016: 98.34%) (Cost: \$111,847,824)							
Net Cash (31 Dec 2016: 1.65%)						1,085,798	0.82
Other Net Assets (31 Dec 2016: 0.01%)						577,652	0.43
Net Assets Attributable to Holders of Redeemable Participating Shares						132,684,889	100.00
Portfolio Classification							% of Total Assets
Transferable securities admitted to official stock exchange listing							98.63
Cash							0.82
Other Assets							0.55
Total							100.00

The counterparty for the forward currency contracts is State Street (S&P: A+, Moody's: Aa1).

Hermes Investment Funds Public Limited Company
Unaudited Portfolio Statement
As at 30 June 2017 (continued)

Hermes Multi Strategy Credit Fund		Fair Value	% of
Nominal	Financial assets at fair value through profit or loss	\$	Net Assets
Holdings			
Corporate Bonds: 78.40% (31 Dec 2016: 79.95%)			
Brazil: 6.22% (31 Dec 2016: 5.64%)			
6,750,000	GTL Trade Finance 5.893% 29/04/2024	6,837,750	0.59
2,125,000	GTL Trade Finance 7.250% 16/04/2044	2,095,250	0.18
4,130,000	Marfrig Europe 8.000% 08/06/2023	4,203,101	0.36
17,281,000	Marfrig Europe 8.375% 09/05/2018	17,929,038	1.53
7,435,000	Petrobras Global Finance 3.000% 15/01/2019	7,410,465	0.63
4,687,000	Petrobras Global Finance 4.875% 17/03/2020	4,792,926	0.41
2,671,000	Petrobras Global Finance 5.750% 20/01/2020	2,778,374	0.24
3,271,000	Petrobras Global Finance 7.375% 17/01/2027	3,468,896	0.30
957,000	Vale Overseas 5.625% 15/09/2019	1,012,027	0.09
20,421,000	Vale Overseas 6.250% 10/08/2026	22,080,205	1.89
Total Brazil		72,608,032	6.22
Canada: 0.80% (31 Dec 2016: 0.21%)			
8,917,000	Enbridge 15/01/2077	9,385,143	0.80
Total Canada		9,385,143	0.80
Chile: 0.59% (31 Dec 2016: 1.27%)			
6,465,000	VTR Finance 6.875% 15/01/2024	6,869,063	0.59
Total Chile		6,869,063	0.59
France: 0.31% (31 Dec 2016: 0.00%)			
3,442,000	SFR 6.25% 15/05/2024	3,648,520	0.31
Total France		3,648,520	0.31
Germany: 1.40% (31 Dec 2016: 1.95%)			
12,773,000	Dresdner Funding Trust I 8.151% 30/06/2031	16,099,677	1.38
215,000	Volkswagen International Finance 1.600% 20/11/2017	214,910	0.02
Total Germany		16,314,587	1.40

Hermes Investment Funds Public Limited Company
Unaudited Portfolio Statement
As at 30 June 2017 (continued)

Hermes Multi Strategy Credit Fund (continued)		Fair Value	% of
Nominal	Financial assets at fair value through profit or loss	\$	Net Assets
Holdings			
Corporate Bonds: 78.40% (31 Dec 2016: 79.95%) (continued)			
Hong Kong: 0.57% (31 Dec 2016: 0.75%)			
6,550,000	FTL Capital 4.125% 25/04/2023	6,641,644	0.57
Total Hong Kong		6,641,644	0.57
Ireland: 0.83% (31 Dec 2016: 0.89%)			
5,300,000	AerCap Ireland Capital 4.625% 01/07/2022	5,686,510	0.49
1,110,000	Ardagh Packaging Finance 4.750% 15/07/2027	1,444,143	0.12
2,000,000	Ardagh Packaging Finance 6.750% 15/05/2024	2,555,051	0.22
Total Ireland		9,685,704	0.83
Italy: 5.81% (31 Dec 2016: 5.85%)			
1,592,000	Intesa Sanpaolo 3.875% 16/01/2018	1,606,933	0.14
1,700,000	Intesa Sanpaolo 3.875% 15/01/2019	1,742,587	0.15
14,601,000	Intesa Sanpaolo 5.017% 26/06/2024	14,829,352	1.27
5,100,000	Telecom Italia 6.375% 24/06/2019	7,239,551	0.62
14,800,000	Telecom Italia 7.375% 15/12/2017	19,774,471	1.69
6,735,000	Wind Acquisition Finance 4.750% 15/07/2020	6,822,555	0.58
15,207,000	Wind Acquisition Finance 7.375% 23/04/2021	15,824,784	1.36
Total Italy		67,840,233	5.81
Luxembourg: 2.17% (31 Dec 2016: 2.41%)			
5,095,000	Altice Financing 6.500% 15/01/2022	5,337,012	0.46
6,000,000	ArcelorMittal 3.000% 25/03/2019	7,172,901	0.61
4,394,145	ARD Finance 6.625% 15/09/2023	5,339,380	0.46
5,500,000	Millicom International Cellular 6.000% 15/03/2025	5,792,435	0.49
1,650,000	Millicom International Cellular 6.000% 15/03/2025 Euro-Dollar	1,737,730	0.15
Total Luxembourg		25,379,458	2.17
Mexico: 4.01% (31 Dec 2016: 4.01%)			
10,200,000	America Movil 0.000% 28/05/2020	11,444,564	0.98
11,240,000	America Movil 2.125% 10/03/2028	13,072,960	1.12
300,000	America Movil 3.125% 16/07/2022	306,473	0.03
7,596,000	Cemex 7.750% 16/04/2026	8,706,915	0.74
12,483,000	Cemex Finance 9.375% 12/10/2022	13,294,395	1.14
Total Mexico		46,825,307	4.01

Hermes Investment Funds Public Limited Company
Unaudited Portfolio Statement
As at 30 June 2017 (continued)

Hermes Multi Strategy Credit Fund (continued)		Fair Value	% of
Nominal	Financial assets at fair value through profit or loss	\$	Net Assets
Holdings			
Corporate Bonds: 78.40% (31 Dec 2016: 79.95%) (continued)			
Netherlands: 1.52% (31 Dec 2016: 2.29%)			
3,300,000	GTH Finance 6.250% 26/04/2020	3,497,848	0.30
11,808,000	Ziggo Secured Finance 4.250% 15/01/2027	14,297,098	1.22
Total Netherlands		17,794,946	1.52
People's Republic of China: 0.00% (31 Dec 2016: 1.09%)			
Russian Federation: 6.83% (31 Dec 2016: 5.72%)			
8,660,000	Gazprom Via Gaz Capita 4.250% 06/04/2024	11,625,801	1.00
944,000	Gazprom Via Gaz Capita 4.625% 15/10/2018	1,130,276	0.10
7,975,000	MMC Finance 3.849% 08/04/2022	7,961,626	0.68
1,300,000	MMC Finance 4.375% 30/04/2018	1,323,221	0.11
12,300,000	MMC Finance 5.550% 28/10/2020	13,161,062	1.13
2,000,000	MMC Finance 6.625% 14/10/2022	2,246,066	0.19
5,300,000	Rosneft International Finance 4.199% 06/03/2022	5,303,069	0.45
3,662,000	Severstal Via Steel Capital 4.450% 19/03/2018	3,717,208	0.32
10,000,000	Severstal Via Steel Capital 5.900% 17/10/2022	10,895,950	0.93
7,677,000	VimpelCom 3.950% 16/06/2021	7,692,354	0.66
5,800,000	VimpelCom 5.200% 13/02/2019	5,992,154	0.51
8,172,000	VimpelCom 5.950% 13/02/2023	8,703,180	0.75
Total Russian Federation		79,751,967	6.83
South Africa: 0.21% (31 Dec 2016: 1.04%)			
2,460,000	Sappi Papier 7.500% 15/06/2032	2,509,200	0.21
Total South Africa		2,509,200	0.21
Spain: 2.05% (31 Dec 2016: 0.61%)			
862,000	Telefonica Emisiones 5.134% 27/04/2020	930,278	0.08
13,118,000	Telefonica Emisiones 5.375% 02/02/2018	17,473,199	1.50
3,800,000	Telefonica Emisiones 5.597% 12/03/2020	5,494,596	0.47
Total Spain		23,898,073	2.05

Hermes Investment Funds Public Limited Company
Unaudited Portfolio Statement
As at 30 June 2017 (continued)

Hermes Multi Strategy Credit Fund (continued)		Fair Value	% of
Nominal	Financial assets at fair value through profit or loss	\$	Net Assets
Holdings			
Corporate Bonds: 78.40% (31 Dec 2016: 79.95%) (continued)			
Turkey: 0.82% (31 Dec 2016: 1.06%)			
5,300,000	Turk Telekomunikasyon 3.750% 19/06/2019	5,361,750	0.46
4,192,000	Turk Telekomunikasyon 4.875% 19/06/2024	4,227,556	0.36
Total Turkey		9,589,306	0.82
United Kingdom: 10.63% (31 Dec 2016: 7.40%)			
1,000,000	Anglo American Capital 2.625% 27/09/2017	1,001,500	0.09
9,000,000	Anglo American Capital 2.750% 07/06/2019	10,762,338	0.92
1,200,000	Anglo American Capital 6.875% 01/05/2018	1,641,221	0.14
5,550,000	Anglo American Capital 9.375% 08/04/2019	6,236,813	0.53
3,429,000	Barclays 1.875% 08/12/2023	4,057,872	0.35
7,030,000	CNH Industrial Finance Europe 2.750% 18/03/2019	8,357,423	0.72
22,000,000	CNH Industrial Finance Europe 6.250% 09/03/2018	26,144,086	2.24
4,650,000	New Look Secured Issuer 6.500% 01/07/2022	4,470,291	0.38
9,651,000	Phoenix Group Holdings 4.125% 20/07/2022	13,004,887	1.11
2,670,000	Phoenix Group Holdings 6.625% 18/12/2025	3,987,538	0.34
5,650,000	Royal Bank of Scotland Group 1.625% 25/06/2019	6,622,554	0.57
116,000	Royal Bank of Scotland Group 6.400% 21/10/2019	126,163	0.01
3,425,000	Skipton Building Society 1.750% 30/06/2022	4,408,432	0.38
30,255,000	Tesco 5.500% 15/11/2017	30,621,630	2.62
1,918,000	Tesco 5.500% 13/12/2019	2,720,399	0.23
Total United Kingdom		124,163,147	10.63
United States: 33.63% (31 Dec 2016: 37.76%)			
20,292,000	Air Lease 4.250% 15/09/2024	21,314,828	1.83
12,275,000	Allergan Funding 4.550% 15/03/2035	13,141,081	1.13
3,500,000	Ally Financial 3.250% 05/11/2018	3,551,450	0.31
1,000,000	Ally Financial 3.750% 18/11/2019	1,025,000	0.09
5,077,000	Ally Financial 4.125% 30/03/2020	5,229,310	0.45
13,873,000	Ally Financial 4.625% 30/03/2025	14,260,473	1.22
790,000	Ally Financial 7.500% 15/09/2020	896,650	0.08
5,695,000	Altice US Finance I 5.500% 15/05/2026	5,993,988	0.51
8,471,000	CenturyLink 5.800% 15/03/2022	8,841,606	0.76
18,271,000	Charter Communications Operating 4.908% 23/07/2025	19,770,675	1.69
13,666,000	CIT 5.000% 01/08/2023	14,759,280	1.27
1,163,000	CIT 5.375% 15/05/2020	1,254,586	0.11
7,500,000	Clearwire Communications 8.250% 01/12/2040	7,725,000	0.66
3,275,000	Dell 5.400% 10/09/2040	2,939,312	0.25
2,027,000	Dell 5.875% 15/06/2019	2,146,715	0.18
2,000,000	Domtar 6.250% 01/09/2042	2,092,291	0.18
5,255,000	Domtar 6.750% 15/02/2044	5,698,414	0.49

Hermes Investment Funds Public Limited Company
Unaudited Portfolio Statement
As at 30 June 2017 (continued)

Hermes Multi Strategy Credit Fund (continued)		Fair Value	% of
Nominal	Financial assets at fair value through profit or loss	\$	Net Assets
Holdings			
Corporate Bonds: 78.40% (31 Dec 2016: 79.95%) (continued)			
United States: 33.63% (31 Dec 2016: 37.76%) (continued)			
24,268,000	EMC 1.875% 01/06/2018	24,137,220	2.07
6,100,000	General Motors Financial 3.150% 15/01/2020	6,208,238	0.53
19,700,000	General Motors Financial 3.200% 13/07/2020	20,086,642	1.72
5,712,000	General Motors Financial 3.500% 10/07/2019	5,847,603	0.50
550,000	General Motors Financial 4.200% 01/03/2021	577,354	0.05
14,150,000	HCA 4.750% 01/05/2023	14,999,000	1.28
3,550,000	HCA 5.000% 15/03/2024	3,767,437	0.32
11,850,000	HCA 6.500% 15/02/2020	12,960,938	1.11
3,080,000	Hewlett Packard Enterprise 2.450% 05/10/2017	3,087,886	0.26
9,000,000	Huntsman International 4.250% 01/04/2025	11,819,617	1.01
2,631,000	Kinder Morgan Energy Partners 4.700% 01/11/2042	2,492,850	0.21
10,772,000	Kinder Morgan Energy Partners 5.625% 01/09/2041	11,149,995	0.95
11,103,000	Kinder Morgan Energy Partners 5.950% 15/02/2018	11,379,015	0.97
3,433,000	Kinder Morgan Finance 6.000% 15/01/2018	3,504,743	0.30
10,984,000	L Brands 8.500% 15/06/2019	12,260,890	1.05
450,000	MPLX 4.500% 15/07/2023	478,316	0.04
11,300,000	MPLX 4.875% 01/12/2024	12,065,920	1.03
14,800,000	MPLX 4.875% 01/06/2025	15,719,021	1.35
12,921,000	Quintiles IMS 3.250% 15/03/2025	15,023,770	1.29
2,000,000	Qwest Capital Funding 6.500% 15/11/2018	2,112,500	0.18
900,000	Range Resources 4.875% 15/05/2025	859,500	0.08
18,261,000	Range Resources 5.000% 15/08/2022	18,032,739	1.54
9,600,000	Sprint Communications 8.375% 15/08/2017	9,684,000	0.83
5,820,000	Sprint Communications 9.000% 15/11/2018	6,323,779	0.54
2,525,000	Sprint Spectrum 3.360% 20/09/2021	2,553,406	0.22
2,258,780	Tenet Healthcare 4.625% 15/07/2024	2,267,250	0.20
2,957,000	Tenet Healthcare 4.750% 01/06/2020	3,075,280	0.26
2,830,220	THC Escrow Corp III 4.625% 15/07/2024	2,844,937	0.24
11,850,000	T-Mobile USA 6.375% 01/03/2025	12,842,438	1.10
12,949,000	Vulcan Materials 4.500% 01/04/2025	13,850,205	1.19
Total United States		392,653,148	33.63
Total Corporate Bonds		915,557,478	78.40
Government Bonds: 1.20% (31 Dec 2016: 0.00%)			
United States: 1.20% (31 Dec 2016: 0.00%)			
14,000,000	United States Treasury Bill 0% 26/10/2017	13,953,702	1.20
Total United States		13,953,702	1.20
Total Government Bonds		13,953,702	1.20

Hermes Investment Funds Public Limited Company
Unaudited Portfolio Statement
As at 30 June 2017 (continued)

Hermes Multi Strategy Credit Fund (continued)		Fair Value	% of
Nominal	Financial assets at fair value through profit or loss	\$	Net Assets
Holdings			
	Floating Rate Notes: 14.71% (31 Dec 2016: 15.15%)		
	Australia: 2.55% (31 Dec 2016: 3.14%)		
19,904,000	BHP Billiton Finance 22/10/2077	29,760,109	2.55
	Total Australia	29,760,109	2.55
	Austria: 0.00% (31 Dec 2016: 0.41%)	-	-
	Belgium: 2.04% (31 Dec 2016: 2.46%)		
19,700,000	Solvay Finance 29/05/2049	23,820,942	2.04
	Total Belgium	23,820,942	2.04
	France: 4.07% (31 Dec 2016: 3.26%)		
7,084,000	BPCE 31/12/2049	6,836,060	0.59
20,300,000	Credit Logement 31/12/2049	19,193,973	1.64
18,596,000	Total 31/12/2049	21,502,552	1.84
	Total France	47,532,585	4.07
	Germany: 0.27% (31 Dec 2016: 0.00%)		
2,842,000	HT1 Funding 31/12/2049	3,109,250	0.27
	Total Germany	3,109,250	0.27
	Ireland: 0.00% (31 Dec 2016: 1.32%)	-	-
	Luxembourg: 0.34% (31 Dec 2016: 0.00%)		
3,400,000	ArcelorMittal 09/04/2018	3,923,241	0.34
	Total Luxembourg	3,923,241	0.34
	Mexico: 0.11% (31 Dec 2016: 0.14%)		
900,000	America Movil 06/09/2073	1,271,312	0.11
	Total Mexico	1,271,312	0.11

Hermes Investment Funds Public Limited Company
Unaudited Portfolio Statement
As at 30 June 2017 (continued)

Hermes Multi Strategy Credit Fund (continued)		Fair Value	% of
Nominal	Financial assets at fair value through profit or loss	\$	Net Assets
Holdings			
Floating Rate Notes: 14.71% (31 Dec 2016: 15.15%) (continued)			
	Netherlands: 0.00% (31 Dec 2016: 2.46%)	-	-
	New Zealand: 0.00% (31 Dec 2016: 0.35%)	-	-
	Russian Federation: 0.49% (31 Dec 2016: 0.00%)		
5,882,000	Credit Bank of Moscow 31/12/2049	5,663,531	0.49
	Total Russian Federation	5,663,531	0.49
United Kingdom: 3.03% (31 Dec 2016: 1.61%)			
7,390,000	Barclays Bank 31/12/2049	8,346,081	0.71
3,060,000	Royal Bank of Scotland Group 31/12/2049	3,480,750	0.30
15,600,000	Virgin Media Secured Finance 15/01/2025	23,557,774	2.02
	Total United Kingdom	35,384,605	3.03
United States: 1.81% (31 Dec 2016: 0.00%)			
1,400,000	CIT Group 31/12/2049	1,463,000	0.12
5,000,000	Quintiles IMS Euro Term Loan 03/03/2024	5,768,888	0.49
13,975,019	Reynolds Group Holdings 05/02/2023	14,020,871	1.20
	Total United States	21,252,759	1.81
	Total Floating Rate Notes	171,718,334	14.71

Hermes Investment Funds Public Limited Company
Unaudited Portfolio Statement
As at 30 June 2017 (continued)

Hermes Multi Strategy Credit Fund (continued)		Fair Value	% of
Nominal	Financial assets at fair value through profit or loss	\$	Net Assets
	Financial Derivative Instruments: 2.00% (31 Dec 2016: 2.15%)		
	Credit Default Swaps: 0.72% (31 Dec 2016: 1.45%)		
	Credit Default Swaps: Pay Fixed (Buy Protection) -	-	-
	Unrealised Gains: 0.00% (31 Dec 2016: 0.31%)		
	Credit Default Swaps: Receive Fixed (Sell Protection) -		
	Unrealised Gains: 0.72% (31 Dec 2016: 1.14%)		
	European Union: 0.28% (31 Dec 2016: 0.75%)		
(1,000,000)	Airbus 1% 20/09/2017 (BNP Paribas)	2,392	-
(10,000,000)	Airbus 1% 20/09/2017 (Citigroup)	23,924	0.01
(4,000,000)	Airbus 1% 20/09/2017 (Citigroup)	9,570	-
(2,000,000)	Airbus 1% 20/09/2017 (Citigroup)	4,785	-
(5,000,000)	Airbus 1% 20/09/2017 (Credit Suisse)	11,962	-
(1,500,000)	Airbus 1% 20/09/2017 (Credit Suisse)	3,589	-
(5,644,000)	Altice Finco 5% 20/06/2022 (BNP Paribas)	774,313	0.08
(5,000,000)	Anglo American 5% 20/06/2018 (Merrill Lynch)	264,664	0.02
(2,000,000)	Arcelormittal 5% 20/06/2018 (Barclays)	104,933	0.01
(3,000,000)	Arcelormittal 5% 20/06/2018 (BNP Paribas)	157,399	0.01
(3,000,000)	Arcelormittal 5% 20/06/2018 (Merrill Lynch)	157,399	0.01
(5,400,000)	Arcelormittal 5% 20/12/2018 (Barclays)	403,373	0.03
(6,000,000)	Arcelormittal 5% 20/12/2018 (Citigroup)	448,192	0.04
(2,000,000)	Arcelormittal 5% 20/12/2018 (Citigroup)	149,397	0.01
(3,600,000)	Arcelormittal 5% 20/12/2018 (Credit Suisse)	268,915	0.02
(5,000,000)	Arcelormittal 5% 20/12/2018 (Goldman Sachs)	373,493	0.03
(18,000,000)	Telecom Italia 1% 20/09/2017 (Credit Suisse)	40,300	0.01
(6,000,000)	Volkswagen 1% 20/09/2017 (Barclays)	13,831	-
(4,000,000)	Volkswagen 1% 20/09/2017 (Citigroup)	9,221	-
(1,000,000)	Volkswagen 1% 20/09/2017 (Citigroup)	2,305	-
(4,000,000)	Volkswagen 1% 20/09/2017 (Credit Suisse)	9,221	-
(3,000,000)	Volkswagen 1% 20/09/2017 (Credit Suisse)	6,916	-
(1,500,000)	Volkswagen 1% 20/09/2017 (Credit Suisse)	3,458	-
	Total European Union	3,243,552	0.28
	United States: 0.44% (31 Dec 2016: 0.39%)		
(3,500,000)	Ally Financial 5% 20/12/2022 (Goldman Sachs)	472,562	0.04
(2,800,000)	Calpine Corporation 5% 20/06/2022 (Barclays)	102,347	0.01
(4,200,000)	Calpine Corporation 5% 20/06/2022 (JP Morgan)	153,520	0.01

Hermes Investment Funds Public Limited Company
Unaudited Portfolio Statement
As at 30 June 2017 (continued)

Hermes Multi Strategy Credit Fund (continued)							Fair Value	% of
Nominal Holdings	Financial assets at fair value through profit or loss						\$	Net Assets
Financial Derivative Instruments: 2.00% (31 Dec 2016: 2.15%) (continued)								
Credit Default Swaps: 0.72% (31 Dec 2016: 1.45%) (continued)								
Credit Default Swaps: Receive Fixed (Sell Protection) - Unrealised Gains: 0.72% (31 Dec 2016: 1.14%) (continued)								
United States: 0.44% (31 Dec 2016: 0.39%) (continued)								
(6,300,000)	Enbridge 1% 20/12/2018 (Goldman Sachs)						62,945	0.01
(5,600,000)	International Lease 5% 20/12/2022 (Goldman Sachs)						1,120,267	0.10
(10,800,000)	International Lease 5% 20/12/2024 (Goldman Sachs)						2,597,404	0.22
(2,768,000)	KB Home 5% 20/12/2018 (Goldman Sachs)						189,536	0.02
(9,200,000)	Tenet Healthcare Corporation 5% 20/06/2022 (Barclays)						166,564	0.01
(3,256,000)	United States Steel Corporation 5% 20/12/2019 (BNP Paribas)						230,374	0.02
Total United States							5,095,519	0.44
Total Credit Default Swaps: Receive Fixed (Sell Protection) - Unrealised							8,339,071	0.72
Total Credit Default Swaps							8,339,071	0.72
Forward Currency Contracts: 1.19% (31 Dec 2016: 0.63%)								
Counterparty	Currency Buys	Currency Sells	Currency Rate	Maturity Date	Unrealised Gain	% of Net Assets		
					\$			
State Street	GBP	388,819,813 USD	495,889,514	1.2754	31/07/2017	9,557,423	0.82	
State Street	EUR	114,333,486 USD	128,302,180	1.1222	31/07/2017	2,264,600	0.19	
State Street	EUR	38,065,268 USD	42,715,892	1.1222	31/07/2017	753,958	0.06	
State Street	GBP	30,056,215 USD	38,448,301	1.2792	31/07/2017	623,324	0.05	
State Street	GBP	18,731,579 USD	23,889,712	1.2754	31/07/2017	460,433	0.04	
Barclays	EUR	3,000,000 USD	3,367,356	1.1225	20/09/2017	67,506	0.01	
HSBC	EUR	2,000,000 USD	2,241,766	1.1209	20/09/2017	48,142	0.01	
State Street	GBP	1,106,540 USD	1,411,249	1.2754	31/07/2017	27,199	0.01	
State Street	EUR	1,049,058 USD	1,177,159	1.1221	31/07/2017	20,847	-	
State Street	EUR	690,723 USD	775,112	1.1222	31/07/2017	13,681	-	
State Street	EUR	279,903 USD	316,476	1.1307	31/07/2017	3,168	-	
State Street	GBP	146,639 USD	187,583	1.2792	31/07/2017	3,041	-	
State Street	EUR	129,609 USD	145,455	1.1223	31/07/2017	2,556	-	
State Street	GBP	86,244 USD	109,995	1.2754	31/07/2017	2,118	-	
State Street	GBP	71,156 USD	90,745	1.2753	31/07/2017	1,754	-	

Hermes Investment Funds Public Limited Company
Unaudited Portfolio Statement
As at 30 June 2017 (continued)

Hermes Multi Strategy Credit Fund (continued)		Fair Value	% of
Nominal Holdings	Financial assets at fair value through profit or loss	\$	Net Assets

Financial Derivative Instruments: 2.00% (31 Dec 2016: 2.15%) (continued)

Forward Currency Contracts: 1.19% (31 Dec 2016: 0.63%) (continued)

Counterparty	Currency Buys	Currency Sells	Currency Rate	Maturity Date	Unrealised Gain \$	% of Net Assets	
State Street	EUR	153,968 USD	174,085	1.1307	31/07/2017	1,743	-
State Street	EUR	131,364 USD	148,528	1.1307	31/07/2017	1,487	-
Northern Trust	USD	2,291,120 EUR	2,000,000	1.1456	20/09/2017	1,212	-
State Street	EUR	45,213 USD	50,740	1.1223	31/07/2017	892	-
State Street	GBP	137,538 USD	178,104	1.2949	31/07/2017	688	-
State Street	GBP	27,513 USD	35,087	1.2753	31/07/2017	678	-
State Street	USD	52,996 EUR	46,313	1.1443	31/07/2017	108	-
State Street	EUR	1,905 USD	2,137	1.1221	31/07/2017	38	-
State Street	GBP	1,090 USD	1,391	1.2754	31/07/2017	27	-
State Street	GBP	1,004 USD	1,281	1.2754	31/07/2017	25	-
State Street	GBP	1,004 USD	1,281	1.2754	31/07/2017	25	-
State Street	EUR	1,067 USD	1,197	1.1222	31/07/2017	21	-
State Street	GBP	3,732 USD	4,832	1.2950	31/07/2017	19	-
State Street	USD	6,004 EUR	5,247	1.1443	31/07/2017	12	-
State Street	CHF	994 USD	1,029	1.0346	31/07/2017	11	-
State Street	USD	9,358 GBP	7,194	1.3009	31/07/2017	6	-
State Street	USD	8,743 GBP	6,721	1.3009	31/07/2017	6	-
State Street	EUR	1,429 USD	1,626	1.1379	31/07/2017	6	-
State Street	SGD	996 USD	719	0.7217	31/07/2017	5	-
State Street	CHF	4 USD	4	1.0333	31/07/2017	-	-
State Street	SGD	3 USD	2	0.7229	31/07/2017	-	-
State Street	USD	0 EUR	0	1.1379	31/07/2017	-	-

Unrealised Gains on Forward Currency Contracts

13,856,759

1.19

Futures Contracts - Unrealised Gains: 0.09% (31 Dec 2016: 0.07%)

Clearing Broker Description		Currency	No. of Contracts	Unrealised Gain \$	% of Net Assets
Germany: 0.06% (31 Dec 2016: 0.00%)					
Goldman Sachs	Euro-Bobl Eux September 2017	EUR	(24)	40,334	-
Goldman Sachs	Euro-Bund Eux September 2017	EUR	(213)	744,129	0.06
Total Germany				784,463	0.06

Hermes Investment Funds Public Limited Company
Unaudited Portfolio Statement
As at 30 June 2017 (continued)

Nominal Holdings		Hermes Multi Strategy Credit Fund (continued)		Fair Value	% of
		Financial assets and liabilities at fair value through profit or loss		\$	Net Assets
Financial Derivative Instruments: 2.00% (31 Dec 2016: 2.15%) (continued)					
Futures Contracts - Unrealised Gains: 0.09% (31 Dec 2016: 0.07%) (continued)					
Clearing Broker	Description	Currency	No. of Contracts	Unrealised Gain	% of
				\$	Net Assets
United States: 0.03% (31 Dec 2016: 0.07%)					
Goldman Sachs	10 Year Treasury Note September 2017	USD	(643)	362,922	0.03
Total United States				362,922	0.03
Total Futures Contracts - Unrealised Gains				1,147,385	0.09
Total Financial Derivative Instruments				23,343,215	2.00
Total financial assets at fair value through profit or loss				1,124,572,729	96.31
Financial liabilities at fair value through profit or loss					
Financial Derivative Instruments: (2.85%) (31 Dec 2016: (1.71%))					
Credit Default Swaps: (2.24%) (31 Dec 2016: (1.67%))					
Credit Default Swaps: Pay Fixed (Buy Protection) - Unrealised Losses: (1.87%) (31 Dec 2016: (1.35%))					
European Union: (1.48%) (31 Dec 2016: (1.04%))					
7,000,000	Arcelormittal 5% 20/06/2022 (Barclays)			(1,027,002)	(0.09)
14,650,000	Arcelormittal 5% 20/06/2022 (BNP Paribas)			(2,149,369)	(0.18)
2,900,000	Arcelormittal 5% 20/06/2022 (Credit Suisse)			(425,472)	(0.04)
35,150,000	Banco Santander 1%20/06/2022 (Goldman Sachs)			(944,727)	(0.08)
40,000,000	CDX Itraxx Europe Crossover S27 V1 5.0% 20/06/2022 (JP Morgan)			(5,238,391)	(0.45)
45,000,000	CDX Itraxx Europe S27 V1 1%20/06/2022 (Goldman Sachs)			(1,108,457)	(0.10)
9,200,000	Galp Energia 5% 20/12/2021 (Goldman Sachs)			(1,755,906)	(0.15)
9,333,000	Galp Energia 5% 20/12/2022 (BNP Paribas)			(1,781,290)	(0.15)
26,250,000	Lanxess Aktiengesellschaft 1% 20/12/2021 (Citigroup)			(627,573)	(0.05)
26,250,000	Safeway 1% 20/12/2021 (Goldman Sachs)			(782,618)	(0.07)
27,200,000	STMicroelectronics 1% 20/12/2021 (Goldman Sachs)			(438,245)	(0.04)
4,650,000	STMicroelectronics 1% 20/06/022 (Credit Suisse)			(60,981)	(0.01)
12,000,000	STMicroelectronics N.V 1% 20/06/2022 (Goldman Sachs)			(157,369)	(0.01)
5,778,000	Total 1% 20/09/2020 (Barclays)			(166,428)	(0.01)
3,852,000	Total 1% 20/09/2020 (BNP Paribas)			(110,952)	(0.01)
5,778,000	Total 1% 20/09/2020 (BNP Paribas)			(166,428)	(0.01)
2,889,000	Total 1% 20/09/2020 (Goldman Sachs)			(83,214)	(0.01)
9,000,000	Total 1% 20/12/2020 (Citigroup)			(269,370)	(0.02)
Total European Union				(17,293,792)	(1.48)

Hermes Investment Funds Public Limited Company
Unaudited Portfolio Statement
As at 30 June 2017 (continued)

Hermes Multi Strategy Credit Fund (continued)		Fair Value	% of
Nominal	Financial liabilities at fair value through profit or loss	\$	Net Assets
Holdings			
Financial Derivative instruments: (2.85%) (31 Dec 2016: (1.71%)) (continued)			
Credit Default Swaps: (2.24%) (31 Dec 2016: (1.67%)) (continued)			
Credit Default Swaps: Pay Fixed (Buy Protection) - Unrealised Losses: (1.87%) (31 Dec 2016: (1.35%)) (continued)			
United States: (0.39%) (31 Dec 2016: (0.31%))			
18,889,000	Cox 1% 20/06/2022 (Goldman Sachs)	(169,473)	(0.01)
4,600,000	Cox Communications 1% 20/06/2022 (BNP Paribas)	(41,271)	(0.01)
2,300,000	Cox Communications 1% 20/06/2022 (Citigroup)	(20,636)	-
9,500,000	Cox Communications 1% 20/06/2022 (JP Morgan)	(85,234)	(0.01)
34,000,000	Domtar Corporation 1% 20/12/2021 (Goldman Sachs)	(346,965)	(0.03)
35,900,000	HP 1% 20/Dec/2021 (Goldman Sachs)	(681,655)	(0.06)
34,400,000	International Paper 1% 20/12/2021 (Barclays)	(961,373)	(0.08)
6,500,000	KB Home 5% 20/12/2021 (Barclays)	(931,334)	(0.08)
900,000	KB Home 5% 20/12/2021 (BNP Paribas)	(128,954)	(0.01)
9,200,000	Pactiv 5% 20/12/2021 (Morgan Stanley)	(1,159,036)	(0.10)
Total United States		(4,525,931)	(0.39)
Total Credit Default Swaps: Pay Fixed (Buy Protection) - Unrealised Losses		(21,819,723)	(1.87)
Credit Default Swaps: Receive Fixed (Sell Protection) - Unrealised Losses: (0.37%) (31 Dec 2016: (0.32%))			
European Union: 0.00% (31 Dec 2016: (0.04%))			
United States: (0.37%) (31 Dec 2016: (0.28%))			
(6,075,000)	Canadian Natural Resources 1% 20/06/2024 (Goldman Sachs)	(292,280)	(0.03)
(5,900,000)	Canadian Natural Resources 1% 20/06/2024 (Goldman Sachs)	(283,861)	(0.02)
(9,000,000)	CenturyLink 1% 20/12/2022 (Goldman Sachs)	(935,283)	(0.08)
(6,075,000)	Canadian Natural Resources 1% 20/12/2022 (BNP Paribas)	(127,440)	(0.01)
(2,000,000)	Dell 1% 20/06/2022 (Goldman Sachs)	(156,899)	(0.01)
(9,500,000)	Dell 1% 20/06/2022 (JP Morgan)	(745,271)	(0.06)
(15,550,000)	Enbridge 1% 20/06/2022 (BNP Paribas)	(24,718)	-
(6,400,000)	JC Penney 5% 20/Jun/2022 (Goldman Sachs)	(701,918)	(0.06)
(9,550,000)	L Brands 1% 20/06/2024 (Goldman Sachs)	(1,045,937)	(0.10)
Total United States		(4,313,607)	(0.37)
Total Credit Default Swaps: Receive Fixed (Sell Protection) - Unrealised		(4,313,607)	(0.37)
Total Credit Default Swaps		(26,133,330)	(2.24)

Hermes Investment Funds Public Limited Company
Unaudited Portfolio Statement
As at 30 June 2017 (continued)

Hermes Multi Strategy Credit Fund (continued)							Fair Value \$	% of Net Assets
Nominal Holdings	Financial liabilities at fair value through profit or loss							
Financial Derivative instruments: (2.85%) (31 Dec 2016: (1.71%)) (continued)								
Forward Currency Contracts: (0.58%) (31 Dec 2016: 0.00%)								
Counterparty	Currency Buys	Currency Sells		Currency Rate	Maturity Date	Unrealised Loss \$	% of Net Assets	
State Street	USD	7 GBP	5	1.2751	31/07/2017	-	-	
State Street	USD	7 GBP	5	1.2751	31/07/2017	-	-	
State Street	EUR	1,893 USD	2,166	1.1443	31/07/2017	(4)	-	
State Street	USD	3,142 EUR	2,761	1.1379	31/07/2017	(11)	-	
State Street	EUR	15,966 USD	18,270	1.1443	31/07/2017	(37)	-	
State Street	USD	2,123 EUR	1,892	1.1220	31/07/2017	(38)	-	
State Street	USD	2,364 GBP	1,854	1.2754	31/07/2017	(46)	-	
State Street	USD	3,600 GBP	2,823	1.2753	31/07/2017	(70)	-	
State Street	USD	4,505 EUR	4,015	1.1220	31/07/2017	(80)	-	
State Street	USD	5,179 EUR	4,616	1.1221	31/07/2017	(92)	-	
State Street	GBP	130,777 USD	170,122	1.3009	31/07/2017	(119)	-	
State Street	USD	22,381 EUR	19,795	1.1307	31/07/2017	(224)	-	
State Street	USD	14,003 EUR	12,478	1.1223	31/07/2017	(246)	-	
State Street	USD	14,405 GBP	11,295	1.2753	31/07/2017	(278)	-	
State Street	USD	30,815 EUR	27,254	1.1307	31/07/2017	(309)	-	
State Street	USD	16,072 GBP	12,602	1.2754	31/07/2017	(309)	-	
State Street	USD	24,302 GBP	19,058	1.2752	31/07/2017	(472)	-	
State Street	EUR	351,984 USD	402,778	1.1443	31/07/2017	(819)	-	
State Street	USD	46,164 EUR	41,144	1.1220	31/07/2017	(822)	-	
State Street	USD	61,629 EUR	54,915	1.1223	31/07/2017	(1,083)	-	
State Street	GBP	3,223,731 USD	4,193,632	1.3009	31/07/2017	(2,938)	-	
State Street	USD	422,081 GBP	330,994	1.2752	31/07/2017	(8,195)	-	
State Street	USD	800,359 GBP	625,665	1.2792	31/07/2017	(12,975)	-	
State Street	USD	9,525,366 GBP	7,355,785	1.2949	31/07/2017	(36,798)	(0.01)	
HSBC	USD	3,368,430 EUR	3,000,000	1.1228	20/09/2017	(66,432)	(0.01)	
Northern Trust	USD	5,124,000 GBP	4,000,000	1.2810	20/09/2017	(83,584)	(0.01)	
Northern Trust	USD	5,728,005 GBP	4,500,000	1.2729	20/09/2017	(130,527)	(0.01)	
State Street	USD	7,851,090 GBP	6,156,790	1.2752	31/07/2017	(152,441)	(0.01)	
Northern Trust	USD	138,262,680 GBP	108,000,000	1.2802	20/09/2017	(2,342,084)	(0.20)	
Northern Trust	USD	202,119,300 EUR	180,000,000	1.1229	20/09/2017	(3,972,424)	(0.33)	
Unrealised Losses on Forward Currency Contracts						(6,813,457)	(0.58)	

Hermes Investment Funds Public Limited Company
Unaudited Portfolio Statement
As at 30 June 2017 (continued)

Hermes Multi Strategy Credit Fund (continued)				
Financial assets and liabilities at fair value through profit or loss			Fair Value \$	% of Net Assets
Financial Derivative instruments: (2.85%) (31 Dec 2016: (1.71%)) (continued)				
Futures Contracts - Unrealised Losses: (0.03%) (31 Dec 2016: (0.04%))				
Clearing Broker Description	Currency	No. of Contracts	Unrealised Loss \$	% of Net Assets
Germany: 0.00% (31 Dec 2016: (0.04%))				
United States: (0.03%) (31 Dec 2016: 0.00%)				
Goldman Sachs Ultra Bond September 2017	USD	(179)	(312,406)	(0.03)
Total United States			(312,406)	(0.03)
Total Futures Contracts - Unrealised Losses			(312,406)	(0.03)
Total Financial Derivative Instruments			(33,259,193)	(2.85)
Total financial liabilities at fair value through profit or loss			(33,259,193)	(2.85)
Net financial assets at fair value through profit or loss (31 Dec 2016: 95.54%) (Cost: \$1,059,729,047)			1,091,313,536	93.46
Net Cash (31 Dec 2016: 4.22%)			74,365,230	6.37
Other Net Assets (31 Dec 2016: 0.24%)			1,954,433	0.17
Net Assets Attributable to Holders of Redeemable Participating Shares			1,167,633,199	100.00
Portfolio Classification				% of Total Assets
Transferable securities traded on a regulated market				90.53
OTC financial derivative instruments				1.83
Financial derivative instruments dealt in on a regulated market				0.09
Cash				6.16
Other assets				1.39
Total				100.00

The counterparties for the forward currency contracts are: Barclays (S&P: A-, Moody's: A1), HSBC (S&P: AA-, Moody's: Aa2), Northern Trust (S&P: AA-, Moody's: Aa2), State Street Bank and Trust Company (S&P: A+, Moody's: Aa1).

The clearing broker for the futures contracts is Goldman Sachs (S&P: A+, Moody's: A3).

The counterparties for the Credit Default Swaps are: Barclays (S&P: A-, Moody's: A1), BNP Paribas (S&P: A, Moody's: A1), Citigroup (S&P: BBB+, Moody's: Baa1), Credit Suisse (S&P: A, Moody's: A1), Goldman Sachs (S&P: A+, Moody's: A3), JP Morgan (S&P: A-, Moody's: A3), Merrill Lynch (S&P: BBB+, Moody's: Baa1), and Morgan Stanley (S&P: BBB+, Moody's: A3).

Hermes Investment Funds Public Limited Company
Unaudited Portfolio Statement
As at 30 June 2017 (continued)

Hermes Multi Asset Inflation Fund		Fair Value	% of
Nominal Holdings	Financial assets at fair value through profit or loss	£	Net Assets
	Certificates of Deposit: 21.81% (31 Dec 2016: 18.80%)		
	Canada: 3.12% (31 Dec 2016: 0.00%)		
1,000,000	Bank Of Nova Scotia 0.230% 19/07/2017	1,000,000	3.12
	Total Canada	1,000,000	3.12
	Sweden: 6.23% (31 Dec 2016: 3.13%)		
2,000,000	Svenska Handelsbank 0.210% 20/09/2017	2,000,000	6.23
	Total Sweden	2,000,000	6.23
	Switzerland: 0.00% (31 Dec 2016: 3.13%)	-	-
	United Kingdom: 12.46% (31 Dec 2016: 12.54%)		
1,000,000	Citibank 0.240% 07/08/2017	1,000,000	3.12
1,000,000	Nordea Bank 0.250% 11/07/2017	1,000,000	3.11
1,000,000	Qatar National Bank 0.000% 07/07/2017	999,943	3.12
1,000,000	Royal Bank Of Scotland 0.360% 19/07/2017	999,823	3.11
	Total United Kingdom	3,999,766	12.46
	Total Certificates of Deposit	6,999,766	21.81
	Commercial Paper: 3.12% (31 Dec 2016: 9.40%)		
	Finland: 0.00% (31 Dec 2016: 6.27%)	-	-
	Germany: 0.00% (31 Dec 2016: 3.13%)	-	-
	United Arab Emirates: 3.12% (31 Dec 2016: 0.00%)		
1,000,000	National Bank Of Abu Dhabi 06/07/2017	999,948	3.12
	Total United Arab Emirates	999,948	3.12
	Total Commercial Paper	999,948	3.12
	Government Bonds: 35.67% (31 Dec 2016: 34.29%)		
	United Kingdom: 35.67% (31 Dec 2016: 34.29%)		
2,575,000	UK Treasury Inflation Linked Bond 0.125% 22/03/2024	3,328,205	10.37

Hermes Investment Funds Public Limited Company
Unaudited Portfolio Statement
As at 30 June 2017 (continued)

Hermes Multi Asset Inflation Fund (continued)		Fair Value	% of
Nominal Holdings	Financial assets at fair value through profit or loss	£	Net Assets
Government Bonds: 35.67% (31 Dec 2016: 34.29%) (continued)			
United Kingdom: 35.67% (31 Dec 2016: 34.29%) (continued)			
2,867,000	UK Treasury Inflation Linked Bond 0.125% 22/03/2026	3,554,601	11.08
359,000	UK Treasury Inflation Linked Bond 0.125% 22/03/2029	506,205	1.58
1,350,000	UK Treasury Inflation Linked Bond 1.250% 22/11/2027	2,533,705	7.89
934,000	UK Treasury Inflation Linked Bond 1.875% 22/11/2022	1,525,845	4.75
Total United Kingdom		11,448,561	35.67
Total Government Bonds		11,448,561	35.67
Equities: 21.19% (31 Dec 2016: 0.16%)			
Australia: 1.16% (31 Dec 2016: 0.00%)			
1,788	AGL Energy	26,996	0.08
667	Aristocrat Leisure	8,910	0.03
4,301	Caltex Australia	80,498	0.25
784	Challenger	6,192	0.02
6,480	Fortescue Metals Group	20,028	0.06
2,446	Qantas Airways	8,284	0.02
42,573	Santos	76,377	0.24
11,228	South32	17,817	0.06
24,720	TPG Telecom	83,428	0.26
1,488	Woodside Petroleum	26,317	0.08
1,175	Woolworths	17,768	0.06
Total Australia		372,615	1.16
Austria: 0.31% (31 Dec 2016: 0.00%)			
753	OMV	30,768	0.10
377	Raiffeisen Bank International	7,331	0.02
1,724	Voestalpine	61,430	0.19
Total Austria		99,529	0.31
Belgium: 0.11% (31 Dec 2016: 0.00%)			
704	Telenet Group Holding	34,470	0.11
Total Belgium		34,470	0.11

Hermes Investment Funds Public Limited Company
Unaudited Portfolio Statement
As at 30 June 2017 (continued)

Hermes Multi Asset Inflation Fund (continued)		Fair Value	% of
Nominal Holdings	Financial assets at fair value through profit or loss	£	Net Assets
Equities: 21.19% (31 Dec 2016: 0.16%) (continued)			
Bermuda: 0.05% (31 Dec 2016: 0.00%)			
151	RenaissanceRe Holdings	16,320	0.05
Total Bermuda		16,320	0.05
Canada: 1.44% (31 Dec 2016: 0.00%)			
2,185	CAE	28,775	0.09
253	Canadian Tire	21,956	0.07
2,329	Emera	67,220	0.21
1,457	Encana	9,853	0.03
1,347	First Capital Realty	15,700	0.05
922	Gildan Activewear	21,843	0.07
301	Intact Financial	17,429	0.05
1,330	Keyera	32,440	0.10
490	Methanex	16,441	0.05
282	Onex	17,266	0.05
1,269	Pembina Pipeline	32,331	0.10
964	Power of Canada	16,948	0.05
1,902	PrairieSky Royalty	33,213	0.10
164	Restaurant Brands International	7,833	0.03
1,202	Teck Resources	16,029	0.05
2,031	Tourmaline Oil	33,584	0.11
4,020	Veresen	43,584	0.14
1,237	Vermilion Energy	30,128	0.09
Total Canada		462,573	1.44
Cayman Islands: 0.03% (31 Dec 2016: 0.00%)			
5,200	MGM China Holdings	8,911	0.03
Total Cayman Islands		8,911	0.03
Chile: 0.06% (31 Dec 2016: 0.00%)			
2,526	Antofagasta	20,296	0.06
Total Chile		20,296	0.06
Finland: 0.26% (31 Dec 2016: 0.00%)			
328	Metso	8,745	0.03
1,148	Nokian Renkaat	36,487	0.11

Hermes Investment Funds Public Limited Company
Unaudited Portfolio Statement
As at 30 June 2017 (continued)

Hermes Multi Asset Inflation Fund (continued)		Fair Value	% of
Nominal Holdings	Financial assets at fair value through profit or loss	£	Net Assets
Equities: 21.19% (31 Dec 2016: 0.16%) (continued)			
Finland: 0.26% (31 Dec 2016: 0.00%) (continued)			
601	Orion	29,786	0.09
185	Wartsila	8,453	0.03
Total Finland		83,471	0.26
France: 0.61% (31 Dec 2016: 0.00%)			
1,090	Atos	118,384	0.37
644	Credit Agricole	8,090	0.03
1,275	Edenred	25,886	0.08
47	Kering	12,559	0.04
1,483	Natixis	7,743	0.02
742	SCOR	22,980	0.07
Total France		195,642	0.61
Germany: 1.09% (31 Dec 2016: 0.00%)			
82	Adidas	12,188	0.04
13,331	E.ON	98,646	0.31
2,257	Evonik Industries	55,918	0.17
411	Fraport AG Frankfurt Airport Services Worldwide	27,997	0.09
246	Hannover Rueck	22,870	0.07
317	MAN	26,198	0.08
2,339	METRO	60,704	0.19
3,043	TUI	34,295	0.11
328	Zalando SE	11,568	0.03
Total Germany		350,384	1.09
Guernsey: 0.15% (31 Dec 2016: 0.16%)			
30,807	HICL Infrastructure	49,630	0.15
Total Guernsey		49,630	0.15
Hong Kong: 0.88% (31 Dec 2016: 0.00%)			
2,000	Hang Lung Group	6,377	0.02
9,000	Hang Lung Properties	17,324	0.05
113,500	HK Electric Investments	80,446	0.25
400	Jardine Matheson	19,787	0.06
200	Jardine Strategic Holdings	6,424	0.02

Hermes Investment Funds Public Limited Company
Unaudited Portfolio Statement
As at 30 June 2017 (continued)

Hermes Multi Asset Inflation Fund (continued)		Fair Value	% of
Nominal	Financial assets at fair value through profit or loss	£	Net Assets
Holdings			
Equities: 21.19% (31 Dec 2016: 0.16%) (continued)			
Hong Kong: 0.88% (31 Dec 2016: 0.00%) (continued)			
2,000	Kerry Properties	5,232	0.02
17,000	New World Development	16,631	0.05
184,000	PCCW	80,646	0.25
14,000	Sino Land	17,690	0.05
11,000	SJM Holdings	8,937	0.03
7,000	Swire Properties	17,793	0.06
1,000	Wharf Holdings	6,387	0.02
Total Hong Kong		283,674	0.88
Japan: 4.34% (31 Dec 2016: 0.00%)			
5,400	Alfresa Holdings	80,492	0.25
200	Asahi Glass	6,507	0.02
1,900	Asics	27,210	0.09
3,000	Fujitsu	17,082	0.05
500	Hirose Electric	55,097	0.17
400	Hitachi Construction Machinery	7,723	0.02
700	Hoya	28,086	0.09
2,400	Hulic	18,935	0.06
1,200	Idemitsu Kosan	26,331	0.08
4,100	JSR	54,628	0.17
4,000	Kajima	26,084	0.08
2,400	Kansai Electric Power	25,539	0.08
5,000	Keihan Holdings	24,557	0.08
7,200	Kobe Steel	57,153	0.18
400	Komatsu	7,854	0.02
8,200	Kyushu Electric Power	76,936	0.24
1,000	Lion	16,000	0.05
5,600	Medipal Holdings	80,045	0.25
600	MinebeaMitsumi	7,450	0.02
1,100	Mitsubishi Gas Chemical	17,970	0.06
1,500	Mitsubishi Tanabe Pharma	26,785	0.08
26,000	NEC	53,295	0.17
2,000	NH Foods	46,981	0.15
2,200	Nikon	27,179	0.08
100	Nintendo	25,919	0.08
700	Nippon Telegraph & Telephone	25,568	0.08
1,600	NOK	26,128	0.08
1,200	Nomura Holdings	5,558	0.02
1,100	Nomura Real Estate Holdings	16,676	0.05
800	NSK	7,721	0.02
2,600	Obayashi	23,625	0.07

Hermes Investment Funds Public Limited Company
Unaudited Portfolio Statement
As at 30 June 2017 (continued)

Hermes Multi Asset Inflation Fund (continued)		Fair Value	% of
Nominal Holdings	Financial assets at fair value through profit or loss	£	Net Assets
Equities: 21.19% (31 Dec 2016: 0.16%) (continued)			
Japan: 4.34% (31 Dec 2016: 0.00%) (continued)			
1,200	Obic	56,955	0.18
1,400	Resona Holdings	5,956	0.02
1,700	SBI Holdings/Japan	17,798	0.06
3,000	Sharp	8,605	0.03
3,000	Shimizu	24,577	0.08
600	Sohgo Security Services	20,883	0.07
2,200	Sumitomo Electric Industries	26,180	0.08
200	Suzuki Motor	7,333	0.02
500	T&D	5,879	0.02
3,000	Taisei	21,172	0.07
3,600	Teijin	53,513	0.17
200	Tokyo Electron	20,856	0.06
1,800	Toyo Suisan Kaisha	53,302	0.17
1,400	Toyoda Gosei	25,799	0.08
900	Unicharm	17,470	0.05
1,100	Yamaha	29,358	0.09
3,200	Yamazaki Baking	49,284	0.15
Total Japan		1,392,034	4.34
Netherlands: 0.45% (31 Dec 2016: 0.00%)			
972	Boskalis Westminster	24,556	0.08
2,593	Koninklijke Vopak	93,272	0.29
2,410	STMicroelectronics	27,022	0.08
Total Netherlands		144,850	0.45
People's Republic of China: 0.02% (31 Dec 2016: 0.00%)			
1,500	BOC Hong Kong Holdings	5,531	0.02
Total People's Republic of China		5,531	0.02
Singapore: 0.13% (31 Dec 2016: 0.00%)			
13,700	Genting Singapore	8,320	0.02
3,600	Global Logistic Properties	5,763	0.02
12,800	Singapore Telecommunications	27,870	0.09
Total Singapore		41,953	0.13

Hermes Investment Funds Public Limited Company
Unaudited Portfolio Statement
As at 30 June 2017 (continued)

Hermes Multi Asset Inflation Fund (continued)		Fair Value	% of
Nominal Holdings	Financial assets at fair value through profit or loss	£	Net Assets
Equities: 21.19% (31 Dec 2016: 0.16%) (continued)			
South Africa: 0.19% (31 Dec 2016: 0.00%)			
2,995	Mondi	59,960	0.19
Total South Africa		59,960	0.19
Spain: 0.34% (31 Dec 2016: 0.00%)			
2,147	Bankia	8,018	0.02
2,083	CaixaBank	7,673	0.02
1,578	Endesa	28,620	0.09
4,923	Iberdrola	30,377	0.10
2,749	Mapfre	7,484	0.02
2,334	Repsol	27,852	0.09
Total Spain		110,024	0.34
Sweden: 1.00% (31 Dec 2016: 0.00%)			
303	Atlas Copco	9,031	0.03
944	Boliden	20,015	0.06
6,041	Lundin Petroleum	89,941	0.28
715	Sandvik	8,704	0.03
2,307	Swedish Match	62,767	0.19
3,790	Tele2	30,734	0.10
25,534	Telia	90,782	0.28
677	Volvo	8,969	0.03
Total Sweden		320,943	1.00
Switzerland: 0.69% (31 Dec 2016: 0.00%)			
139	Actelion	29,910	0.09
3,537	Coca-Cola HBC	80,997	0.25
711	Sonova Holding	90,510	0.28
88	Swiss Life Holding	23,062	0.07
Total Switzerland		224,479	0.69
United Kingdom: 1.68% (31 Dec 2016: 0.00%)			
822	3i Group	7,431	0.02
1,985	Anglo American	20,545	0.06
20,785	Auto Trader	79,794	0.25

Hermes Investment Funds Public Limited Company
Unaudited Portfolio Statement
As at 30 June 2017 (continued)

Hermes Multi Asset Inflation Fund (continued)		Fair Value	% of
Nominal	Financial assets at fair value through profit or loss	£	Net Assets
Holdings			
Equities: 21.19% (31 Dec 2016: 0.16%) (continued)			
United Kingdom: 1.68% (31 Dec 2016: 0.00%) (continued)			
2,776	Babcock International Group	24,470	0.08
5,952	Barratt Developments	33,778	0.11
365	British American Tobacco	19,217	0.06
672	Burberry Group	11,337	0.04
10,700	G4S	35,085	0.11
1,125	HSBC	8,030	0.02
14,387	Inmarsat	110,924	0.34
1,105	InterContinental Hotels Group	47,626	0.15
6,698	Smith & Nephew	89,485	0.28
1,584	Travis Perkins	23,126	0.07
465	Unilever	19,565	0.06
478	Weir Group	8,341	0.03
Total United Kingdom		538,754	1.68
United States: 6.20% (31 Dec 2016: 0.00%)			
754	Albemarle	60,809	0.19
260	ANSYS	24,126	0.08
76	Anthem	10,960	0.03
237	Applied Materials	7,567	0.02
956	Ashland Global Holdings	48,579	0.15
248	Baker Hughes	10,227	0.03
298	Bank of America	5,584	0.02
163	Best Buy	7,191	0.02
273	Bunge	15,480	0.05
991	CA	26,168	0.08
115	Caterpillar	9,361	0.03
1,007	CenterPoint Energy	21,306	0.07
4,680	CenturyLink	87,192	0.27
192	Citizens Financial Group	5,274	0.02
842	Colgate-Palmolive	48,086	0.15
96	Comerica	5,384	0.02
176	Cooper Cos	32,156	0.10
118	Costco Wholesale	14,427	0.04
45	CR Bard	10,918	0.03
225	CSX	9,330	0.03
315	Darden Restaurants	22,271	0.07
648	DaVita	31,984	0.10
96	Deere & Co	9,018	0.03
671	Dentsply Sirona	33,363	0.10
583	DexCom	32,913	0.10

Hermes Investment Funds Public Limited Company
Unaudited Portfolio Statement
As at 30 June 2017 (continued)

Hermes Multi Asset Inflation Fund (continued)		Fair Value	% of
Nominal Holdings	Financial assets at fair value through profit or loss	£	Net Assets
Equities: 21.19% (31 Dec 2016: 0.16%) (continued)			
United States: 6.20% (31 Dec 2016: 0.00%) (continued)			
345	Dun & Bradstreet	28,608	0.09
760	Eastman Chemical	48,838	0.15
1,071	Entergy	63,442	0.20
28	Everest Re Group	5,505	0.02
372	Fidelity National Information Services	24,309	0.08
2,893	FirstEnergy	64,242	0.20
277	FMC	15,657	0.05
496	FNF Group	17,060	0.05
403	Gap	6,903	0.02
32	Goldman Sachs Group	5,533	0.02
186	Hershey	15,280	0.05
1,796	HP	24,314	0.08
351	IDEXX Laboratories	43,418	0.14
782	IHS Markit	26,626	0.08
120	Incyte	11,907	0.04
497	JM Smucker	45,195	0.14
379	KeyCorp	5,470	0.02
493	Kimberly-Clark	49,002	0.15
528	L Brands	22,046	0.07
217	L3 Technologies	27,763	0.09
68	Lam Research	7,458	0.02
274	Leucadia National	5,514	0.02
103	Lincoln National	5,339	0.02
470	Macquarie Infrastructure	28,486	0.09
257	Marathon Petroleum	10,259	0.03
21	Markel	15,687	0.05
91	Marriott International	7,026	0.02
24	Mettler-Toledo International	10,797	0.03
337	Micron Technology	8,172	0.03
179	Moody's	16,739	0.05
157	Morgan Stanley	5,413	0.02
273	NetApp	8,435	0.03
62	Netflix	7,170	0.02
1,848	Newmont Mining	45,892	0.14
101	Norfolk Southern	9,301	0.03
70	NVIDIA	7,911	0.02
77	Parker-Hannifin	9,318	0.03
324	Pinnacle West Capital	21,267	0.07
5	Priceline Group	7,231	0.02
108	Principal Financial Group	5,370	0.02
66	Prudential Financial	5,511	0.02
131	Quest Diagnostics	11,157	0.03
357	Red Hat	26,272	0.08

Hermes Investment Funds Public Limited Company
Unaudited Portfolio Statement
As at 30 June 2017 (continued)

Hermes Multi Asset Inflation Fund (continued)		Fair Value	% of
Nominal	Financial assets at fair value through profit or loss	£	Net Assets
Holdings			
Equities: 21.19% (31 Dec 2016: 0.16%) (continued)			
United States: 6.20% (31 Dec 2016: 0.00%) (continued)			
491	Regions Financial	5,546	0.02
566	Republic Services	27,575	0.09
327	Reynolds American	16,380	0.05
253	Seagate Technology	7,585	0.02
312	ServiceNow	25,439	0.08
5,406	Sirius XM Holdings	22,326	0.07
20,576	Sprint	129,209	0.40
3,096	Staples	24,046	0.07
1,450	Symantec	31,350	0.10
309	Targa Resources	10,435	0.03
1,935	TEGNA	21,693	0.07
210	Teleflex	33,292	0.10
25	Tesla	6,949	0.02
411	Tiffany & Co	29,299	0.09
664	T-Mobile US	30,850	0.10
566	UGI	21,134	0.06
157	United Continental Holdings	9,126	0.03
109	United Rentals	9,213	0.03
348	VeriSign	25,073	0.08
442	Verisk Analytics	28,389	0.09
118	Western Digital	8,333	0.02
479	Williams Cos	10,998	0.03
94	Wyndham Worldwide	7,293	0.02
390	Yum! Brands	22,072	0.07
Total United States		1,990,122	6.20
Total Equities		6,806,165	21.19
Exchange Traded Funds: 1.06% (31 Dec 2016: 0.62%)			
Hong Kong: 1.06% (31 Dec 2016: 0.62%)			
80,000	China Asset Management CSI 300 Index	340,764	1.06
Total Hong Kong		340,764	1.06
Total Exchange Traded Funds		340,764	1.06
Reits: 3.80% (31 Dec 2016: 3.46%)			
Canada: 0.15% (31 Dec 2016: 0.00%)			
1,223	H&R Real Estate Investment Trust	16,062	0.05

Hermes Investment Funds Public Limited Company
Unaudited Portfolio Statement
As at 30 June 2017 (continued)

Hermes Multi Asset Inflation Fund (continued)		Fair Value	% of
Nominal Holdings	Financial assets at fair value through profit or loss	£	Net Assets
Reits: 3.80% (31 Dec 2016: 3.46%) (continued)			
Canada: 0.15% (31 Dec 2016: 0.00%) (continued)			
1,107	RioCan Real Estate Investment Trust	15,906	0.05
869	Smart Real Estate Investment Trust	16,666	0.05
Total Canada		48,634	0.15
Japan: 0.11% (31 Dec 2016: 0.00%)			
9	Daiwa House REIT Investment	16,523	0.05
11	Nippon Prologis REIT	18,114	0.06
Total Japan		34,637	0.11
United Kingdom: 3.49% (31 Dec 2016: 3.46%)			
4,577	British Land Reits	27,554	0.08
1,076	Capital & Counties Properties Reits	3,145	0.01
80,374	Centrica Reits	163,159	0.51
151	Derwent London Reits	3,991	0.01
511	Great Portland Estates Reits	3,040	0.01
4,806	Hammerson Reits	27,466	0.09
10,022	Intu Properties Reits	26,779	0.08
2,827	Land Securities Reits	28,666	0.09
17,775	Pennon Reits	147,888	0.46
5,646	Segro Reits	27,411	0.08
8,074	Severn Trent Reits	178,678	0.56
518	Shaftesbury Reits	5,038	0.02
13,909	SSE Reits	204,323	0.64
563	UNITE Group Reits	3,660	0.01
30,534	United Utilities Reits	268,547	0.84
Total United Kingdom		1,119,345	3.49
United States: 0.05% (31 Dec 2016: 0.00%)			
502	Liberty Property Trust Reits	15,824	0.05
Total United States		15,824	0.05
Total Reits		1,218,440	3.80

Hermes Investment Funds Public Limited Company
Unaudited Portfolio Statement
As at 30 June 2017 (continued)

Hermes Multi Asset Inflation Fund (continued)		Fair Value	% of
Nominal Holdings	Financial assets at fair value through profit or loss	£	Net Assets
Financial Derivative Instruments: 2.95% (31 Dec 2016: 1.86%)			
Credit Default Swaps: Receive Fixed (Sell Protection) - Unrealised Gains: 2.42% (31 Dec 2016: 1.09%)			
European Union: 1.24% (31 Dec 2016: 0.55%)			
(2,710,000)	CDX iTraxx Europe Crossover 5% 20/06/2022 (JP Morgan)	275,295	0.86
(300,000)	CDX iTraxx Europe Crossover 5% 20/06/2022 (JP Morgan)	30,475	0.09
(180,000)	CDX iTraxx Europe Crossover 5% 20/06/2022 (Citigroup)	18,285	0.06
(150,000)	CDX iTraxx Europe Crossover 5% 20/06/2022 (Citigroup)	15,238	0.05
(150,000)	CDX iTraxx Europe Crossover 5% 20/06/2022 (JP Morgan)	15,238	0.05
(150,000)	iTraxx Europe Crossover 5Y S27 5% 20/06/2022 (BNP Paribas)	15,238	0.05
(100,000)	CDX iTraxx Europe Crossover 5% 20/06/2022 (Citigroup)	10,158	0.03
(100,000)	CDX iTraxx Europe Crossover 5% 20/06/2022 (Citigroup)	10,158	0.03
(65,000)	CDX iTraxx Europe Crossover 5% 20/06/2022 (Barclays)	6,603	0.02
Total European Union		396,688	1.24
United States: 1.18% (31 Dec 2016: 0.54%)			
(3,575,000)	Cdx.Na.Hy.28 5% 20/06/2022 (Citigroup)	182,933	0.57
(700,000)	Cdx.Na.Hy.28 5% 20/06/2022 (BNP Paribas)	35,819	0.11
(700,000)	Cdx.Na.Hy.28 5% 20/06/2022 (JP Morgan)	35,819	0.11
(650,000)	Cdx.Na.Hy.28 5% 20/06/2022 (JP Morgan)	33,261	0.10
(600,000)	Cdx Hy CDSI S28 5Y PRC 5% 20/06/2022 (BNP Paribas)	30,702	0.09
(350,000)	Cdx.Na.Hy.28 5% 20/06/2022 (Barclays)	17,910	0.06
(300,000)	Cdx.Na.Hy.28 5% 20/06/2022 (JP Morgan)	15,351	0.05
(250,000)	Cdx.Na.Hy.28 5% 20/06/2022 (Barclays)	12,793	0.04
(200,000)	Cdx.Na.Hy.28 5% 20/06/2022 (Barclays)	10,234	0.03
(100,000)	Cdx.Na.Hy.28 5% 20/06/2022 (JP Morgan)	5,117	0.02
Total United States		379,939	1.18
Total Credit Default Swaps: Receive Fixed (Sell Protection) - Unrealised Gains		776,627	2.42
Total Return Swaps - Unrealised Gains: 0.01% (31 Dec 2016: 0.00%)			
United States: 0.01% (31 Dec 2016: 0.00%)			
15,185,000	Xret Rec MQCC210E Pay Fixed 03/05/2018 (Macquarie)*	-	-
4,100,000	Xret Rec MQCC210E Pay Fixed 03/05/2018 (Macquarie)*	3,335	0.01
500,000	Xret Rec MQCC210E Pay Fixed 03/05/2018 (Macquarie)*	-	-
Total United States		3,335	0.01
Total Total Return Swaps - Unrealised Gains		3,335	0.01

*The underlying index for the Total Return Swaps is the Macquarie Commodity Customized Product 210E Index.

Hermes Investment Funds Public Limited Company
Unaudited Portfolio Statement
As at 30 June 2017 (continued)

Hermes Multi Asset Inflation Fund (continued)							
Nominal Holdings	Financial assets at fair value through profit or loss				Fair Value £	% of Net Assets	
Financial Derivative Instruments: 2.95% (31 Dec 2016: 1.86%) (continued)							
Futures Contracts - Unrealised Gains: 0.39% (31 Dec 2016: 0.33%)							
Clearing Broker	Description	Currency	No. of Contracts	Unrealised Gain £	% of Net Assets		
Australia: 0.01% (31 Dec 2016: 0.00%)							
Goldman Sachs	SFE SPI 200 September 2017	AUD	(4)	3,329	0.01		
Total Australia				3,329	0.01		
Germany: 0.13% (31 Dec 2016: 0.18%)							
Goldman Sachs	Stoxx Europe 600 September 2017	EUR	(115)	40,604	0.13		
Total Germany				40,604	0.13		
Hong Kong: 0.00% (31 Dec 2016: 0.02%)							
Goldman Sachs	Hang Seng Index September 2017	HKD	(1)	404	-		
Total Hong Kong				404	-		
Japan: 0.03% (31 Dec 2016: 0.01%)							
Goldman Sachs	OSE Topix September 2017	JPY	12	7,797	0.02		
Goldman Sachs	JPN 10 Year Bond OSE September 2017	JPY	(1)	2,675	0.01		
Total Japan				10,472	0.03		
United Kingdom: 0.22% (31 Dec 2016: 0.12%)							
Goldman Sachs	LIFFE Long Gilt September 2017	GBP	(33)	71,030	0.22		
Total United Kingdom				71,030	0.22		
Total Futures Contracts - Unrealised Gains				125,839	0.39		
Forward Currency Contracts: 0.13% (31 Dec 2016: 0.44%)							
Counterparty	Currency Buys	Currency Sells	Currency Rate	Maturity Date	Unrealised Gain £	% of Net Assets	
Northern Trust	GBP	506,193 JPY	71,200,000	0.0071	21/07/2017	16,342	0.05
Northern Trust	GBP	178,062 JPY	24,973,000	0.0071	21/07/2017	6,249	0.02
Northern Trust	GBP	304,532 USD	389,000	0.7829	21/07/2017	4,983	0.02

Hermes Investment Funds Public Limited Company
Unaudited Portfolio Statement
As at 30 June 2017 (continued)

Hermes Multi Asset Inflation Fund (continued)							
Nominal Holdings	Financial assets and liabilities at fair value through profit or loss					Fair Value £	% of Net Assets
Financial Derivative Instruments: 2.95% (31 Dec 2016: 1.86%) (continued)							
Forward Currency Contracts: 0.13% (31 Dec 2016: 0.44%) (continued)							
Counterparty	Currency Buys	Currency Sells		Currency Rate	Maturity Date	Unrealised Gain £	% of Net Assets
Northern Trust	GBP	337,856 CNH	2,938,000	0.1150	21/07/2017	4,617	0.02
Northern Trust	GBP	195,414 HKD	1,943,000	0.1006	21/07/2017	3,619	0.01
Barclays	GBP	94,407 HKD	941,000	0.1003	21/07/2017	1,521	0.01
Northern Trust	GBP	487,276 EUR	553,000	0.8812	21/07/2017	1,165	-
Northern Trust	GBP	264,996 AUD	446,000	0.5942	21/07/2017	1,141	-
Barclays	GBP	122,526 AUD	206,000	0.5948	21/07/2017	656	-
Barclays	GBP	439,041 CAD	739,000	0.5941	21/07/2017	366	-
Unrealised Gains on Forward Currency Contracts						40,659	0.13
Total Financial Derivative Instruments						946,460	2.95
Total financial assets at fair value through profit or loss						28,760,104	89.60
Financial liabilities at fair value through profit or loss							
Financial Derivative Instruments: (0.41%) (31 Dec 2016: (0.77%))							
Credit Default Swaps: Pay Fixed (Buy Protection) -						-	-
Unrealised Losses: 0.00% (31 Dec 2016: (0.05%))							
Total Return Swaps - Unrealised Losses: (0.04%) (31 Dec 2016: (0.40%))							
United States: (0.04%) (31 Dec 2016: (0.40%))							
(15,185,000)	Xret Rec MQCC210E Pay Fixed 03/05/2018 (Macquarie)*					(12,352)	(0.04)
(4,100,000)	Xret Rec MQCC210E Pay Fixed 03/05/2018 (Macquarie)*					-	-
(500,000)	Xret Rec MQCC210E Pay Fixed 03/05/2018 (Macquarie)*					(617)	-
Total United States						(12,969)	(0.04)
Total Total Return Swaps - Unrealised Losses						(12,969)	(0.04)

*The underlying index for the Total Return Swaps is the Macquarie Commodity Customized Product 210E Index.

Hermes Investment Funds Public Limited Company
Unaudited Portfolio Statement
As at 30 June 2017 (continued)

Hermes Multi Asset Inflation Fund (continued)

	Fair Value £	% of Net Assets
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Financial Derivative Instruments: (0.41%) (31 Dec 2016: (0.77%)) (continued)

Futures Contracts - Unrealised Losses: (0.28%) (31 Dec 2016: (0.32%))

Clearing Broker Description	Currency	No. of Contracts	Unrealised Loss £	% of Net Assets
Canada: 0.00% (31 Dec 2016: 0.00%)				
Goldman Sachs S&P/TSX 60 Index September 2017	CAD	(1)	(621)	-
Total Canada			(621)	-
Germany: (0.19%) (31 Dec 2016: 0.00%)				
Goldman Sachs Euro-Bund September 2017	EUR	11	(12,599)	(0.04)
Goldman Sachs Euro-BTP Eux September 2017	EUR	9	(10,179)	(0.03)
Goldman Sachs EURO STOXX 50 September 2017	EUR	72	(37,242)	(0.12)
Total Germany			(60,020)	(0.19)
Hong Kong: (0.01%) (31 Dec 2016: 0.00%)				
Goldman Sachs H-Shares Index September 2017	HKD	6	(2,755)	(0.01)
Total Hong Kong			(2,755)	(0.01)
United Kingdom: (0.07%) (31 Dec 2016: (0.30%))				
Goldman Sachs FTSE 100 Index September 2017	GBP	23	(22,550)	(0.07)
Total United Kingdom			(22,550)	(0.07)
United States: 0.01% (31 Dec 2016: (0.02%))				
Goldman Sachs S&P 500 E-mini September 2017	USD	3	(756)	-
Goldman Sachs US 10 Year Treasury Note September 2017	USD	14	(1,125)	(0.01)
Goldman Sachs 90 Day Eurodollar CME September 2018	USD	11	(542)	-
Total United States			(2,423)	(0.01)
Total Futures Contracts - Unrealised Losses			(88,369)	(0.28)

Hermes Investment Funds Public Limited Company
Unaudited Portfolio Statement
As at 30 June 2017 (continued)

Hermes Multi Asset Inflation Fund (continued)							Fair Value	% of
Financial assets and liabilities at fair value through profit or loss							£	Net Assets
Financial Derivative Instruments: (0.41%) (31 Dec 2016: (0.77%)) (continued)								
Forward Currency Contracts: (0.09%) (31 Dec 2016: 0.00%)								
Counterparty	Currency Buys	Currency Sells	Currency Rate	Maturity Date	Unrealised Loss	% of Net Assets	£	
Northern Trust	GBP	881,712 JPY	128,189,000	0.0069	21/07/2017	(219)		-
Barclays	CHF	234,000 GBP	189,653	0.8105	21/07/2017	(1,490)		-
Barclays	GBP	353,955 SEK	3,910,000	0.0905	21/07/2017	(2,465)		(0.01)
Northern Trust	USD	1,910,000 GBP	1,496,408	0.7835	21/07/2017	(25,616)		(0.08)
Unrealised Losses on Forward Currency Contracts							(29,790)	(0.09)
Total Financial Derivative Instruments							(131,128)	(0.41)
Total financial liabilities at fair value through profit or loss							(131,128)	(0.41)
Net financial assets at fair value through profit or loss							28,628,976	89.19
(31 Dec 2016: 67.82%) (Cost: £28,205,266)								
Net Cash (31 Dec 2016: 32.09%)							3,435,282	10.70
Other Net Assets (31 Dec 2016: 0.09%)							34,311	0.11
Net Assets Attributable to Holders of Redeemable Participating Shares							32,098,569	100.00
Portfolio Classification								
								% of Total Assets
Transferable securities admitted to official stock exchange listing								25.53
Transferable securities traded on a regulated market								34.94
Certificate of Deposit								21.36
Commercial Paper								3.05
OTC financial derivative instruments								2.51
Financial derivative instruments dealt in on a regulated market								0.38
Cash								12.07
Other assets								0.16
Total								100.00

The counterparty for the forward currency contracts are: Barclays Bank (S&P: A-, Moody's: A1) and Northern Trust (S&P: AA-, Moody's: Aa2).

The clearing broker for the futures is Goldman Sachs (S&P: A+, Moody's: A3).

The counterparties for credit default swaps are: Citigroup (S&P: BBB+, Moody's: Baa1), Barclays (S&P: A-, Moody's: A1), BNP Paribas (S&P: A, Moody's: A1), and JP Morgan (S&P: A-, Moody's: A3).

The counterparty for the total return swaps is Macquarie Bank (S&P: A, Moody's: A2).

Hermes Investment Funds Public Limited Company
Unaudited Portfolio Statement
As at 30 June 2017 (continued)

Hermes Global Small Cap Equity Fund		Fair Value	% of
Nominal Holdings	Financial assets at fair value through profit or loss	\$	Net Assets
Equities: 91.95% (31 Dec 2016: 95.71%)			
Australia: 3.72% (31 Dec 2016: 2.80%)			
67,569	BT Investment Management	590,888	1.13
150,425	DuluxGroup	802,223	1.54
295,502	Evolution Mining	547,259	1.05
Total Australia		1,940,370	3.72
Austria: 1.31% (31 Dec 2016: 1.71%)			
10,463	Schoeller-Bleckmann	680,154	1.31
Total Austria		680,154	1.31
Canada: 3.10% (31 Dec 2016: 2.93%)			
53,165	CAE	908,684	1.74
14,915	Gildan Activewear	457,741	0.88
40,379	Raging River Exploration	251,105	0.48
Total Canada		1,617,530	3.10
Germany: 4.22% (31 Dec 2016: 3.59%)			
36,721	Junghenrich - Preferred	1,339,692	2.57
6,116	MTU Aero Engines	859,668	1.65
Total Germany		2,199,360	4.22
Hong Kong: 0.00% (31 Dec 2016: 0.38%)			
		-	-
Ireland: 3.15% (31 Dec 2016: 3.35%)			
59,567	Glanbia	1,173,885	2.25
4,389	Paddy Power Betfair	466,809	0.90
Total Ireland		1,640,694	3.15
Italy: 2.25% (31 Dec 2016: 1.81%)			
54,904	Cerved Information Solutions	610,186	1.17
23,428	MARR	565,095	1.08
Total Italy		1,175,281	2.25

Hermes Investment Funds Public Limited Company
Unaudited Portfolio Statement
As at 30 June 2017 (continued)

Hermes Global Small Cap Equity Fund (continued)		Fair Value	% of
Nominal Holdings	Financial assets at fair value through profit or loss	\$	Net Assets
Equities: 91.95% (31 Dec 2016: 95.71%) (continued)			
Japan: 12.44% (31 Dec 2016: 11.37%)			
21,900	Hitachi Capital	528,267	1.01
19,600	Horiba	1,195,090	2.29
33,700	Open House	1,040,950	2.00
48,800	Relo Group	952,780	1.83
17,800	SCSK	800,893	1.54
45,300	Tadano	545,549	1.05
16,100	TS Tech	470,000	0.90
29,000	Tsubakimoto Chain	250,609	0.48
16,300	Yaoko	699,205	1.34
Total Japan		6,483,343	12.44
Netherlands: 1.65% (31 Dec 2016: 1.41%)			
21,370	Aalberts Industries	857,874	1.65
Total Netherlands		857,874	1.65
South Africa: 1.05% (31 Dec 2016: 1.20%)			
392,811	Petra Diamonds	548,555	1.05
Total South Africa		548,555	1.05
Sweden: 0.00% (31 Dec 2016: 1.17%)			
		-	-
United Kingdom: 8.16% (31 Dec 2016: 7.54%)			
772,115	Amerisur Resources	207,934	0.40
152,251	Beazley	966,259	1.85
13,486	Cineworld Group	122,607	0.24
12,238	DCC	1,113,404	2.14
136,754	Paragon Group of Companies	762,658	1.46
130,331	SSP	809,383	1.55
139,326	Tullow Oil	273,045	0.52
Total United Kingdom		4,255,290	8.16
United States: 50.90% (31 Dec 2016: 56.45%)			
20,068	AMN Healthcare Services	779,642	1.50
8,799	AptarGroup	761,026	1.46
14,923	Bank of the Ozarks	703,023	1.35

Hermes Investment Funds Public Limited Company
Unaudited Portfolio Statement
As at 30 June 2017 (continued)

Hermes Global Small Cap Equity Fund (continued)		Fair Value	% of
Nominal	Financial assets at fair value through profit or loss	\$	Net Assets
Holdings			
Equities: 91.95% (31 Dec 2016: 95.71%) (continued)			
United States: 50.90% (31 Dec 2016: 56.45%) (continued)			
3,586	Bio-Rad Laboratories	803,838	1.54
17,847	Brown & Brown	777,594	1.49
17,420	Brunswick	1,091,015	2.09
6,589	CACI International	820,660	1.57
11,809	Clean Harbors	644,063	1.24
11,224	Cognex	964,254	1.85
17,832	Diplomat Pharmacy	269,263	0.52
7,574	Eagle Materials	687,113	1.32
13,604	East West Bancorp	795,290	1.53
18,883	FLIR Systems	655,995	1.26
13,513	Haemonetics	529,980	1.02
6,852	Jack Henry & Associates	710,552	1.36
15,573	John Wiley & Sons	824,590	1.58
14,720	Kirby	984,032	1.89
15,609	LKQ	509,634	0.98
13,116	Manhattan Associates	626,945	1.20
26,533	MDU Resources	699,145	1.34
5,818	MSC Industrial Direct	493,948	0.95
26,711	National Instruments	1,065,235	2.04
8,700	Newell Brands	461,274	0.88
10,191	Reinsurance of America	1,313,824	2.52
22,113	RPM International	1,199,630	2.30
14,806	Silicon Laboratories	1,010,510	1.94
4,596	Snap-on	719,320	1.38
14,215	STERIS	1,160,370	2.22
8,111	WD-40	890,993	1.71
14,391	West Pharmaceutical Services	1,358,798	2.61
8,683	WEX	910,152	1.74
17,043	Wintrust Financial	1,312,822	2.52
Total United States		26,534,530	50.90
Total Equities		47,932,981	91.95
Reits: 3.82% (31 Dec 2016: 2.80%)			
France: 0.73% (31 Dec 2016: 0.80%)			
19,506	Mercialys Reits	382,513	0.73
Total France		382,513	0.73

Hermes Investment Funds Public Limited Company
Unaudited Portfolio Statement
As at 30 June 2017 (continued)

Hermes Global Small Cap Equity Fund (continued)							Fair Value	% of
Nominal Holdings	Financial assets and liabilities at fair value through profit or loss						\$	Net Assets
Reits: 3.82% (31 Dec 2016: 2.80%) (continued)								
Ireland: 1.09% (31 Dec 2016: 0.95%)								
351,199	Green Reit						570,748	1.09
Total Ireland							570,748	1.09
United States: 2.00% (31 Dec 2016: 1.05%)								
24,787	Retail Opportunity Investments Reits						483,099	0.93
18,288	Weingarten Realty Investors Reits						557,235	1.07
Total United States							1,040,334	2.00
Total Reits							1,993,595	3.82
Financial Derivative Instruments: 0.00% (31 Dec 2016: 0.00%)								
Forward Currency Contracts: 0.00% (31 Dec 2016: 0.00%)								
Counterparty	Currency Buys	Currency Sells		Currency Rate	Maturity Date	Unrealised Gain \$	% of Net Assets	
State Street	GBP	1,114 USD	1,421	1.2754	31/07/2017	27	-	
State Street	GBP	1,113 USD	1,420	1.2754	31/07/2017	26	-	
Unrealised Gains on Forward Currency Contracts						53	-	
Total Financial Derivative Instruments						53	-	
Total financial assets at fair value through profit or loss						49,926,629	95.77	
Financial liabilities at fair value through profit or loss								
Financial Derivative Instruments: 0.00% (31 Dec 2016: 0.00%)								
Forward Currency Contracts: 0.00% (31 Dec 2016: 0.00%)								
Counterparty	Currency Buys	Currency Sells		Currency Rate	Maturity Date	Unrealised Loss \$	% of Net Assets	
State Street	USD	26 GBP	20	1.2754	31/07/2017	(1)	-	
State Street	USD	26 GBP	20	1.2756	31/07/2017	-	-	
Unrealised Losses on Forward Currency Contracts						(1)	-	

Hermes Investment Funds Public Limited Company
Unaudited Portfolio Statement
As at 30 June 2017 (continued)

Hermes Global Small Cap Equity Fund (continued)		
	Fair Value	% of
Financial assets and liabilities at fair value through profit or loss	\$	Net Assets
Total Financial Derivative Instruments	(1)	-
Total financial liabilities at fair value through profit or loss	(1)	-
Net financial assets at fair value through profit or loss (31 Dec 2016: 98.51%) (Cost: \$43,198,307)	49,926,628	95.77
Net Cash (31 Dec 2016: 1.47%)	2,114,622	4.06
Other Net Assets (31 Dec 2016: 0.02%)	87,625	0.17
Net Assets Attributable to Holders of Redeemable Participating Shares	52,128,875	100.00
Portfolio Classification		% of Total Assets
Transferable securities admitted to official stock exchange listing		95.69
Cash		4.05
Other Assets		0.26
Total		100.00

The counterparty for the forward currency contracts is State Street Bank and Trust Company (S&P: A+, Moody's: Aa1).

Hermes Investment Funds Public Limited Company
Unaudited Portfolio Statement
As at 30 June 2017 (continued)

Hermes US All Cap Equity Fund			
Nominal Holdings	Financial assets at fair value through profit or loss	Fair Value \$	% of Net Assets
	Equities: 95.42% (31 Dec 2016: 98.26%)		
	Canada: 1.97% (31 Dec 2016: 1.85%)		
	Consumer, Cyclical: 1.97% (31 Dec 2016: 1.85%)		
2,314	Alimentation Couche-Tard	111,893	0.62
7,910	Gildan Activewear	242,758	1.35
	Total Consumer, Cyclical	354,651	1.97
	Total Canada	354,651	1.97
	United States: 93.45% (31 Dec 2016: 96.41%)		
	Basic Materials: 2.45% (31 Dec 2016: 2.73%)		
10,290	Freeport-McMoRan	124,303	0.69
5,820	RPM International	315,735	1.76
	Total Basic Materials	440,038	2.45
	Communications: 14.47% (31 Dec 2016: 15.29%)		
626	Alphabet Class A	587,075	3.27
300	Amazon.com	292,779	1.63
7,652	AT&T	287,868	1.60
14,932	Comcast	580,407	3.23
2,030	Facebook	306,611	1.71
3,140	John Wiley & Sons	166,263	0.93
3,560	Walt Disney	376,328	2.10
	Total Communications	2,597,331	14.47
	Consumer, Cyclical: 7.57% (31 Dec 2016: 7.45%)		
1,370	Costco Wholesale	217,392	1.21
7,600	Delta Air Lines	409,412	2.28
3,283	Newell Brands	174,065	0.97
1,700	NIKE	90,389	0.50
2,380	WABCO	302,379	1.68
930	WW Grainger	166,433	0.93
	Total Consumer, Cyclical	1,360,070	7.57
	Consumer, Non-cyclical: 17.07% (31 Dec 2016: 16.97%)		
6,130	Baxter International	368,781	2.05
1,457	Cooper Cos	345,484	1.93
4,882	Danaher	410,234	2.29
2,310	Equifax	316,816	1.76

Hermes Investment Funds Public Limited Company
Unaudited Portfolio Statement
As at 30 June 2017 (continued)

Hermes US All Cap Equity Fund (continued)		Fair Value	% of
Nominal	Financial assets at fair value through profit or loss	\$	Net Assets
Holdings			
Equities: 95.42% (31 Dec 2016: 98.26%) (continued)			
United States: 93.45% (31 Dec 2016: 96.41%) (continued)			
Consumer, Non-cyclical: 17.07% (31 Dec 2016: 16.97%) (continued)			
3,736	Johnson & Johnson	495,543	2.76
5,863	Procter & Gamble	510,022	2.84
3,210	STERIS	262,032	1.46
1,860	Verisk Analytics	155,050	0.86
2,120	West Pharmaceutical Services	200,170	1.12
Total Consumer, Non-cyclical		3,064,132	17.07
Energy: 5.12% (31 Dec 2016: 6.51%)			
1,680	Concho Resources	202,675	1.13
2,321	EOG Resources	208,890	1.16
7,261	Halliburton	308,012	1.72
1,258	Pioneer Natural Resources	199,355	1.11
Total Energy		918,932	5.12
Financial: 23.70% (31 Dec 2016: 23.49%)			
4,950	American Express	413,968	2.31
3,183	American International	202,121	1.12
19,298	Bank of America	469,327	2.61
12,480	Charles Schwab	536,765	2.99
7,850	Citigroup	525,793	2.93
400	Markel	387,788	2.16
4,430	Mastercard	538,289	3.00
3,400	Northern Trust Corporation	329,800	1.84
2,327	PNC Financial Services Group	291,457	1.62
1,718	Signature Bank	247,512	1.38
4,051	Wintrust Financial	312,049	1.74
Total Financial		4,254,869	23.70
Industrial: 11.78% (31 Dec 2016: 13.39%)			
6,430	Fortive	404,190	2.25
3,890	Genesee & Wyoming	263,859	1.47
4,100	Kirby	274,085	1.53
1,060	Lockheed Martin	293,334	1.63
1,482	Martin Marietta Materials	328,085	1.83
2,231	Stericycle	172,278	0.96
4,190	Wabtec	378,315	2.11
Total Industrial		2,114,146	11.78

Hermes Investment Funds Public Limited Company
Unaudited Portfolio Statement
As at 30 June 2017 (continued)

Hermes US All Cap Equity Fund (continued)		Fair Value	% of
Nominal	Financial assets at fair value through profit or loss	\$	Net Assets
Holdings			
Equities: 95.42% (31 Dec 2016: 98.26%) (continued)			
United States: 93.45% (31 Dec 2016: 96.41%) (continued)			
Technology: 9.32% (31 Dec 2016: 8.61%)			
7,200	Analog Devices	559,728	3.12
1,740	ANSYS	209,548	1.17
2,192	Apple	314,947	1.75
2,056	Jack Henry & Associates	213,207	1.19
4,100	Manhattan Associates	195,980	1.09
2,631	Microsoft	180,197	1.00
Total Technology		1,673,607	9.32
Utilities: 1.97% (31 Dec 2016: 1.97%)			
2,132	American Water Works	166,509	0.93
2,838	PG&E	187,592	1.04
Total Utilities		354,101	1.97
Total United States		16,777,226	93.45
Total Equities		17,131,877	95.42
Reits: 1.44% (31 Dec 2016: 1.25%)			
United States: 1.44% (31 Dec 2016: 1.25%)			
1,950	American Tower Reits	258,999	1.44
Total United States		258,999	1.44
Total Reits		258,999	1.44

Hermes Investment Funds Public Limited Company
Unaudited Portfolio Statement
As at 30 June 2017 (continued)

Hermes US All Cap Equity Fund (continued)							Fair Value	% of
Financial assets and liabilities at fair value through profit or loss							\$	Net Assets
Financial Derivative Instruments: 0.00% (31 Dec 2016: 0.00%)								
Forward Currency Contracts: 0.00% (31 Dec 2016: 0.00%)								
Counterparty	Currency Buys	Currency Sells		Currency Rate	Maturity Date	Unrealised Gains		% of Net Assets
						\$		
State Street	GBP	1,185 USD	1,512	1.2754	31/07/2017	28		-
State Street	GBP	1,185 USD	1,512	1.2754	31/07/2017	28		-
State Street	EUR	997 USD	1,116	1.1187	31/07/2017	24		-
Unrealised Gains on Forward Currency Contracts						80		-
Total Financial Derivative Instruments						80		-
Total financial assets at fair value through profit or loss						17,390,956		96.86
Financial liabilities at fair value through profit or loss								
Financial Derivative Instruments: 0.00% (31 Dec 2016: 0.00%)								
Forward Currency Contracts: 0.00% (31 Dec 2016: 0.00%)								
Counterparty	Currency Buys	Currency Sells		Currency Rate	Maturity Date	Unrealised Losses		% of Net Assets
						\$		
State Street	USD	27 GBP	21	1.2752	31/07/2017	-		-
State Street	USD	4 EUR	4	1.1190	31/07/2017	-		-
State Street	USD	27 GBP	21	1.2752	31/07/2017	(1)		-
Unrealised Losses on Forward Currency Contracts						(1)		-
Total Financial Derivative Instruments						(1)		-
Total financial liabilities at fair value through profit or loss						(1)		-
Net financial assets at fair value through profit or loss						17,390,955		96.86
(31 Dec 2016: 99.51%) (Cost: \$14,478,818)								
Net Cash (31 Dec 2016: 0.54%)						571,604		3.19
Other Net Liabilities (31 Dec 2016: (0.05%))						(8,664)		(0.05)
Net Assets Attributable to Holders of Redeemable Participating Shares						17,953,895		100.00

Hermes Investment Funds Public Limited Company
Unaudited Portfolio Statement
As at 30 June 2017 (continued)

Hermes US All Cap Equity Fund (continued)

	Fair Value \$	% of Net Assets
Portfolio Classification		
Transferable securities admitted to an official stock exchange listing		96.67
Cash		3.18
Other assets		0.15
Total		100.00

The counterparty for the forward currency contracts is State Street Bank and Trust Company (S&P: A+, Moody's: Aa1).

Hermes Investment Funds Public Limited Company
Unaudited Portfolio Statement
As at 30 June 2017 (continued)

Hermes Absolute Return Credit Fund		Fair Value	% of
Nominal Holdings	Financial assets at fair value through profit or loss	\$	Net Assets
Corporate Bonds: 73.73% (31 Dec 2016: 81.13%)			
Australia: 1.73% (31 Dec 2016: 1.19%)			
1,688,000	FMG Resources August 2006 9.750% 01/03/2022	1,930,649	1.73
Total Australia		1,930,649	1.73
Belgium: 0.00% (31 Dec 2016: 0.19%)			
Brazil: 3.03% (31 Dec 2016: 2.47%)			
300,000	GTL Trade Finance 5.893% 29/04/2024	303,900	0.27
700,000	Marfrig Europe 8.375% 09/05/2018	726,250	0.65
313,000	Petrobras Global Finance 4.875% 17/03/2020	320,074	0.29
178,000	Petrobras Global Finance 5.750% 20/01/2020	185,156	0.16
617,000	Petrobras Global Finance 7.375% 17/01/2027	654,329	0.58
243,000	Vale Overseas 5.625% 15/09/2019	256,973	0.23
875,000	Vale Overseas 6.250% 10/08/2026	946,094	0.85
Total Brazil		3,392,776	3.03
Canada: 0.24% (31 Dec 2016: 1.23%)			
258,000	Enbridge 6.000% 15/01/2077	271,545	0.24
Total Canada		271,545	0.24
Chile: 0.19% (31 Dec 2016: 0.61%)			
200,000	VTR Finance 6.875% 15/01/2024	212,500	0.19
Total Chile		212,500	0.19
Finland: 0.00% (31 Dec 2016: 3.06%)			
France: 0.63% (31 Dec 2016: 1.26%)			
700,000	Banque Federative du Credit Mutuel 2.500% 29/10/2018	705,677	0.63
Total France		705,677	0.63
Germany: 3.68% (31 Dec 2016: 1.88%)			
936,000	Deutsche Bank 2.850% 10/05/2019	946,402	0.85
400,000	Dresdner Funding Trust I 8.151% 30/06/2031	504,178	0.45
58,000	FMC Finance VIII 6.500% 15/09/2018	71,259	0.06
2,250,000	Fresenius Medical Care US Finance II 5.625% 31/07/2019	2,387,812	2.14
200,000	Volkswagen International Finance 1.600% 20/11/2017	199,916	0.18
Total Germany		4,109,567	3.68

Hermes Investment Funds Public Limited Company
Unaudited Portfolio Statement
As at 30 June 2017 (continued)

Hermes Absolute Return Credit Fund (continued)		Fair Value	% of
Nominal	Financial assets at fair value through profit or loss	\$	Net Assets
Holdings			
Corporate Bonds: 73.73% (31 Dec 2016: 81.13%) (continued)			
Hong Kong: 0.18% (31 Dec 2016: 0.29%)			
200,000	FTL Capital 4.125% 25/04/2023	202,798	0.18
Total Hong Kong		202,798	0.18
Ireland: 1.38% (31 Dec 2016: 0.30%)			
1,500,000	Smurfit Kappa Acquisitions 4.875% 15/09/2018	1,537,499	1.38
Total Ireland		1,537,499	1.38
Israel: 1.31% (31 Dec 2016: 0.00%)			
1,225,000	Teva Pharmaceutical Finance IV 2.875% 15/04/2019	1,463,709	1.31
Total Israel		1,463,709	1.31
Italy: 4.58% (31 Dec 2016: 4.87%)			
1,125,000	FCA Bank SpA/Ireland 2.625% 17/04/2019	1,337,810	1.20
920,000	Intesa Sanpaolo 3.875% 16/01/2018	928,630	0.83
300,000	Intesa Sanpaolo 3.875% 15/01/2019	307,515	0.28
1,200,000	Telecom Italia 7.375% 15/12/2017	1,603,336	1.43
109,000	Telecom Italia Capital 6.999% 04/06/2018	114,041	0.10
150,000	Telecom Italia SpA/Milano 6.375% 24/06/2019	212,928	0.19
200,000	Wind Acquisition Finance 4.750% 15/07/2020	202,600	0.18
400,000	Wind Acquisition Finance 7.375% 23/04/2021	416,250	0.37
Total Italy		5,123,110	4.58
Japan: 3.11% (31 Dec 2016: 0.00%)			
2,000,000	Aozora Bank 2.750% 09/03/2020	2,013,620	1.80
1,400,000	SoftBank 4.500% 15/04/2020	1,458,926	1.31
Total Japan		3,472,546	3.11
Luxembourg: 2.61% (31 Dec 2016: 1.64%)			
455,000	Altice Financing 6.500% 15/01/2022	476,613	0.43
1,000,000	Arcelormittal 3.000% 25/03/2019	1,195,483	1.07
1,241,000	SES GLOBAL Americas Holdings 2.500% 25/03/2019	1,239,861	1.11
Total Luxembourg		2,911,957	2.61

Hermes Investment Funds Public Limited Company
Unaudited Portfolio Statement
As at 30 June 2017 (continued)

Hermes Absolute Return Credit Fund (continued)		Fair Value	% of
Nominal	Financial assets at fair value through profit or loss	\$	Net Assets
Holdings			
Corporate Bonds: 73.73% (31 Dec 2016: 81.13%) (continued)			
Mexico: 3.74% (31 Dec 2016: 2.90%)			
900,000	America Movil 0.000% 28/05/2020	1,009,814	0.90
560,000	America Movil 2.125% 10/03/2028	651,322	0.58
200,000	America Movil 3.125% 16/07/2022	204,315	0.18
1,100,000	Cemex Finance 9.375% 12/10/2022	1,171,500	1.05
500,000	Petroleos Mexicanos 3.750% 15/03/2019	601,212	0.54
500,000	Petroleos Mexicanos 8.000% 03/05/2019	548,125	0.49
Total Mexico		4,186,288	3.74
Netherlands: 1.43% (31 Dec 2016: 3.25%)			
200,000	AerCap Ireland Capital 4.625% 01/07/2022	214,585	0.19
200,000	GTH Finance 6.250% 26/04/2020	211,991	0.19
608,000	VimpelCom Holdings 3.95% 16/06/2021	609,216	0.55
200,000	VimpelCom Holdings 5.200% 13/02/2019	206,626	0.18
300,000	Ziggo Secured Finance 4.250% 15/01/2027	363,239	0.32
Total Netherlands		1,605,657	1.43
People's Republic of China: 0.00% (31 Dec 2016: 2.47%)		-	-
Russian Federation: 4.38% (31 Dec 2016: 3.28%)			
900,000	Gaz Capital 4.625% 15/10/2018	1,077,594	0.96
140,000	Gazprom via Gaz Capital 4.250% 06/04/2024	187,946	0.17
200,000	MMC Finance 4.375% 30/04/2018	203,572	0.18
852,000	MMC Finance 3.849% 08/04/2022	850,571	0.76
200,000	Rosneft International Finance 4.199% 06/03/2022	200,116	0.18
650,000	Sberbank of Russia Via SB Capital 3.352% 15/11/2019	783,489	0.70
1,350,000	Severstal Via Steel Capital 4.450% 19/03/2018	1,370,353	1.23
200,000	Severstal Via Steel Capital 5.900% 17/10/2022	217,919	0.20
Total Russian Federation		4,891,560	4.38
Spain: 1.79% (31 Dec 2016: 1.89%)			
1,500,000	Telefonica Emisiones SAU 5.375% 02/02/2018	1,998,003	1.79
Total Spain		1,998,003	1.79

Hermes Investment Funds Public Limited Company
Unaudited Portfolio Statement
As at 30 June 2017 (continued)

Hermes Absolute Return Credit Fund (continued)		Fair Value	% of
Nominal Holdings	Financial assets at fair value through profit or loss	\$	Net Assets
Corporate Bonds: 73.73% (31 Dec 2016: 81.13%) (continued)			
Switzerland: 1.77% (31 Dec 2016: 0.22%)			
1,300,000	Glencore Finance Europe 6.500% 27/02/2019	1,829,200	1.63
151,000	Glencore Funding 3.125% 29/04/2019	153,117	0.14
Total Switzerland		1,982,317	1.77
Turkey: 0.18% (31 Dec 2016: 0.29%)			
200,000	Turk Telekomunikasyon 3.750% 19/06/2019	202,330	0.18
Total Turkey		202,330	0.18
United Arab Emirates: 0.36% (31 Dec 2016: 0.58%)			
200,000	Emirates Telecommunications 2.375% 18/06/2019	200,926	0.18
200,000	Emirates Telecommunications 3.500% 18/06/2024	203,797	0.18
Total United Arab Emirates		404,723	0.36
United Kingdom: 9.90% (31 Dec 2016: 11.69%)			
200,000	Anglo American Capital 1.500% 01/04/2020	232,805	0.21
300,000	Anglo American Capital 6.875% 01/05/2018	410,305	0.37
250,000	Anglo American Capital 9.375% 08/04/2019	280,938	0.25
457,000	Barclays 1.875% 08/12/2023	540,813	0.49
2,000,000	CNH Industrial Finance Europe 6.250% 09/03/2018	2,376,735	2.13
1,060,000	Jaguar Land Rover Automotive 4.125% 15/12/2018	1,083,850	0.97
200,000	Phoenix Group Holdings 4.125% 20/07/2022	269,503	0.24
2,440,000	Prudential 7.750% 31/12/2049	2,536,551	2.27
600,000	Royal Bank of Scotland 6.934% 09/04/2018	719,316	0.64
444,000	Skipton Building Society 1.750% 30/06/2022	571,487	0.51
939,000	Tesco 5.500% 13/12/2019	1,331,833	1.19
700,000	Tesco 5.500% 15/11/2017	708,483	0.63
Total United Kingdom		11,062,619	9.90
United States: 27.51% (31 Dec 2016: 35.57%)			
525,000	Air Lease 4.250% 15/09/2024	551,463	0.49
500,000	Allergan Funding 4.550% 15/03/2035	535,278	0.48
150,000	Ally Financial 3.250% 13/02/2018	151,313	0.14
500,000	Ally Financial 3.750% 18/11/2019	512,500	0.46
250,000	Ally Financial 4.125% 30/03/2020	257,500	0.23

Hermes Investment Funds Public Limited Company
Unaudited Portfolio Statement
As at 30 June 2017 (continued)

Hermes Absolute Return Credit Fund (continued)		Fair Value	% of
Nominal	Financial assets at fair value through profit or loss	\$	Net Assets
Holdings			
Corporate Bonds: 73.73% (31 Dec 2016: 81.13%) (continued)			
United States: 27.51% (31 Dec 2016: 35.57%) (continued)			
300,000	Ally Financial 4.625% 30/03/2025	308,379	0.28
50,000	Ally Financial 7.500% 15/09/2020	56,750	0.05
200,000	American Tower 3.450% 15/09/2021	206,449	0.18
225,000	Arconic 5.720% 23/02/2019	235,259	0.21
50,000	CenturyLink 5.800% 15/03/2022	52,188	0.05
1,050,000	Charter Communications Operating 4.908% 23/07/2025	1,136,182	1.02
86,000	CIT 5.000% 01/08/2023	92,880	0.08
632,000	CIT Group 5.375% 15/05/2020	681,770	0.61
1,000,000	Clearwire Communications 8.250% 01/12/2040	1,029,999	0.92
1,525,000	EMC 1.875% 01/06/2018	1,516,781	1.36
730,000	Ford Motor Credit LLC 5.000% 15/05/2018	748,831	0.67
116,000	GE Capital UK Funding 4.125% 28/09/2017	151,914	0.14
850,000	General Motors Financial 3.150% 15/01/2020	865,082	0.77
1,550,000	General Motors Financial 3.200% 13/07/2020	1,580,420	1.41
750,000	Goldman Sachs Group 5.125% 23/10/2019	953,669	0.85
100,000	HCA 4.750% 01/05/2023	106,000	0.09
300,000	HCA 5.000% 15/03/2024	318,375	0.28
1,700,000	HCA 6.500% 15/02/2020	1,859,374	1.66
210,000	Hewlett Packard Enterprise 2.450% 05/10/2017	210,538	0.19
650,000	International Lease Finance 6.250% 15/05/2019	697,488	0.62
105,000	Kinder Morgan Energy Partners 4.700% 01/11/2042	99,487	0.09
351,000	Kinder Morgan Energy Partners 5.625% 01/09/2041	363,317	0.32
480,000	Kinder Morgan Finance 6.000% 15/01/2018	490,031	0.44
150,000	L Brands 8.500% 15/06/2019	167,438	0.15
500,000	Marathon Oil 2.700% 01/06/2020	495,931	0.44
500,000	Marathon Oil 5.900% 15/03/2018	512,895	0.46
500,000	Marathon Oil 6.00% 01/10/2017	504,779	0.45
50,000	MPLX 4.500% 15/07/2023	53,146	0.05
805,000	MPLX 4.875% 01/06/2025	854,987	0.77
50,000	MPLX 4.875% 01/12/2024	53,389	0.05
750,000	Mylan 2.600% 24/06/2018	755,567	0.68
745,000	Plains All American Pipeline 2.600% 15/12/2019	747,471	0.67
1,000,000	Plains All American Pipeline 6.500% 01/05/2018	1,035,863	0.93
315,000	Quintiles IMS 3.250% 15/03/2025	366,263	0.33
600,000	Range Resources 4.875% 15/05/2025	573,000	0.51
200,000	Range Resources 5.000% 15/08/2022	197,500	0.18
1,300,000	Royal Caribbean Cruises 7.250% 15/03/2018	1,350,700	1.21
1,500,000	Santander Holdings USA 2.700% 24/05/2019	1,511,736	1.35
300,000	Sprint Communications 9.000% 15/11/2018	325,968	0.29
275,000	Sprint Spectrum 3.360% 20/09/2021	278,094	0.25
83,000	Tenet Healthcare 4.750% 01/06/2020	86,320	0.08
400,000	Toll Brothers Finance 4.000% 31/12/2018	411,000	0.37
245,000	Toll Brothers Finance 6.750% 01/11/2019	270,113	0.24
1,000,000	Toll Brothers Finance 8.910% 15/10/2017	1,020,000	0.91

Hermes Investment Funds Public Limited Company
Unaudited Portfolio Statement
As at 30 June 2017 (continued)

Hermes Absolute Return Credit Fund (continued)		Fair Value	% of
Nominal Holdings	Financial assets at fair value through profit or loss	\$	Net Assets
Corporate Bonds: 73.73% (31 Dec 2016: 81.13%) (continued)			
United States: 27.51% (31 Dec 2016: 35.57%) (continued)			
151,000	Vulcan Materials 4.500% 01/04/2025	161,509	0.14
3,250,000	Zoetis 1.875% 01/02/2018	3,252,433	2.91
Total United States		30,755,319	27.51
Total Corporate Bonds		82,423,149	73.73
Government Bonds: 15.60% (31 Dec 2016: 0.00%)			
United States: 15.60% (31 Dec 2016: 0.00%)			
17,500,000	United States Treasury Bill 0.0000% 26/10/2017	17,442,128	15.60
Total United States		17,442,128	15.60
Total Government Bonds		17,442,128	15.60
Floating Rate Notes: 7.34% (31 Dec 2016: 13.98%)			
Australia: 1.47% (31 Dec 2016: 1.20%)			
1,100,000	BHP Billiton Finance 22/10/2077	1,644,701	1.47
Total Australia		1,644,701	1.47
Austria: 0.00% (31 Dec 2016: 0.28%)		-	-
Belgium: 0.43% (31 Dec 2016: 0.64%)			
400,000	Solvay Finance 31/12/2049	483,674	0.43
Total Belgium		483,674	0.43
France: 1.39% (31 Dec 2016: 1.60%)			
364,000	BPCE 31/12/2049	351,260	0.32

Hermes Investment Funds Public Limited Company
Unaudited Portfolio Statement
As at 30 June 2017 (continued)

Hermes Absolute Return Credit Fund (continued)		Fair Value	% of
Nominal Holdings	Financial assets at fair value through profit or loss	\$	Net Assets
Floating Rate Notes: 7.34% (31 Dec 2016: 13.98%) (continued)			
France: 1.39% (31 Dec 2016: 1.60%) (continued)			
600,000	Credit Logement 31/12/2049	567,310	0.50
554,000	TOTAL 31/12/2049	640,590	0.57
Total France		1,559,160	1.39
Germany: 0.17% (31 Dec 2016: 2.93%)			
177,000	HT1 Funding 31/12/2049	193,644	0.17
Total Germany		193,644	0.17
Ireland: 0.00% (31 Dec 2016: 0.16%)			
		-	-
Luxembourg: 0.10% (31 Dec 2016: 0.00%)			
100,000	Arcelormittal 09/04/2018	115,389	0.10
Total Luxembourg		115,389	0.10
Netherlands: 0.00% (31 Dec 2016: 2.17%)			
		-	-
Russian Federation: 0.20% (31 Dec 2016: 0.00%)			
227,000	Credit Bank of Moscow Via CBOM Finance 31/12/2049	218,569	0.20
Total Russian Federation		218,569	0.20
United Kingdom: 1.50% (31 Dec 2016: 1.45%)			
270,000	Barclays Bank 31/12/2049	304,931	0.27
250,000	HSBC Bank PLC 31/12/2049	204,844	0.19
300,000	National Westminster Bank 29/11/2049	248,925	0.22
130,000	Royal Bank of Scotland Group 31/12/2049	160,875	0.15
130,000	Royal Bank of Scotland Group 31/12/2049	147,875	0.13
400,000	Virgin Media Secured Finance 15/01/2025	604,046	0.54
Total United Kingdom		1,671,496	1.50
United States: 2.08% (31 Dec 2016: 3.55%)			
162,000	CIT Group 31/12/2049	169,290	0.15
997,500	Reynolds Group 05/02/2023	1,000,773	0.90
1,000,000	Quintiles IMS Euro Term Loan 03/03/2024	1,153,779	1.03
Total United States		2,323,842	2.08
Total Floating Rate Notes		8,210,475	7.34

Hermes Investment Funds Public Limited Company
Unaudited Portfolio Statement
As at 30 June 2017 (continued)

Hermes Absolute Return Credit Fund (continued)		Fair Value	% of
Nominal	Financial assets at fair value through profit or loss	\$	Net Assets
	Financial Derivative Instruments: 1.48% (31 Dec 2016: 1.84%)		
	Credit Default Swaps: 0.46% (31 Dec 2016: 1.16%)		
	Credit Default Swaps: Pay Fixed (Buy Protection) -		
	Unrealised Gains: 0.00% (31 Dec 2016: 0.39%)		
	European Union: 0.00% (31 Dec 2016: 0.11%)	-	-
	United States: 0.00% (31 Dec 2016: 0.28%)	-	-
	Credit Default Swaps: Receive Fixed (Sell Protection) -		
	Unrealised Gains: 0.46% (31 Dec 2016: 0.77%)		
	European Union: 0.25% (31 Dec 2016: 0.51%)		
(250,000)	Airbus 1% 20/09/2017 (Goldman Sachs)	598	-
(700,000)	Airbus 1% 20/09/2017 (Goldman Sachs)	1,675	-
(400,000)	Arcelomittal 5% 20/12/2018 (Credit Suisse)	29,879	0.03
(500,000)	Arcelormittal 5% 20/06/2018 (BNP Paribas)	26,233	0.03
(600,000)	Arcelormittal 5% 20/12/2018 (Barclays Bank)	44,819	0.04
(400,000)	Bayerische Moto 1% 20/09/2017 (Barclays Bank)	963	-
(500,000)	Bayerische Moto 1% 20/09/2017 (Credit Suisse)	1,204	-
(200,000)	Bayerische Moto 1% 20/09/2017 (Credit Suisse)	481	-
(600,000)	BP 1% 20/09/2017 (Barclays Bank)	1,392	-
(500,000)	BP 1% 20/09/2017 (Citigroup)	1,160	-
(500,000)	Clariant 1% 20/09/2017 (Barclays Bank)	1,161	-
(500,000)	Clariant 1% 20/09/2017 (BNP Paribas)	1,161	-
(500,000)	Fiat 5% 20/12/2018 (Barclays Bank)	35,073	0.03
(1,000,000)	Fiat Chrysler Automobiles 5% 20/06/2018 (Barclays Bank)	50,585	0.05
(1,000,000)	Jaguar Land Rover Automotive 5% 20-12-2018 (Credit Suisse)	77,787	0.07
(1,000,000)	Telecom Italia 1% 20/09/2017 (Credit Suisse)	2,239	-
(500,000)	Volkswagen Akti 1% 20/09/2017 (Barclays Bank)	1,153	-
(200,000)	Volkswagen1% 20/09/2017 (Credit Suisse)	461	-
	Total European Union	278,024	0.25
	United States: 0.21% (31 Dec 2016: 0.26%)		
(1,000,000)	American Tower 20/06/2018 (Goldman Sachs)	3,890	-
(300,000)	Calpine Corporation 5% 20/06/2022 (JP Morgan)	10,966	0.01
(200,000)	Calpine Corporation 5% 20/06/2022 (Barclays)	7,310	0.01
(700,000)	Enbridge 1% 20/12/2018 (Goldman Sachs)	6,994	0.01
(250,000)	International Lease Finance 5% 20/12/2022 (Goldman Sachs)	50,012	0.04
(500,000)	International Lease Finance 5% 20/12/2024 (Goldman Sachs)	120,251	0.11
(232,000)	KB Home 5% 20/12/2018 (Goldman Sachs)	15,886	0.01

Hermes Investment Funds Public Limited Company
Unaudited Portfolio Statement
As at 30 June 2017 (continued)

Hermes Absolute Return Credit Fund (continued)							
Nominal Holdings	Financial assets at fair value through profit or loss				Fair Value \$	% of Net Assets	
Financial Derivative Instruments: 1.48% (31 Dec 2016: 1.84%) (continued)							
Credit Default Swaps: 0.46% (31 Dec 2016: 1.16%) (continued)							
Credit Default Swaps: Receive Fixed (Sell Protection) - Unrealised Gains: 0.46% (31 Dec 2016: 0.77%) (continued)							
United States: 0.21% (31 Dec 2016: 0.26%) (continued)							
(1,000,000)	Marathon Oil 1% 20/06/2018 (Goldman Sachs)				7,078	0.01	
(300,000)	Tenet 5% 20/06/2022 (Barclays)				5,431	-	
(139,000)	United States Steel 5% 20/12/2019 (BNP Paribas)				9,835	0.01	
Total United States					237,653	0.21	
Total Credit Default Swaps: Receive Fixed (Sell Protection) - Unrealised Gains					515,677	0.46	
Total Credit Default Swaps					515,677	0.46	
Forward Currency Contracts: 0.97% (31 Dec 2016: 0.64%)							
Counterparty	Currency Buys	Currency Sells	Currency Rate	Maturity Date	Unrealised Gain \$	% of Net Assets	
State Street	GBP	21,594,009 USD	27,540,373	1.2754	31/07/2017	530,793	0.47
State Street	GBP	12,559,330 USD	16,017,806	1.2754	31/07/2017	308,715	0.28
State Street	EUR	9,969,495 USD	11,187,518	1.1222	31/07/2017	197,466	0.18
HSBC	GBP	800,000 USD	1,015,211	1.2690	20/09/2017	26,306	0.02
Barclays	EUR	1,000,000 USD	1,122,452	1.1225	20/09/2017	22,502	0.02
State Street	GBP	500,000 USD	647,475	1.2949	31/07/2017	2,501	-
Northern Trust	USD	458,224 EUR	400,000	1.1456	20/09/2017	242	-
State Street	EUR	994 USD	1,115	1.1222	31/07/2017	20	-
State Street	EUR	985 USD	1,105	1.1222	31/07/2017	20	-
State Street	EUR	975 USD	1,094	1.1222	31/07/2017	19	-
State Street	CHF	976 USD	1,010	1.0346	31/07/2017	11	-
State Street	CHF	976 USD	1,010	1.0346	31/07/2017	11	-
State Street	CHF	957 USD	990	1.0346	31/07/2017	11	-
State Street	CHF	956 USD	990	1.0346	31/07/2017	11	-
State Street	CHF	6 USD	7	1.0345	31/07/2017	-	-
State Street	CHF	6 USD	7	1.0345	31/07/2017	-	-
State Street	CHF	6 USD	6	1.0352	31/07/2017	-	-
State Street	CHF	6 USD	6	1.0351	31/07/2017	-	-
Unrealised Gains on Forward Currency Contracts					1,088,628	0.97	
Total Forward Currency Contracts					1,088,628	0.97	

Hermes Investment Funds Public Limited Company
Unaudited Portfolio Statement
As at 30 June 2017 (continued)

Hermes Absolute Return Credit Fund (continued)					
Nominal Holdings	Financial assets and liabilities at fair value through profit or loss		Fair Value \$		% of Net Assets
Financial Derivative Instruments: 1.48% (31 Dec 2016: 1.84%) (continued)					
Futures Contracts - Unrealised Gains: 0.05% (31 Dec 2016: 0.04%)					
Clearing Broker	Description	Currency	No. of Contracts	Unrealised Gain \$	% of Net Assets
Germany: 0.02% (31 Dec 2016: 0.00%)					
Goldman Sachs	Eurex Euro-Bobl Eux September 2017	EUR	(4)	6,722	0.01
Goldman Sachs	Eurex Euro-Bund Eux September 2017	EUR	(4)	14,252	0.01
Total Germany				20,974	0.02
United States: 0.03% (31 Dec 2016: 0.04%)					
Goldman Sachs	10 Year Treasury Notes September 2017	USD	(38)	27,094	0.03
Total United States				27,094	0.03
Total Futures Contracts - Unrealised Gains				48,068	0.05
Total Financial Derivative Instruments				1,652,373	1.48
Total financial assets at fair value through profit or loss				109,728,125	98.15
Financial liabilities at fair value through profit or loss					
Financial Derivative Instruments: (1.97%) (31 Dec 2016: (1.54%))					
Credit Default Swaps: (1.48%) (31 Dec 2016: (1.47%))					
Credit Default Swaps: Pay Fixed (Buy Protection) - Unrealised Losses: (1.39%) (31 Dec 2016: (1.32%))					
European Union: (1.06%) (31 Dec 2016: (0.94%))					
100,000	Arcelomittal 5% 20/06/2022 (Credit Suisse)			(14,671)	(0.01)
1,200,000	Arcelormittal 5% 20/06/2022 (BNP Paribas)			(176,058)	(0.16)
2,850,000	Banco Santander 1% 20/06/2022 (Goldman Sachs)			(76,600)	(0.07)
3,500,000	CDX Itraxx 1% 20/06/2022 (Goldman Sachs)			(86,213)	(0.08)
3,000,000	CDX iTraxx Europe Crossover Series 5% 20/06/2022 (JP Morgan)			(392,878)	(0.35)
667,000	Galp Energia 5% 20/12/2021 (Barclays Bank)			(127,303)	(0.11)
800,000	Galp Energia 5% 20/12/2021 (Goldman Sachs)			(152,687)	(0.14)
1,750,000	Lanxess Aktiengesellschaft 1% 20/12/2021 (Citigroup)			(41,838)	(0.04)
1,750,000	Safeway 1% 20/12/2021 (Goldman Sachs)			(52,175)	(0.05)
350,000	STMicroelectronics 1% 20/06/2022 (Credit Suisse)			(4,590)	-

Hermes Investment Funds Public Limited Company
Unaudited Portfolio Statement
As at 30 June 2017 (continued)

Hermes Absolute Return Credit Fund (continued)		Fair Value	% of
Nominal	Financial liabilities at fair value through profit or loss	\$	Net Assets
Holdings			
Financial Derivative Instruments: (1.97%) (31 Dec 2016: (1.54%)) (continued)			
Credit Default Swaps: (1.48%) (31 Dec 2016: (1.47%)) (continued)			
Credit Default Swaps: Pay Fixed (Buy Protection) - Unrealised Losses: (1.39%) (31 Dec 2016: (1.32%)) (continued)			
European Union: (1.06%) (31 Dec 2016: (0.94%)) (continued)			
1,000,000	STMicroelectronics 1% 20/06/2022 (Goldman Sachs)	(13,114)	(0.01)
1,800,000	STMicroelectronics 1% 20/12/2021 (Goldman Sachs)	(29,002)	(0.02)
222,000	Total 1% 20/09/2020 (Barclays Bank)	(6,394)	(0.01)
148,000	Total 1% 20/09/2020 (BNP Paribas)	(4,263)	-
222,000	Total 1% 20/09/2020 (BNP Paribas)	(6,394)	(0.01)
111,000	Total 1% 20/09/2020 (Goldman Sachs)	(3,197)	-
Total European Union		(1,187,377)	(1.06)
United States: (0.33%) (31 Dec 2016: (0.38%))			
1,611,000	Cox 1% 20/06/2022 (Goldman Sachs)	(14,454)	(0.01)
500,000	Cox Communications 1% 20/06/2022 (JP Morgan)	(4,486)	-
400,000	Cox Communications 1% 20/06/2022 (BNP Paribas)	(3,589)	-
200,000	Cox Communications 1% 20/06/2022 (Citigroup)	(1,794)	-
2,000,000	Domtar 1% 20/12/2021 (Goldman Sachs)	(20,410)	(0.02)
2,100,000	HP 1% 20/D12/2021 (Goldman Sachs)	(39,874)	(0.04)
2,600,000	International Paper 1% 20/12/2021 (Barclays Bank)	(72,662)	(0.07)
500,000	KB Home 5% 20/12/2021 (Barclays Bank)	(71,641)	(0.07)
100,000	KB Home 5% 20/12/2021 (BNP Paribas)	(14,328)	(0.01)
800,000	Pactiv 5% 20/12/2021 (Morgan Stanley)	(100,786)	(0.09)
1,000,000	Sprint Communications 5% 20/12/2017 (Credit Suisse)	(22,680)	(0.02)
Total United States		(366,704)	(0.33)
Total Credit Default Swaps: Pay Fixed (Buy Protection) - Unrealised Losses		(1,554,081)	(1.39)
Credit Default Swaps: Receive Fixed (Sell Protection) - Unrealised Losses: (0.09%) (31 Dec 2016: (0.15%))			
European Union: (0.00%) (31 Dec 2016: (0.08%))			
United States: (0.09%) (31 Dec 2016: (0.07%))			
(180,000)	Canadian Natural Resources 1% 20/06/2024 (Goldman Sachs)	(8,660)	(0.01)
(185,000)	Canadian Natural Resources 1% 20/06/2024 (Goldman Sachs)	(8,901)	(0.01)
(185,000)	CNAtur 1% 20/12/2022 (BNP Paribas)	(3,881)	-

Hermes Investment Funds Public Limited Company
Unaudited Portfolio Statement
As at 30 June 2017 (continued)

Hermes Absolute Return Credit Fund (continued)						Fair Value	% of
Nominal Holdings	Financial liabilities at fair value through profit or loss					\$	Net Assets
Financial Derivative Instruments: (1.97%) (31 Dec 2016: (1.54%)) (continued)							
Credit Default Swaps: (1.48%) (31 Dec 2016: (1.47%)) (continued)							
Credit Default Swaps: Receive Fixed (Sell Protection) - Unrealised Losses: (0.09%) (31 Dec 2016: (0.15%)) (continued)							
United States: (0.09%) (31 Dec 2016: (0.07%)) (continued)							
(250,000)	Dell 1% 20/06/2022 (JP Morgan)					(19,612)	(0.02)
(350,000)	Enbridge Income 1% 20/06/2022 (BNP Paribas)					(556)	-
(200,000)	JC Penney 5% 20/06/2022 (Goldman Sachs)					(21,936)	(0.02)
(300,000)	L Brands Income 1% 20/06/2024 (Goldman Sachs)					(32,858)	(0.03)
Total United States						(96,404)	(0.09)
Total Credit Default Swaps: Receive Fixed (Sell Protection) - Unrealised Losses						(96,404)	(0.09)
Total Credit Default Swaps						(1,650,485)	(1.48)
Forward Currency Contracts: (0.48%) (31 Dec 2016: (0.05%))							
Counterparty	Currency Buys	Currency Sells		Currency Rate	Maturity Date	Unrealised Loss \$	% of Net Assets
State Street	USD	0 EUR	0	1.0833	31/07/2017	-	-
State Street	USD	0 EUR	0	1.0833	31/07/2017	-	-
State Street	USD	0 EUR	0	1.0833	31/07/2017	-	-
State Street	GBP	14,701 USD	19,124	1.3009	31/07/2017	(13)	-
State Street	USD	1,340 EUR	1,194	1.1220	31/07/2017	(24)	-
State Street	GBP	175,055 USD	227,723	1.3009	31/07/2017	(160)	-
Northern Trust	USD	1,105,038 GBP	850,000	1.3000	20/09/2017	(1,573)	-
State Street	USD	170,558 GBP	133,751	1.2752	31/07/2017	(3,312)	-
State Street	USD	240,479 GBP	188,583	1.2752	31/07/2017	(4,669)	-
State Street	USD	511,685 GBP	400,000	1.2792	31/07/2017	(8,295)	(0.01)
Northern Trust	USD	636,445 GBP	500,000	1.2729	20/09/2017	(14,503)	(0.01)
Northern Trust	USD	10,241,680 GBP	8,000,000	1.2802	20/09/2017	(173,488)	(0.16)
Northern Trust	USD	16,843,275 EUR	15,000,000	1.1229	20/09/2017	(331,035)	(0.30)
Unrealised Losses on Forward Currency Contracts						(537,072)	(0.48)
Total Forward Currency Contracts						(537,072)	(0.48)

Hermes Investment Funds Public Limited Company
Unaudited Portfolio Statement
As at 30 June 2017 (continued)

Hermes Absolute Return Credit Fund (continued)				
Nominal Holdings	Financial liabilities at fair value through profit or loss		Fair Value \$	% of Net Assets
Financial Derivative Instruments: (1.97%) (31 Dec 2016: (1.54%)) (continued)				
Futures Contracts - Unrealised Losses: (0.01%) (31 Dec 2016: (0.02%))				
Clearing Broker Description	Currency	No. of Contracts	Unrealised Loss \$	% of Net Assets
Germany: (0.00%) (31 Dec 2016: (0.02%))			-	-
United States: (0.01%) (31 Dec 2016: (0.00%))				
Goldman Sachs Ultra September 2017	USD	(7)	(12,906)	(0.01)
Total United States			(12,906)	(0.01)
Total Futures Contracts - Unrealised Losses			(12,906)	(0.01)
Total Financial Derivative Instruments			(2,200,463)	(1.97)
Total financial liabilities at fair value through profit or loss			(2,200,463)	(1.97)
Net financial assets at fair value through profit or loss			107,527,662	96.18
(31 Dec 2016: 95.41%) (Cost: \$106,591,827)				
Net Cash (31 Dec 2016: 3.64%)			4,087,474	3.66
Other Net Assets (31 Dec 2016: 0.95%)			178,779	0.16
Net Assets Attributable to Holders of Redeemable Participating Shares			111,793,915	100.00
Portfolio Classification				% of Total Assets
Transferable securities traded on a regulated market				93.60
OTC financial derivative instruments				0.04
Financial derivative instruments dealt in on a regulated market				1.39
Cash				3.54
Other Assets				1.43
Total				100.00

The counterparty for the forward currency contracts are: Barclays (S&P: A-, Moody's: A1), HSBC (S&P: AA-, Moody's: Aa2), Northern Trust (S&P: AA-, Moody's: A2), and State Street Bank and Trust Company (S&P: A+, Moody's: Aa1).

The clearing broker for the futures Goldman Sachs (S&P: A+, Moody's: A3).

The counterparties for the credit default swaps are: Barclays (S&P: A-, Moody's: A1), BNP Paribas (S&P: A, Moody's: A1), Citigroup (S&P: BBB+, Moody's: Baa1), Credit Suisse (S&P: A, Moody's: A1), Goldman Sachs (S&P: A+, Moody's: A3), and Morgan Stanley (S&P: BBB+, Moody's: A3).

Hermes Investment Funds Public Limited Company
Unaudited Balance Sheet
As at 30 June 2017

		Hermes Global Emerging Markets Fund	Hermes Global Equity Fund	Hermes European Alpha Equity Fund	Hermes Global High Yield Credit Fund
Assets	Notes	\$	\$	€	€
Financial assets at fair value through profit or loss		2,448,035,077	220,674,722	582,925,832	287,132,391
Cash and cash equivalents	3	9,667,965	160,486	4,480,258	13,788,139
Cash collateral on derivative positions	3	-	-	-	580,000
Dividends and interest receivable		7,607,099	277,229	702,295	3,828,247
Securities sold receivable		6,641,643	891,063	-	3,108,038
Subscriptions receivable		14,587,092	-	537,288	223,047
Sundry debtors		39,982	9,985	9,221	9,977
Total Assets		2,486,578,858	222,013,485	588,654,894	308,669,839
Liabilities					
Financial liabilities at fair value through profit or loss		12,282	-	208,764	1,065,979
Cash collateral on derivative positions	3	-	-	-	9,190,000
Securities purchased payable		3,245,525	-	-	684,778
Accrued capital gains tax	15	3,297,756	-	-	-
Subscriptions in advance		91,520	-	-	-
Sub-custody fee payable	4 (d)	213,653	12,720	28,551	7,635
Redemptions payable		917,007	-	340,140	5,247,497
Advisory fee payable	4 (b)	44,966	4,520	13,770	6,164
Investment Management fee payable	4 (a)	1,808,546	94,580	258,953	57,808
Administration fee payable	4 (c)	164,834	40,048	70,071	49,482
Depositary fee payable	4 (d)	99,204	13,557	37,526	18,136
Variation margin payable		-	-	-	14,397
Other accrued expenses	4 (f)	149,531	48,314	113,129	59,172
Total liabilities (excluding net assets attributable to holders of redeemable participating shares)		10,044,824	213,739	1,070,904	16,401,048
Net assets attributable to holders of redeemable participating shares		2,476,534,034	221,799,746	587,583,990	292,268,791

For information on the Net Asset Value per Share and Shares Outstanding on each share class please refer to note 14.

The accompanying notes form an integral part of these Financial Statements

Hermes Investment Funds Public Limited Company
Unaudited Balance Sheet
As at 30 June 2017 (continued)

		Hermes Europe Ex- UK Equity Fund	Hermes US SMID Equity Fund	Hermes Asia Ex- Japan Equity Fund	Hermes Global Equity ESG Fund
Assets	Notes	€	\$	\$	\$
Financial assets at fair value through profit or loss		33,941,962	878,000,176	3,301,005,046	131,021,439
Cash and cash equivalents	3	129,471	16,466,923	74,756,252	1,085,798
Cash collateral on derivative positions	3	-	-	-	-
Dividends and interest receivable		151	175,802	7,591,922	107,216
Securities sold receivable		-	-	16,865,187	623,293
Subscriptions receivable		121,576	57,270	290,319	-
Sundry debtors		9,673	4,602	14,653	5,776
Total Assets		34,202,833	894,704,773	3,400,523,379	132,843,522
Liabilities					
Financial liabilities at fair value through profit or loss		10,306	13,501	4,022,366	-
Cash collateral on derivative positions	3	-	-	-	-
Securities purchased payable		-	-	10,857,971	-
Accrued capital gains tax	15	-	-	8,827,631	-
Subscriptions in advance		-	-	4,750	-
Sub-custody fee payable	4 (d)	11,649	23,632	212,399	7,337
Redemptions payable		-	530,164	113,054	-
Advisory fee payable	4 (b)	2,351	19,373	63,789	2,628
Investment Management fee payable	4 (a)	20,315	540,410	2,213,739	90,794
Administration fee payable	4 (c)	10,435	90,478	213,213	18,116
Depository fee payable	4 (d)	7,830	50,193	140,318	7,658
Variation margin payable		-	-	-	-
Other accrued expenses	4 (f)	40,266	98,042	182,710	32,100
Total liabilities (excluding net assets attributable to holders of redeemable participating shares)		103,152	1,365,793	26,851,940	158,633
Net assets attributable to holders of redeemable participating shares		34,099,681	893,338,980	3,373,671,439	132,684,889

For information on the Net Asset Value per Share and Shares Outstanding on each share class please refer to note 14.

The accompanying notes form an integral part of these Financial Statements

Hermes Investment Funds Public Limited Company
Unaudited Balance Sheet
As at 30 June 2017 (continued)

		Hermes Multi Strategy Credit Fund	Hermes Multi Asset Inflation Fund	Hermes Global Small Cap Equity Fund
Assets	Notes	\$	£	\$
Financial assets at fair value through profit or loss		1,124,572,729	28,760,104	49,926,629
Cash and cash equivalents	3	49,295,230	3,955,282	2,114,622
Cash collateral on derivative positions	3	25,680,000	-	-
Dividends and interest receivable		14,340,176	42,284	37,637
Securities sold receivable		2,451,572	-	-
Subscriptions receivable		-	-	76,500
Sundry debtors		60,330	11,210	21,508
Total Assets		1,216,400,037	32,768,880	52,176,896
Liabilities				
Financial liabilities at fair value through profit or loss		33,259,193	131,128	1
Cash collateral on derivative positions	3	610,000	520,000	-
Securities purchased payable		13,142,878	-	-
Accrued capital gains tax	15	-	-	-
Subscriptions in advance		-	-	-
Sub-custody fee payable	4 (d)	24,803	1,826	2,243
Redemptions payable		-	-	-
Advisory fee payable	4 (b)	20,904	645	1,013
Investment Management fee payable	4 (a)	435,429	77	9,006
Administration fee payable	4 (c)	138,804	5,404	6,581
Depository fee payable	4 (d)	52,424	1,891	2,879
Variation margin payable		834,978	23	-
Other accrued expenses	4 (f)	247,425	9,317	26,298
Total liabilities (excluding net assets attributable to holders of redeemable participating shares)		48,766,838	670,311	48,021
Net assets attributable to holders of redeemable participating shares		1,167,633,199	32,098,569	52,128,875

For information on the Net Asset Value per Share and Shares Outstanding on each share class please refer to note 14.

The accompanying notes form an integral part of these Financial Statements

Hermes Investment Funds Public Limited Company
Unaudited Balance Sheet
As at 30 June 2017 (continued)

		Hermes US All Cap Equity Fund	Hermes Absolute Return Credit Fund	Total
Assets	Notes	\$	\$	£*
Financial assets at fair value through profit or loss		17,390,956	109,728,125	7,197,169,475
Cash and cash equivalents	3	571,604	2,427,474	140,627,140
Cash collateral on derivative positions	3	-	1,660,000	21,557,025
Dividends and interest receivable		5,371	1,172,982	28,128,730
Securities sold receivable		-	401,373	24,187,983
Subscriptions receivable		-	-	12,330,754
Sundry debtors		22,172	82,104	237,578
Total Assets		17,990,103	115,472,058	7,424,238,685
Liabilities				
Financial liabilities at fair value through profit or loss		1	2,200,463	31,674,636
Cash collateral on derivative positions	3	-	-	9,058,932
Securities purchased payable		-	1,349,736	22,616,045
Accrued capital gains tax	15	-	-	9,334,753
Subscriptions in advance		-	-	74,114
Sub-custody fee payable	4 (d)	1,561	5,916	432,036
Redemptions payable		-	-	6,107,393
Advisory fee payable	4 (b)	352	1,742	142,840
Investment Management fee payable	4 (a)	8	23,156	4,311,341
Administration fee payable	4 (c)	2,352	13,878	649,433
Depository fee payable	4 (d)	1,029	4,857	344,117
Variation margin payable		-	35,162	682,543
Other accrued expenses	4 (f)	30,905	43,233	856,925
Total liabilities (excluding net assets attributable to holders of redeemable participating shares)		36,208	3,678,143	86,285,108
Net assets attributable to holders of redeemable participating shares		17,953,895	111,793,915	7,337,953,577

For information on the Net Asset Value per Share and Shares Outstanding on each share class please refer to note 14.

* Euro denominated sub-funds are converted to GBP in the company total column using the period end exchange rate of 1.1389.

* US Dollar denominated sub-funds are converted to GBP in the company total column using the period end exchange rate of 1.2990.

The accompanying notes form an integral part of these Financial Statements

Hermes Investment Funds Public Limited Company
Balance Sheet
As at 31 December 2016

		Hermes Global Emerging Markets Fund	Hermes Global Equity Fund	Hermes UK Small and Mid Cap Companies Fund*	Hermes European Alpha Equity Fund
Assets	Notes	\$	\$	£	€
Financial assets at fair value through profit or loss		1,345,882,688	310,459,357	-	744,923,751
Cash and cash equivalents	3	22,015,906	2,932,200	219,608	7,686,888
Cash collateral on derivative positions	3	-	-	-	-
Dividends and interest receivable		3,057,452	310,223	-	708,413
Securities sold receivable		183,969	-	-	-
Subscriptions receivable		1,137,199	-	-	464,383
Sundry debtors		10,961	4,922	167	17,969
Total Assets		1,372,288,175	313,706,702	219,775	753,801,404
Liabilities					
Financial liabilities at fair value through profit or loss		12,283	78	-	195,825
Cash collateral on derivative positions	3	-	-	-	-
Securities purchased payable		1,318,237	-	-	-
Accrued capital gains tax	15	3,297,756	-	-	-
Sub-custody fee payable	4 (d)	91,276	6,967	888	23,956
Redemptions payable		268,928	-	206,207	3,811,957
Advisory fee payable	4 (b)	26,010	6,300	-	14,565
Investment Management fee payable	4 (a)	898,003	103,652	2,872	224,590
Administration fee payable	4 (c)	92,205	40,454	-	51,521
Depositary fee payable	4 (d)	49,681	14,526	-	29,056
Variation margin payable		-	-	-	-
Other accrued expenses	4 (f)	98,339	47,865	9,808	109,908
Total liabilities (excluding net assets attributable to holders of redeemable participating shares)		6,152,718	219,842	219,775	4,461,378
Net assets attributable to holders of redeemable participating shares		1,366,135,457	313,486,860	-	749,340,026

For information on the Net Asset Value per Share and Shares Outstanding on each share class please refer to note 14.

*Hermes UK Small and Mid Cap Companies Fund was terminated on 15 February 2016.

The accompanying notes form an integral part of these Financial Statements

Hermes Investment Funds Public Limited Company
Balance Sheet
As at 31 December 2016 (continued)

		Hermes Global High Yield Credit Fund	Hermes Europe Ex- UK Equity Fund	Hermes US SMID Equity Fund	Hermes Active UK Inflation-Linked Bond Fund*
Assets	Notes	€	€	\$	£
Financial assets at fair value through profit or loss		271,198,514	228,742,376	826,754,022	-
Cash and cash equivalents	3	24,494,042	1,269,016	14,604,449	3,278
Cash collateral on derivative positions	3	-	-	-	-
Dividends and interest receivable		3,743,449	-	318,398	-
Securities sold receivable		-	-	-	-
Subscriptions receivable		-	-	2,119,917	-
Sundry debtors		4,608	4,469	6,144	670
Total Assets		299,440,613	230,015,861	843,802,930	3,948
Liabilities					
Financial liabilities at fair value through profit or loss		2,342,950	89,737	34,305	-
Cash collateral on derivative positions	3	3,874,080	-	-	-
Securities purchased payable		-	-	-	-
Accrued capital gains tax	15	-	-	-	-
Sub-custody fee payable	4 (d)	7,847	10,337	9,058	881
Redemptions payable		-	-	2,386,394	-
Advisory fee payable	4 (b)	5,597	4,463	13,308	-
Investment Management fee payable	4 (a)	53,289	16,096	429,161	11
Administration fee payable	4 (c)	32,643	14,856	47,325	-
Depositary fee payable	4 (d)	12,243	9,764	27,846	-
Variation margin payable		122,627	-	-	-
Other accrued expenses	4 (f)	63,380	46,593	94,977	3,056
Total liabilities (excluding net assets attributable to holders of redeemable participating shares)		6,514,656	191,846	3,042,374	3,948
Net assets attributable to holders of redeemable participating shares		292,925,957	229,824,015	840,760,556	-

For information on the Net Asset Value per Share and Shares Outstanding on each share class please refer to note 14.

*Hermes Active UK Inflation-Linked Bond Fund was terminated on 29 February 2016.

The accompanying notes form an integral part of these Financial Statements

Hermes Investment Funds Public Limited Company
Balance Sheet
As at 31 December 2016 (continued)

		Hermes Asia Ex- Japan Equity Fund	Hermes Global Equity ESG Fund	Hermes Multi Strategy Credit Fund	Hermes Multi Asset Inflation Fund
Assets	Notes	\$	\$	\$	£
Financial assets at fair value through profit or loss		2,230,736,458	138,309,151	841,883,159	21,885,789
Cash and cash equivalents	3	104,959,611	2,316,432	34,813,196	10,109,641
Cash collateral on derivative positions	3	-	-	8,212,062	130,000
Dividends and interest receivable		9,356,048	153,827	10,630,804	29,023
Securities sold receivable		-	-	-	-
Subscriptions receivable		381,915	-	429,000	15,259
Sundry debtors		16,844	7,845	10,593	3,066
Total Assets		2,345,450,876	140,787,255	895,978,814	32,172,778
Liabilities					
Financial liabilities at fair value through profit or loss		26,787	-	14,805,203	246,380
Cash collateral on derivative positions	3	-	-	6,504,559	-
Securities purchased payable		-	-	8,152,500	-
Accrued capital gains tax	15	8,827,632	-	-	-
Sub-custody fee payable	4 (d)	75,465	-	14,857	1,421
Redemptions payable		190,720	-	-	-
Advisory fee payable	4 (b)	44,465	2,739	16,755	633
Investment Management fee payable	4 (a)	1,480,967	85,400	311,809	29
Administration fee payable	4 (c)	125,852	14,307	90,831	3,959
Depositary fee payable	4 (d)	80,168	6,167	33,213	1,427
Variation margin payable		-	-	231,640	-
Other accrued expenses	4 (f)	156,561	36,965	155,147	11,000
Total liabilities (excluding net assets attributable to holders of redeemable participating shares)		11,008,617	145,578	30,316,514	264,849
Net assets attributable to holders of redeemable participating shares		2,334,442,259	140,641,677	865,662,300	31,907,929

For information on the Net Asset Value per Share and Shares Outstanding on each share class please refer to note 14.

The accompanying notes form an integral part of these Financial Statements

Hermes Investment Funds Public Limited Company
Balance Sheet
As at 31 December 2016 (continued)

		Hermes Global Small Cap Equity Fund	Hermes US All Cap Equity Fund	Hermes Absolute Return Credit Fund	Total £*
Assets	Notes	\$	\$	\$	
Financial assets at fair value through profit or loss		42,659,502	16,518,891	66,274,407	5,794,145,554
Cash and cash equivalents	3	635,991	89,003	2,647,394	188,615,481
Cash collateral on derivative positions	3	-	-	110,000	6,864,962
Dividends and interest receivable		17,082	7,775	876,536	23,841,367
Securities sold receivable		21,016	-	-	165,892
Subscriptions receivable		-	-	-	3,703,872
Sundry debtors		16,529	16,682	65,922	153,596
Total Assets		43,350,120	16,632,351	69,974,259	6,017,490,724
Liabilities					
Financial liabilities at fair value through profit or loss		8	9	1,054,006	15,384,232
Cash collateral on derivative positions	3	-	-	270,000	8,789,492
Securities purchased payable		-	-	213,750	7,837,558
Accrued capital gains tax	15	-	-	-	9,812,955
Sub-custody fee payable	4 (d)	4,965	780	6,248	208,801
Redemptions payable		-	-	-	5,763,361
Advisory fee payable	4 (b)	810	322	1,335	112,329
Investment Management fee payable	4 (a)	5,386	147	9,699	2,944,110
Administration fee payable	4 (c)	4,049	1,608	8,342	432,409
Depositary fee payable	4 (d)	1,771	704	2,920	220,627
Variation margin payable		-	-	9,040	299,454
Other accrued expenses	4 (f)	27,342	28,861	37,553	764,793
Total liabilities (excluding net assets attributable to holders of redeemable participating shares)		44,331	32,431	1,612,893	52,570,121
Net assets attributable to holders of redeemable participating shares		43,305,789	16,599,920	68,361,366	5,964,920,603

For information on the Net Asset Value per Share and Shares Outstanding on each share class please refer to note 14.

* Euro denominated sub-funds are converted to GBP in the company total column using the year end exchange rate of 1.1715.

* US Dollar denominated sub-funds are converted to GBP in the company total column using the year end exchange rate of 1.2357.

The accompanying notes form an integral part of these Financial Statements

Hermes Investment Funds Public Limited Company
Unaudited Income Statement
For the period ended 30 June 2017

		Hermes Global Emerging Markets Fund	Hermes Global Equity Fund	Hermes European Alpha Equity Fund	Hermes Global High Yield Credit Fund
	Notes	\$	\$	€	€
Investment Income					
Dividend income		24,381,809	2,983,815	13,666,366	-
Bank interest income		146,158	2,508	1,700	3,522
Bond interest income		-	-	-	8,509,820
Net gain/(loss) on financial assets and liabilities at fair value through profit or loss		416,679,692	22,414,674	55,081,792	4,653,355
Investment Income		441,207,659	25,400,997	68,749,858	13,166,697
Expenses					
General expenses	4(f)	(183,011)	(54,052)	(120,843)	(58,143)
Advisory fee	4(b)	(77,379)	(9,691)	(28,347)	(12,338)
Investment Management fee	4(a)	(8,215,627)	(606,541)	(1,490,246)	(364,287)
Administration fee	4(c)	(222,474)	(47,802)	(120,135)	(76,793)
Sub-custodian fee	4(d)	(407,473)	(21,058)	(39,496)	(9,773)
Depository fee	4(d)	(132,611)	(20,142)	(56,639)	(26,878)
Directors' fees	4(e)	(9,227)	(2,034)	(5,130)	(2,032)
Audit fee		(2,935)	(2,444)	(2,851)	(2,496)
Operating Expenses		(9,250,737)	(763,764)	(1,863,687)	(552,740)
Operating Profit		431,956,922	24,637,233	66,886,171	12,613,957
Finance costs					
Bank interest expense		(22,279)	(1,540)	(33,951)	(38,772)
Income distribution	13	(505,748)	(6,555)	(24,309)	(135,413)
Net Income equalisation		(78,340)	(193,577)	(1,772,140)	(474,136)
		(606,367)	(201,672)	(1,830,400)	(648,321)
Net Profit before taxation		431,350,555	24,435,561	65,055,771	11,965,636
Taxation					
Withholding tax		(2,651,611)	(375,106)	(2,512,057)	-
Capital gains tax		(157,483)	-	-	-
Increase in net assets attributable to holders of redeemable participating shares from operations		428,541,461	24,060,455	62,543,714	11,965,636

The accompanying notes form an integral part of these Financial Statements

Hermes Investment Funds Public Limited Company
Unaudited Income Statement
For the period ended 30 June 2017 (continued)

		Hermes Europe Ex- UK Equity Fund	Hermes US SMID Equity Fund	Hermes Asia Ex- Japan Equity Fund	Hermes Global Equity ESG Fund
	Notes	€	\$	\$	\$
Investment Income					
Dividend income		2,461,524	4,314,859	21,698,852	1,519,234
Bank interest income		1,883	87,982	372,794	1,354
Bond interest income		-	-	-	-
Net gain/(loss) on financial assets and liabilities at fair value through profit or loss		23,733,100	34,694,100	640,623,308	14,463,852
Investment Income		26,196,507	39,096,941	662,694,954	15,984,440
Expenses					
General expenses	4(f)	(41,702)	(138,467)	(325,212)	(36,755)
Advisory fee	4(b)	(6,301)	(37,690)	(117,782)	(5,392)
Investment Management fee	4(a)	(97,879)	(3,125,625)	(11,775,663)	(530,755)
Administration fee	4(c)	(31,302)	(148,472)	(297,515)	(26,676)
Sub-custodian fee	4(d)	(14,898)	(42,251)	(421,340)	(20,128)
Depository fee	4(d)	(13,695)	(72,135)	(193,494)	(11,495)
Directors' fees	4(e)	(1,577)	(5,096)	(15,304)	(930)
Audit fee		(2,453)	(2,444)	(2,939)	(2,427)
Operating Expenses		(209,807)	(3,572,180)	(13,149,249)	(634,558)
Operating Profit		25,986,700	35,524,761	649,545,705	15,349,882
Finance costs					
Bank interest expense		(4,139)	(1,190)	(5,363)	(168)
Income distribution	13	-	(18,625)	(3,035,218)	-
Net Income equalisation		(1,461,226)	(332,549)	14,312	(20,958)
		(1,465,365)	(352,364)	(3,026,269)	(21,126)
Net Profit before taxation		24,521,335	35,172,397	646,519,436	15,328,756
Taxation					
Withholding tax		(402,131)	(602,943)	(1,458,109)	(258,626)
Capital gains tax		-	-	-	-
Increase in net assets attributable to holders of redeemable participating shares from operations		24,119,204	34,569,454	645,061,327	15,070,130

The accompanying notes form an integral part of these Financial Statements

Hermes Investment Funds Public Limited Company
Unaudited Income Statement
For the period ended 30 June 2017 (continued)

		Hermes Multi Strategy Credit Fund	Hermes Multi Asset Inflation Fund	Hermes Global Small Cap Equity Fund
		\$	£	\$
Investment Income	Notes			
Dividend income		-	40,257	429,182
Bank interest income		54,331	39,169	2,129
Bond interest income		20,321,394	218,740	-
Net gain on financial assets and liabilities at fair value through profit or loss		49,477,589	(248,656)	3,473,947
Investment Income		69,853,314	49,510	3,905,258
Expenses				
General expenses	4(f)	(143,443)	(9,601)	(33,325)
Advisory fee	4(b)	(39,614)	(1,288)	(1,910)
Investment Management fee	4(a)	(2,279,985)	(391)	(42,208)
Administration fee	4(c)	(201,396)	(8,049)	(9,464)
Sub-custodian fee	4(d)	(42,269)	(2,834)	(553)
Depository fee	4(d)	(75,834)	(2,776)	(4,141)
Directors' fees	4(e)	(5,699)	(217)	(286)
Audit fee		(2,684)	(2,117)	(2,426)
Operating Expenses		(2,790,924)	(27,273)	(94,313)
Operating Profit		67,062,390	22,237	3,810,945
Finance costs				
Bank interest expense		(12,742)	(1,610)	(90)
Income distribution	13	(9,309,651)	(3)	-
Net Income equalisation		2,504,979	115	7,238
		(6,817,414)	(1,498)	7,148
Net Profit before taxation		60,244,976	20,739	3,818,093
Taxation				
Withholding tax		-	(2,859)	(59,772)
Capital gains tax		-	-	-
Increase/(Decrease) in net assets attributable to holders of redeemable participating shares from operations		60,244,976	17,880	3,758,321

The accompanying notes form an integral part of these Financial Statements

Hermes Investment Funds Public Limited Company
Unaudited Income Statement
For the period ended 30 June 2017 (continued)

		Hermes US All Cap Equity Fund	Hermes Absolute Return Credit Fund	Total
	Notes	\$	\$	£*
Investment Income				
Dividend income		108,913	-	57,939,212
Bank interest income		232	3,446	578,140
Bond interest income		-	1,178,746	24,613,164
Net gain/(loss) on financial assets and liabilities at fair value through profit or loss		1,302,460	2,314,150	1,013,025,388
Investment Income		1,411,605	3,496,342	1,096,155,904
Expenses				
General expenses	4(f)	(32,909)	(33,439)	(978,213)
Advisory fee	4(b)	(701)	(3,157)	(274,652)
Investment Management fee	4(a)	(54)	(87,015)	(22,855,867)
Administration fee	4(c)	(3,474)	(19,560)	(980,145)
Sub-custodian fee	4(d)	(2,424)	(7,876)	(824,726)
Depository fee	4(d)	(1,520)	(6,846)	(497,955)
Directors' fees	4(e)	(110)	(465)	(38,827)
Audit fee		(2,427)	(2,466)	(27,245)
Operating Expenses		(43,619)	(160,824)	(26,477,630)
Operating Profit		1,367,986	3,335,518	1,069,678,274
Finance costs				
Bank interest expense		(5)	(1,815)	(103,607)
Income distribution	13	-	(63)	(10,363,464)
Net Income equalisation		-	330,801	(1,415,929)
		(5)	328,923	(11,883,000)
Net Profit before taxation		1,367,981	3,664,441	1,057,795,274
Taxation				
Withholding tax		(16,067)	-	(6,815,581)
Capital gains tax		-	-	(125,074)
Increase in net assets attributable to holders of redeemable participating shares from operations		1,351,914	3,664,441	1,050,854,619

* Euro denominated sub-funds are converted to GBP in the company total column using the average exchange rate of 1.1627.

* US Dollar denominated sub-funds are converted to GBP in the company total column using the average exchange rate of 1.2591.

Gains and losses arose from continuing operations. There were no gains or losses other than those dealt with in the Income Statement.

The accompanying notes form an integral part of these Financial Statements

Hermes Investment Funds Public Limited Company
Unaudited Income Statement
For the period ended 30 June 2016

		Hermes Global Emerging Markets Fund	Hermes Global Equity Fund	Hermes UK Small and Mid Cap Companies Fund*	Hermes European Alpha Equity Fund
	Notes	\$	\$	£	€
Investment Income					
Dividend income		11,920,138	6,194,293	569,579	14,875,462
Bank interest income		23,938	1	2,185	5
Bond interest income		-	-	-	-
Net gain/(loss) on financial assets and liabilities at fair value through profit or loss		22,632,153	(9,788,781)	(26,707,988)	(78,421,193)
Investment Management fee rebate		-	-	-	-
Investment Income/(Expense)		34,576,229	(3,594,487)	(26,136,224)	(63,545,726)
Expenses					
General expenses	4(f)	(107,804)	(43,780)	(26,792)	(99,698)
Advisory fee	4(b)	(31,887)	(17,872)	(2,082)	(28,908)
Investment Management fee	4(a)	(2,455,658)	(575,096)	(4,209)	(1,312,551)
Administration fee	4(c)	(138,330)	(88,363)	(19,641)	(125,945)
Sub-custodian fee	4(d)	(138,220)	(17,830)	(1,068)	(49,437)
Depository fee	4(d)	(58,310)	(34,318)	(3,903)	(52,440)
Directors' fees	4(e)	(11,555)	(8,839)	(1,613)	(10,937)
Audit fee		(5,189)	(4,464)	(6,266)	(4,641)
Operating Expenses		(2,946,953)	(790,562)	(65,574)	(1,684,557)
Operating Profit/(Loss)		31,629,276	(4,385,049)	(26,201,798)	(65,230,283)
Finance costs					
Bank interest expense		(26,349)	(1,144)	(8)	(18,668)
Income distribution	13	-	-	-	-
Net Income equalisation		410,545	19,859	-	(136,249)
		384,196	18,715	(8)	(154,917)
Net Profit/(Loss) before taxation		32,013,472	(4,366,334)	(26,201,806)	(65,385,200)
Taxation					
Withholding tax		(1,110,716)	(915,098)	(34,844)	(2,087,692)
Increase/(Decrease) in net assets attributable to holders of redeemable participating shares from operations		30,902,756	(5,281,432)	(26,236,650)	(67,472,892)

*Hermes UK Small and Mid Cap Companies Fund was terminated on 15 February 2016.

The accompanying notes form an integral part of these Financial Statements

Hermes Investment Funds Public Limited Company
Unaudited Income Statement
For the period ended 30 June 2016 (continued)

		Hermes Global High Yield Credit Fund	Hermes Europe Ex- UK Equity Fund	Hermes US SMID Equity Fund	Hermes Active UK Inflation-Linked Bond Fund*
	Notes	€	€	\$	£
Investment Income					
Dividend income		-	4,546,624	2,159,518	-
Bank interest income		1,073	6	-	337
Bond interest income		7,792,638	-	19,053	17,305
Net gain/(loss) on financial assets and liabilities at fair value through profit or loss		2,028,708	(25,250,295)	22,440,134	676,997
Investment Management fee rebate		-	-	-	-
Investment Income/(Expense)		9,822,419	(20,703,665)	24,618,705	694,639
Expenses					
General expenses	4(f)	(62,877)	(45,409)	(62,860)	3,183
Advisory fee	4(b)	(10,413)	(9,129)	(16,227)	-
Investment Management fee	4(a)	(274,310)	(187,639)	(778,389)	-
Administration fee	4(c)	(65,083)	(45,647)	(80,690)	(965)
Sub-custodian fee	4(d)	(7,700)	(15,051)	(17,440)	(1,269)
Depository fee	4(d)	(17,221)	(17,567)	(31,286)	(362)
Directors' fees	4(e)	(6,641)	(4,643)	(3,523)	-
Audit fee		(3,914)	(3,907)	(4,441)	-
Operating Expenses		(448,159)	(328,992)	(994,856)	587
Operating Profit/(Loss)		9,374,260	(21,032,657)	23,623,849	695,226
Finance costs					
Bank interest expense		(26,896)	(4,540)	(5,448)	(99)
Income distribution	13	(112,561)	-	-	-
Net Income equalisation		213,432	(6,735)	22,889	(4,221)
		73,975	(11,275)	17,441	(4,320)
Net Profit/(Loss) before taxation		9,448,235	(21,043,932)	23,641,290	690,906
Taxation					
Withholding tax		-	(798,842)	(312,656)	-
Increase/(Decrease) in net assets attributable to holders of redeemable participating shares from operations		9,448,235	(21,842,774)	23,328,634	690,906

*Hermes Active UK Inflation-Linked Bond Fund was terminated on 29 February 2016.

The accompanying notes form an integral part of these Financial Statements

Hermes Investment Funds Public Limited Company
Unaudited Income Statement
For the period ended 30 June 2016 (continued)

		Hermes Asia Ex- Japan Equity Fund	Hermes Global Equity ESG Fund	Hermes Multi Strategy Credit Fund	Hermes Multi Asset Inflation Fund
	Notes	\$	\$	\$	£
Investment Income					
Dividend income		19,175,526	534,191	-	34,134
Bank interest income		88,352	28	-	50,515
Bond interest income		-	-	18,203,322	135,411
Net gain/(loss) on financial assets and liabilities at fair value through profit or loss		36,179,815	(5,538,304)	(25,445,659)	922,313
Investment Management fee rebate		-	-	-	-
Investment Income/(Expense)		55,443,693	(5,004,085)	(7,242,337)	1,142,373
Expenses					
General expenses	4(f)	(314,918)	(32,763)	(162,989)	(9,881)
Advisory fee	4(b)	(64,308)	(1,804)	(31,508)	(1,189)
Investment Management fee	4(a)	(6,358,966)	(23,435)	(1,740,228)	(7)
Administration fee	4(c)	(210,359)	(9,019)	(177,226)	(7,430)
Sub-custodian fee	4(d)	(190,978)	(3,220)	(22,509)	(2,129)
Depositary fee	4(d)	(106,429)	(3,506)	(52,530)	(2,291)
Directors' fees	4(e)	(14,752)	(392)	(6,914)	(270)
Audit fee		(5,455)	(4,345)	(4,617)	(3,164)
Operating Expenses		(7,266,165)	(78,484)	(2,198,521)	(26,361)
Operating Profit/(Loss)		48,177,528	(5,082,569)	(9,440,858)	1,116,012
Finance costs					
Bank interest expense		(3,144)	-	(19,922)	-
Income distribution	13	-	-	(9,525,319)	-
Net Income equalisation		392,363	44,923	1,211,993	-
		389,219	44,923	(8,333,248)	-
Net Profit/(Loss) before taxation		48,566,747	(5,037,646)	(17,774,106)	1,116,012
Taxation					
Withholding tax		(2,094,311)	(76,695)	-	(556)
Increase/(Decrease) in net assets attributable to holders of redeemable participating shares from operations		46,472,436	(5,114,341)	(17,774,106)	1,115,456

The accompanying notes form an integral part of these Financial Statements

Hermes Investment Funds Public Limited Company
Unaudited Income Statement
For the period ended 30 June 2016 (continued)

		Hermes Global Small Cap Equity Fund	Hermes US All Cap Equity Fund	Hermes Absolute Return Credit Fund	Total
	Notes	\$	\$	\$	£*
Investment Income					
Dividend income		360,045	105,454	-	43,949,336
Bank interest income		8	13	6	132,273
Bond interest income		-	-	743,233	19,453,451
Net gain/(loss) on financial assets and liabilities at fair value through profit or loss		156,810	183,685	28,224	(75,741,343)
Investment Management fee rebate		-	-	223	155
Investment Income/(Expense)		516,863	289,152	771,686	(12,206,128)
Expenses					
General expenses	4(f)	(31,742)	(43,223)	(33,496)	(777,064)
Advisory fee	4(b)	(1,344)	(576)	(2,001)	(157,888)
Investment Management fee	4(a)	(14,151)	(46)	(91)	(9,721,405)
Administration fee	4(c)	(6,720)	(2,881)	(12,504)	(718,949)
Sub-custodian fee	4(d)	(5,149)	(2,892)	(5,614)	(342,466)
Depository fee	4(d)	(2,595)	(1,111)	(3,578)	(279,378)
Directors' fees	4(e)	(302)	(132)	(456)	(51,885)
Audit fee		(4,342)	(4,338)	(4,354)	(48,121)
Operating Expenses		(66,345)	(55,199)	(62,094)	(12,097,156)
Operating Profit/(Loss)		450,518	233,953	709,592	(24,303,284)
Finance costs					
Bank interest expense		(2)	-	(1,932)	(79,546)
Income distribution	13	-	-	(43)	(6,734,169)
Net Income equalisation		10,018	-	15,894	1,535,824
		10,016	-	13,919	(5,277,891)
Net Profit/(Loss) before taxation		460,534	233,953	723,511	(29,581,175)
Taxation					
Withholding tax		(49,484)	(15,686)	-	(5,474,810)
Increase/(Decrease) in net assets attributable to holders of redeemable participating shares from operations		411,050	218,267	723,511	(35,055,985)

* Euro denominated sub-funds are converted to GBP in the company total column using the average exchange rate of 1.2844.

* US Dollar denominated sub-funds are converted to GBP in the company total column using the average exchange rate of 1.4331.

Gains and losses arose from continuing operations. There were no gains or losses other than those dealt with in the Income Statement.

The accompanying notes form an integral part of these Financial Statements

Hermes Investment Funds Public Limited Company
Unaudited Statement of Changes in Net Assets Attributable to Holders of Redeemable Participating Shares
For the period ended 30 June 2017

	Notes	Hermes Global Emerging Markets Fund \$	Hermes Global Equity Fund \$	Hermes European Alpha Equity Fund €	Hermes Global High Yield Credit Fund €
Net assets attributable to holders of redeemable participating shares at the beginning of the period		1,366,135,457	313,486,860	749,340,026	292,925,957
Redeemable participating share transactions					
Issue of redeemable participating shares for the period		1,054,517,188	139,892,170	91,620,905	29,923,108
Redemption of redeemable participating shares for the period		(372,660,072)	(255,639,739)	(315,920,655)	(42,545,910)
Net increase/(decrease) in net assets from redeemable participating share transactions		681,857,116	(115,747,569)	(224,299,750)	(12,622,802)
Foreign exchange adjustments on aggregation	2	-	-	-	-
Increase in net assets attributable to holders of redeemable participating shares from operations		428,541,461	24,060,455	62,543,714	11,965,636
Net assets attributable to holders of redeemable participating shares at the end of the period		2,476,534,034	221,799,746	587,583,990	292,268,791

The accompanying notes form an integral part of these Financial Statements

Hermes Investment Funds Public Limited Company
Unaudited Statement of Changes in Net Assets Attributable to Holders of Redeemable Participating Shares
For the period ended 30 June 2017 (continued)

	Notes	Hermes Europe Ex- UK Equity Fund €	Hermes US SMID Equity Fund \$	Hermes Asia Ex- Japan Equity Fund \$	Hermes Global Equity ESG Fund \$
Net assets attributable to holders of redeemable participating shares at the beginning of the period		229,824,015	840,760,556	2,334,442,259	140,641,677
Redeemable participating share transactions					
Issue of redeemable participating shares for the period		32,597,470	261,085,221	561,182,226	17,910,171
Redemption of redeemable participating shares for the period		(252,441,008)	(243,076,251)	(167,014,373)	(40,937,089)
Net (decrease)/increase in net assets from redeemable participating share transactions		(219,843,538)	18,008,970	394,167,853	(23,026,918)
Foreign exchange adjustments on aggregation	2	-	-	-	-
Increase in net assets attributable to holders of redeemable participating shares from operations		24,119,204	34,569,454	645,061,327	15,070,130
Net assets attributable to holders of redeemable participating shares at the end of the period		34,099,681	893,338,980	3,373,671,439	132,684,889

The accompanying notes form an integral part of these Financial Statements

Hermes Investment Funds Public Limited Company
Unaudited Statement of Changes in Net Assets Attributable to Holders of Redeemable Participating Shares
For the period ended 30 June 2017 (continued)

	Notes	Hermes Multi Strategy Credit Fund \$	Hermes Multi Asset Inflation Fund £	Hermes Global Small Cap Equity Fund \$
Net assets attributable to holders of redeemable participating shares at the beginning of the period		865,662,300	31,907,929	43,305,789
Redeemable participating share transactions				
Issue of redeemable participating shares for the period		314,824,184	224,290	5,064,765
Redemption of redeemable participating shares for the period		(73,098,261)	(51,530)	-
Net increase in net assets from redeemable participating share transactions		241,725,923	172,760	5,064,765
Foreign exchange adjustments on aggregation	2	-	-	-
Increase in net assets attributable to holders of redeemable participating shares from operations		60,244,976	17,880	3,758,321
Net assets attributable to holders of redeemable participating shares at the end of the period		1,167,633,199	32,098,569	52,128,875

The accompanying notes form an integral part of these Financial Statements

Hermes Investment Funds Public Limited Company
Unaudited Statement of Changes in Net Assets Attributable to Holders of Redeemable Participating Shares
For the period ended 30 June 2017 (continued)

	Notes	Hermes US All Cap Equity Fund \$	Hermes Absolute Return Credit Fund \$	Total £*
Net assets attributable to holders of redeemable participating shares at the beginning of the period		16,599,920	68,361,366	5,964,920,603
Redeemable participating share transactions				
Issue of redeemable participating shares for the period		2,061	40,687,049	2,035,049,367
Redemption of redeemable participating shares for the period		-	(918,941)	(1,441,456,632)
Net increase in net assets from redeemable participating share transactions		2,061	39,768,108	593,592,735
Foreign exchange adjustments on aggregation	2	-	-	(271,414,380)
Increase in net assets attributable to holders of redeemable participating shares from operations		1,351,914	3,664,441	1,050,854,619
Net assets attributable to holders of redeemable participating shares at the end of the period		17,953,895	111,793,915	7,337,953,577

* Euro denominated sub-funds are converted to GBP in the company total column using the average exchange rate of 1.1627.

* US Dollar denominated sub-funds are converted to GBP in the company total column using the average exchange rate of 1.2591.

The accompanying notes form an integral part of these Financial Statements

Hermes Investment Funds Public Limited Company
Unaudited Statement of Changes in Net Assets Attributable to Holders of Redeemable Participating Shares
For the period ended 30 June 2016

	Notes	Hermes Global Emerging Markets Fund \$	Hermes Global Equity Fund \$	Hermes UK Small and Mid Cap Companies Fund* £	Hermes European Alpha Equity Fund €
Net assets attributable to holders of redeemable participating shares at the beginning of the period		654,237,273	458,906,140	221,851,609	795,455,059
Redeemable participating share transactions					
Issue of redeemable participating shares for the period		358,957,989	24,196,139	39,841	41,893,987
Redemption of redeemable participating shares for the period		(58,967,278)	(15,823,501)	(195,654,800)	(65,931,867)
Net increase/(decrease) in net assets from redeemable participating share transactions		299,990,711	8,372,638	(195,614,959)	(24,037,880)
Foreign exchange adjustments on aggregation	2	-	-	-	-
Increase/(Decrease) in net assets attributable to holders of redeemable participating shares from operations		30,902,756	(5,281,432)	(26,236,650)	(67,472,892)
Net assets attributable to holders of redeemable participating shares at the end of the period		985,130,740	461,997,346	-	703,944,287

*Hermes UK Small and Mid Cap Companies Fund was terminated on 15 February 2016.

The accompanying notes form an integral part of these Financial Statements

Hermes Investment Funds Public Limited Company
Unaudited Statement of Changes in Net Assets Attributable to Holders of Redeemable Participating Shares
For the period ended 30 June 2016 (continued)

	Notes	Hermes Global High Yield Credit Fund €	Hermes Europe Ex- UK Equity Fund €	Hermes US SMID Equity Fund \$	Hermes Active UK Inflation-Linked Bond Fund* £
Net assets attributable to holders of redeemable participating shares at the beginning of the period		246,658,180	255,208,020	380,948,074	19,362,243
Redeemable participating share transactions					
Issue of redeemable participating shares for the period		35,630,077	25,245,939	119,163,775	-
Redemption of redeemable participating shares for the period		(13,904,207)	(36,797,294)	(38,951,236)	(20,053,149)
Net increase/(decrease) in net assets from redeemable participating share transactions		21,725,870	(11,551,355)	80,212,539	(20,053,149)
Foreign exchange adjustments on aggregation	2	-	-	-	-
Increase/(Decrease) in net assets attributable to holders of redeemable participating shares from operations		9,448,235	(21,842,774)	23,328,634	690,906
Net assets attributable to holders of redeemable participating shares at the end of the period		277,832,285	221,813,891	484,489,247	-

*Hermes Active UK Inflation-Linked Bond Fund was terminated on 29 February 2016.

The accompanying notes form an integral part of these Financial Statements

Hermes Investment Funds Public Limited Company
Unaudited Statement of Changes in Net Assets Attributable to Holders of Redeemable Participating Shares
For the period ended 30 June 2016 (continued)

	Notes	Hermes Asia Ex- Japan Equity Fund \$	Hermes Global Equity ESG Fund \$	Hermes Multi Strategy Credit Fund \$	Hermes Multi Asset Inflation Fund £
Net assets attributable to holders of redeemable participating shares at the beginning of the period		1,604,484,490	44,365,668	766,928,490	29,950,739
Redeemable participating share transactions					
Issue of redeemable participating shares for the period		210,188,477	94,079,024	120,018,637	-
Redemption of redeemable participating shares for the period		(105,954,814)	(566,154)	(23,956,601)	-
Net increase in net assets from redeemable participating share transactions		104,233,663	93,512,870	96,062,036	-
Foreign exchange adjustments on aggregation	2	-	-	-	-
Increase/(Decrease) in net assets attributable to holders of redeemable participating shares from operations		46,472,436	(5,114,341)	(17,774,106)	1,115,456
Net assets attributable to holders of redeemable participating shares at the end of the period		1,755,190,589	132,764,197	845,216,420	31,066,195

The accompanying notes form an integral part of these Financial Statements

Hermes Investment Funds Public Limited Company
Unaudited Statement of Changes in Net Assets Attributable to Holders of Redeemable Participating Shares
For the period ended 30 June 2016 (continued)

	Notes	Hermes Global Small Cap Equity Fund \$	Hermes US All Cap Equity Fund \$	Hermes Absolute Return Credit Fund \$	Total £*
Net assets attributable to holders of redeemable participating shares at the beginning of the period		30,389,570	14,824,297	50,031,415	3,944,680,893
Redeemable participating share transactions					
Issue of redeemable participating shares for the period		5,156,745	-	1,539,483	731,283,762
Redemption of redeemable participating shares for the period		-	-	-	(476,924,024)
Net increase in net assets from redeemable participating share transactions		5,156,745	-	1,539,483	254,359,738
Foreign exchange adjustments on aggregation	2	-	-	-	434,116,265
Increase/(Decrease) in net assets attributable to holders of redeemable participating shares from operations		411,050	218,267	723,511	(35,055,985)
Net assets attributable to holders of redeemable participating shares at the end of the period		35,957,365	15,042,564	52,294,409	4,598,100,911

* Euro denominated sub-funds are converted to GBP in the company total column using the average exchange rate of 1.2844.

* US Dollar denominated sub-funds are converted to GBP in the company total column using the average exchange rate of 1.4331.

The accompanying notes form an integral part of these Financial Statements

Hermes Investment Funds Public Limited Company
Unaudited Cash Flow Statement
For the period ended 30 June 2017

	Hermes Global Emerging Markets Fund¹	Hermes Global Equity Fund²	Hermes UK Small and Mid Cap Companies Fund³	Hermes European Alpha Equity Fund⁴
Cash Flows from Operating Activities	\$	\$	£	€
Dividends received	17,180,590	2,642,069	-	11,160,427
Interest received	146,119	2,142	7,142	1,700
Operating expenses paid	(8,237,362)	(775,692)	(826)	(1,799,173)
Purchase of financial assets	(965,908,725)	(46,412,647)	-	(96,099,883)
Proceeds from sales of financial assets	167,150,659	78,352,215	-	66,303,437
Net Cash (outflow)/inflow from Operating Activities	(789,668,719)	33,808,087	6,316	(20,433,492)
Cash Flows from Financing Activities				
Subscriptions	1,041,158,815	139,892,170	-	91,548,000
Redemptions	(263,232,840)	(176,270,588)	(225,924)	(72,493,364)
Interest paid	(21,109)	(1,251)	-	(31,325)
Distribution paid	(505,748)	(6,555)	-	(24,309)
Income equalisation	(78,340)	(193,577)	-	(1,772,140)
Net Cash inflow/(outflow) from Financing Activities	777,320,778	(36,579,801)	(225,924)	17,226,862
(Decrease) in cash and cash equivalents	(12,347,941)	(2,771,714)	(219,608)	(3,206,630)
Foreign exchange adjustment on aggregation (Note 2)	-	-	-	-
Cash and cash equivalents at the beginning of the period	22,015,906	2,932,200	219,608	7,686,888
Cash and cash equivalents at the end of the period	9,667,965	160,486	-	4,480,258
Cash and cash equivalents at the end of the period is comprised of:				
Cash	9,667,965	160,486	-	4,480,258
Cash collateral on derivative positions (asset)	-	-	-	-
Cash collateral on derivative positions (liability)	-	-	-	-
	9,667,965	160,486	-	4,480,258

¹ Proceeds from sales of financial assets exclude a redemption made in-specie of \$108,779,153.

² Proceeds from sales of financial assets exclude a redemption made in-specie of \$79,369,151.

³ Hermes UK Small and Mid Cap Companies Fund was terminated on 15 February 2016.

⁴ Proceeds from sales of financial assets exclude three redemptions made in-specie of €246,899,108.

The accompanying notes form an integral part of these Financial Statements

Hermes Investment Funds Public Limited Company
Unaudited Cash Flow Statement
For the period ended 30 June 2017 (continued)

	Hermes Global High Yield Credit Fund	Hermes Europe Ex- UK Equity Fund¹	Hermes US SMID Equity Fund²	Hermes Active UK Inflation-Linked Bond Fund³
	€	€	\$	£
Cash Flows from Operating Activities				
Dividends received	-	2,059,393	3,855,040	-
Interest received	8,730,475	1,733	87,454	-
Operating expenses paid	(536,056)	(223,636)	(3,366,192)	(3,278)
Purchase of financial assets	(164,946,455)	(23,966,447)	(242,983,804)	-
Proceeds from sales of financial assets	149,556,886	19,116,489	132,913,393	-
Net Cash (outflow) from Operating Activities	(7,195,150)	(3,012,468)	(109,494,109)	(3,278)
Cash Flows from Financing Activities				
Subscriptions	29,700,061	32,475,894	263,147,868	-
Redemptions	(37,298,413)	(29,137,392)	(151,438,752)	-
Interest paid	(38,772)	(4,353)	(1,359)	-
Distribution paid	(135,413)	-	(18,625)	-
Income equalisation	(474,136)	(1,461,226)	(332,549)	-
Net Cash (outflow)/inflow from Financing Activities	(8,246,673)	1,872,923	111,356,583	-
(Decrease)/Increase in cash and cash equivalents	(15,441,823)	(1,139,545)	1,862,474	(3,278)
Foreign exchange adjustment on aggregation (Note 2)	-	-	-	-
Cash and cash equivalents at the beginning of the period	20,619,962	1,269,016	14,604,449	3,278
Cash and cash equivalents at the end of the period	5,178,139	129,471	16,466,923	-
Cash and cash equivalents at the end of the period is comprised of:				
Cash	13,788,139	129,471	16,466,923	-
Cash collateral on derivative positions (asset)	580,000	-	-	-
Cash collateral on derivative positions (liability)	(9,190,000)	-	-	-
	5,178,139	129,471	16,466,923	-

¹ Proceeds from sales of financial assets exclude a redemption made in-specie of \$223,303,616.

² Proceeds from sales of financial assets exclude a redemption made in-specie of \$93,493,729.

³ Hermes Active UK Inflation-Linked Bond Fund was terminated on 29 February 2016.

The accompanying notes form an integral part of these Financial Statements

Hermes Investment Funds Public Limited Company
Unaudited Cash Flow Statement
For the period ended 30 June 2017 (continued)

	Hermes Asia Ex- Japan Equity Fund	Hermes Global Equity ESG Fund	Hermes Multi Strategy Credit Fund	Hermes Multi Asset Inflation Fund
	\$	\$	\$	£
Cash Flows from Operating Activities				
Dividends received	22,005,820	1,307,219	-	28,202
Interest received	371,843	1,354	19,096,332	253,844
Operating expenses paid	(12,077,044)	(619,389)	(2,581,000)	(34,726)
Purchase of financial assets	(964,888,810)	(20,473,302)	(907,829,511)	(35,262,316)
Proceeds from sales of financial assets	533,224,276	41,601,528	693,821,201	28,024,116
Net Cash (outflow)/inflow from Operating Activities	(421,363,915)	21,817,410	(197,492,978)	(6,990,880)
Cash Flows from Financing Activities				
Subscriptions	561,278,572	17,910,171	315,253,184	239,549
Redemptions	(167,092,039)	(40,937,089)	(73,098,261)	(51,530)
Interest paid	(5,071)	(168)	(12,742)	(1,610)
Distribution paid	(3,035,218)	-	(9,309,651)	(3)
Income equalisation	14,312	(20,958)	2,504,979	115
Net Cash inflow/(outflow) from Financing Activities	391,160,556	(23,048,044)	235,337,509	186,521
(Decrease)/Increase in cash and cash equivalents	(30,203,359)	(1,230,634)	37,844,531	(6,804,359)
Foreign exchange adjustment on aggregation (Note 2)	-	-	-	-
Cash and cash equivalents at the beginning of the period	104,959,611	2,316,432	36,520,699	10,239,641
Cash and cash equivalents at the end of the period	74,756,252	1,085,798	74,365,230	3,435,282
Cash and cash equivalents at the end of the period is comprised of:				
Cash	74,756,252	1,085,798	49,295,230	3,955,282
Cash collateral on derivative positions (asset)	-	-	25,680,000	-
Cash collateral on derivative positions (liability)	-	-	(610,000)	(520,000)
	74,756,252	1,085,798	74,365,230	3,435,282

The accompanying notes form an integral part of these Financial Statements

Hermes Investment Funds Public Limited Company
Unaudited Cash Flow Statement
For the period ended 30 June 2017 (continued)

	Hermes Global Small Cap Equity Fund	Hermes US All Cap Equity Fund	Hermes Absolute Return Credit Fund	Total
	\$	\$	\$	£*
Cash Flows from Operating Activities				
Dividends received	349,409	95,250	-	48,154,162
Interest received	1,575	232	1,322,301	24,119,323
Operating expenses paid	(95,627)	(45,324)	(152,729)	(23,803,293)
Purchase of financial assets	(9,068,321)	(766,480)	(128,648,818)	(2,816,007,574)
Proceeds from sales of financial assets	5,296,182	1,196,867	88,982,295	1,575,843,444
Net Cash (outflow)/inflow from Operating Activities	(3,516,782)	480,545	(38,496,951)	(1,191,693,938)
Cash Flows from Financing Activities				
Subscriptions	4,988,265	2,061	40,687,049	1,970,789,687
Redemptions	-	-	(918,941)	(794,336,811)
Interest paid	(90)	(5)	(1,815)	(100,554)
Distribution paid	-	-	(63)	(10,052,754)
Income equalisation	7,238	-	330,801	(1,537,037)
Net Cash inflow from Financing Activities	4,995,413	2,056	40,097,031	1,164,762,531
Increase/(Decrease) in cash and cash equivalents	1,478,631	482,601	1,600,080	(26,931,407)
Foreign exchange adjustment on aggregation (Note 2)	-	-	-	(6,634,311)
Cash and cash equivalents at the beginning of the period	635,991	89,003	2,487,394	186,690,951
Cash and cash equivalents at the end of the period	2,114,622	571,604	4,087,474	153,125,233
Cash and cash equivalents at the end of the period is comprised of:				
Cash	2,114,622	571,604	2,427,474	140,627,140
Cash collateral on derivative positions (asset)	-	-	1,660,000	21,557,025
Cash collateral on derivative positions (liability)	-	-	-	(9,058,932)
	2,114,622	571,604	4,087,474	153,125,233

* Euro denominated sub-funds are converted to GBP in the company total column using the period end exchange rate of 1.1389.

* US Dollar denominated sub-funds are converted to GBP in the company total column using the period end exchange rate of 1.2990.

Please note that the figures for "Purchase of financial assets" and "Proceeds from sales of financial assets" on the Cash Flow Statement differ from the figures used in the Unaudited Schedule of Significant Portfolio Movements, as the Cash Flow Statement is adjusted for any receivable or payable for financial assets at the year end.

The accompanying notes form an integral part of these Financial Statements

Hermes Investment Funds Public Limited Company
Unaudited Cash Flow Statement
For the period ended 30 June 2016

	Hermes Global Emerging Markets Fund	Hermes Global Equity Fund	Hermes UK Small and Mid Cap Companies Fund*	Hermes European Alpha Equity Fund
Cash Flows from Operating Activities	\$	\$	£	€
Dividends received	8,218,277	5,092,636	889,613	10,830,458
Interest received	24,005	1	2,185	5
Operating expenses paid	(2,795,509)	(850,965)	(128,910)	(1,866,987)
Purchase of financial assets	(431,170,017)	(24,482,459)	(4,165,763)	(92,025,101)
Proceeds from sales of financial assets	115,940,664	15,809,705	7,481,139	113,927,480
Net Cash (outflow)/inflow from Operating Activities	(309,782,580)	(4,431,082)	4,078,264	30,865,855
Cash Flows from Financing Activities				
Subscriptions	358,998,144	19,196,139	43,184	42,737,856
Redemptions	(57,225,860)	(15,823,501)	(7,673,017)	(66,593,392)
Interest paid	(25,124)	(1,830)	(8)	(19,091)
Distribution paid	(14,541)	-	-	(26,960)
Income equalisation	410,545	19,859	-	(136,249)
Net Cash inflow/(outflow) from Financing Activities	302,143,164	3,390,667	(7,629,841)	(24,037,836)
(Decrease)/Increase in cash and cash equivalents	(7,639,416)	(1,040,415)	(3,551,577)	6,828,019
Foreign exchange adjustment on aggregation (Note 2)	-	-	-	-
Cash and cash equivalents at the beginning of the period	17,805,174	1,269,480	3,781,042	4,715,157
Cash and cash equivalents at the end of the period	10,165,758	229,065	229,465	11,543,176
Cash and cash equivalents at the end of the period is comprised of:				
Cash	10,165,758	229,065	229,465	11,543,176
Cash collateral on derivative positions (asset)	-	-	-	-
Cash collateral on derivative positions (liability)	-	-	-	-
	10,165,758	229,065	229,465	11,543,176

*Hermes UK Small and Mid Cap Companies Fund was terminated on 15 February 2016. Proceeds from sales of financial assets exclude a redemption made in specie of £187,762,511.

The accompanying notes form an integral part of these Financial Statements

Hermes Investment Funds Public Limited Company
Unaudited Cash Flow Statement
For the period ended 30 June 2016 (continued)

	Hermes Global High Yield Credit Fund	Hermes Europe Ex- UK Equity Fund	Hermes US SMID Equity Fund	Hermes Active UK Inflation-Linked Bond Fund*
	€	€	\$	£
Cash Flows from Operating Activities				
Dividends received	-	3,323,593	1,867,717	-
Interest received	8,417,184	6	18,751	62,530
Operating expenses paid	(471,924)	(417,582)	(959,577)	(52,559)
Purchase of financial assets	(152,808,188)	(19,520,829)	(147,350,937)	(178,192)
Proceeds from sales of financial assets	116,263,880	32,141,071	80,239,835	10,803,907
Net Cash (outflow)/inflow from Operating Activities	(28,599,048)	15,526,259	(66,184,211)	10,635,686
Cash Flows from Financing Activities				
Subscriptions	36,154,552	25,245,939	118,512,029	-
Redemptions	(14,271,340)	(36,818,975)	(38,899,102)	(10,795,504)
Interest paid	(26,896)	(3,793)	(3,497)	(99)
Distribution paid	(112,561)	-	(2,716)	-
Income equalisation	213,432	(6,735)	22,889	(4,221)
Net Cash inflow/(outflow) from Financing Activities	21,957,187	(11,583,564)	79,629,603	(10,799,824)
(Decrease)/Increase in cash and cash equivalents	(6,641,861)	3,942,695	13,445,392	(164,138)
Foreign exchange adjustment on aggregation (Note 2)	-	-	-	-
Cash and cash equivalents at the beginning of the period	24,346,540	1,199,521	7,333,856	172,950
Cash and cash equivalents at the end of the period	17,704,679	5,142,216	20,779,248	8,812
Cash and cash equivalents at the end of the period is comprised of:				
Cash	15,433,632	5,142,216	20,779,248	8,812
Cash collateral on derivative positions (asset)	3,770,000	-	-	-
Cash collateral on derivative positions (liability)	(1,498,953)	-	-	-
	17,704,679	5,142,216	20,779,248	8,812

*Hermes Active UK Inflation-Linked Bond Fund was terminated on 29 February 2016. Proceeds from sales of financial assets exclude a redemption made in-specie of £9,257,645.

The accompanying notes form an integral part of these Financial Statements

Hermes Investment Funds Public Limited Company
Unaudited Cash Flow Statement
For the period ended 30 June 2016 (continued)

	Hermes Asia Ex- Japan Equity Fund	Hermes Global Equity ESG Fund	Hermes Multi Strategy Credit Fund	Hermes Multi Asset Inflation Fund
	\$	\$	\$	£
Cash Flows from Operating Activities				
Dividends received	17,463,231	434,733	1,763,751	26,975
Interest received	88,352	28	17,522,241	167,098
Operating expenses paid	(7,492,476)	(83,449)	(2,263,491)	(40,212)
Purchase of financial assets	(503,199,995)	(91,059,250)	(701,649,497)	(27,123,409)
Proceeds from sales of financial assets	364,526,757	3,777,126	546,762,753	26,552,279
Net Cash (outflow) from Operating Activities	(128,614,131)	(86,930,812)	(137,864,243)	(417,269)
Cash Flows from Financing Activities				
Subscriptions	230,602,042	94,079,024	123,548,637	-
Redemptions	(108,656,482)	(566,154)	(23,956,601)	-
Interest paid	(2,001)	-	(19,922)	-
Distribution paid	(1,099,570)	-	(9,525,319)	-
Income equalisation	392,363	44,923	1,211,993	-
Net Cash inflow from Financing Activities	121,236,352	93,557,793	91,258,788	-
(Decrease)/Increase in cash and cash equivalents	(7,377,779)	6,626,981	(46,605,455)	(417,269)
Foreign exchange adjustment on aggregation (Note 2)	-	-	-	-
Cash and cash equivalents at the beginning of the period	49,278,346	470,890	49,157,147	9,506,778
Cash and cash equivalents at the end of the period	41,900,567	7,097,871	2,551,692	9,089,509
Cash and cash equivalents at the end of the period is comprised of:				
Cash	41,900,567	7,097,871	13,851,087	9,229,509
Cash collateral on derivative positions (asset)	-	-	610,000	30,000
Cash collateral on derivative positions (liability)	-	-	(11,909,395)	(170,000)
	41,900,567	7,097,871	2,551,692	9,089,509

The accompanying notes form an integral part of these Financial Statements

Hermes Investment Funds Public Limited Company
Unaudited Cash Flow Statement
For the period ended 30 June 2016 (continued)

	Hermes Global Small Cap Equity Fund	Hermes US All Cap Equity Fund	Hermes Absolute Return Credit Fund	Total
	\$	\$	\$	£*
Cash Flows from Operating Activities				
Dividends received	287,755	85,812	-	39,021,286
Interest received	-	-	1,019,950	21,195,618
Operating expenses paid	(103,258)	(73,725)	(115,921)	(13,537,583)
Purchase of financial assets	(8,871,363)	(4,025,656)	(64,800,993)	(1,729,772,549)
Proceeds from sales of financial assets	3,295,823	4,658,835	59,308,743	1,353,286,648
Net Cash (outflow)/inflow from Operating Activities	(5,391,043)	645,266	(4,588,221)	(329,806,580)
Cash Flows from Financing Activities				
Subscriptions	5,156,745	-	1,539,483	798,460,842
Redemptions	-	-	-	(496,658,980)
Interest paid	(2)	-	(1,932)	(82,102)
Distribution paid	-	-	(43)	(8,076,892)
Income equalisation	10,018	-	15,894	1,646,548
Net Cash inflow from Financing Activities	5,166,761	-	1,553,402	295,289,416
(Decrease)/Increase in cash and cash equivalents	(224,282)	645,266	(3,034,819)	(34,517,164)
Foreign exchange adjustment on aggregation (Note 2)	-	-	-	11,986,145
Cash and cash equivalents at the beginning of the period	677,868	67,566	5,304,495	124,891,388
Cash and cash equivalents at the end of the period	453,586	712,832	2,269,676	102,360,369
Cash and cash equivalents at the end of the period is comprised of:				
Cash	453,586	712,832	2,949,676	109,574,257
Cash collateral on derivative positions (asset)	-	-	-	3,619,380
Cash collateral on derivative positions (liability)	-	-	(680,000)	(10,833,268)
	453,586	712,832	2,269,676	102,360,369

* Euro denominated sub-funds are converted to GBP in the company total column using the period end exchange rate of 1.2033.

* US Dollar denominated sub-funds are converted to GBP in the company total column using the period end exchange rate of 1.3368

Please note that the figures for "Purchase of financial assets" and "Proceeds from sales of financial assets" on the Cash Flow Statement differ from the figures used in the Unaudited Schedule of Significant Portfolio Movements, as the Cash Flow Statement is adjusted for any receivable or payable for financial assets at the year end.

The accompanying notes form an integral part of these Financial Statements

Hermes Investment Funds Public Limited Company
Notes to the Financial Statements for the period ended 30 June 2017

1. Incorporation and Principal Activity

Hermes Investment Funds Public Limited Company (the “Company”) was incorporated on 23 October 2008 under the laws of the Republic of Ireland as an open-ended umbrella type investment company with variable capital and limited liability in which different sub-funds may be created from time to time. The Company was authorised on 24 November 2008 by the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations, 2011 (“the UCITS Regulations”), as amended and the Central Bank as an Undertaking for Collective Investment in Transferable Securities in accordance with the provisions of the Central Bank (Supervision and Enforcement) Act 2013 (Section 48(1)) (Undertakings for Collective Investment in Transferable Securities) Regulations, 2015.

As at 30 June 2017 there were 13 sub-funds in existence with the following share classes:

<u>Name of the sub-fund</u>	<u>Share Class</u>	<u>Launch date</u>
Hermes Global Emerging Markets Fund	Z GBP Accumulating	9 December 2008
Hermes Global Emerging Markets Fund	R EUR Accumulating	12 October 2011
Hermes Global Emerging Markets Fund	T GBP Accumulating	24 October 2011
Hermes Global Emerging Markets Fund	F GBP Accumulating	9 November 2012
Hermes Global Emerging Markets Fund	F USD Accumulating	20 September 2013
Hermes Global Emerging Markets Fund	F GBP Accumulating Hedged	25 November 2013
Hermes Global Emerging Markets Fund	F EUR Accumulating	4 February 2014
Hermes Global Emerging Markets Fund	R USD Distributing	23 April 2015
Hermes Global Emerging Markets Fund	R EUR Distributing	23 April 2015
Hermes Global Emerging Markets Fund	F GBP Distributing	5 June 2015
Hermes Global Emerging Markets Fund	R EUR Distributing Hedged	24 June 2015
Hermes Global Emerging Markets Fund	R USD Accumulating	30 June 2015
Hermes Global Emerging Markets Fund	F EUR Accumulating Hedged	31 July 2015
Hermes Global Emerging Markets Fund	F USD Distributing	13 November 2015
Hermes Global Emerging Markets Fund	G USD Accumulating	16 December 2015
Hermes Global Emerging Markets Fund	G EUR Accumulating	6 January 2016
Hermes Global Emerging Markets Fund	F EUR Distributing	26 April 2016
Hermes Global Emerging Markets Fund	Z USD Accumulating	24 August 2016
Hermes Global Emerging Markets Fund	J GBP Accumulating	2 September 2016
Hermes Global Emerging Markets Fund	J GBP Distributing	2 September 2016
Hermes Global Emerging Markets Fund	J USD Accumulating	2 September 2016
Hermes Global Emerging Markets Fund	J USD Distributing	2 September 2016
Hermes Global Emerging Markets Fund	J EUR Accumulating	2 September 2016
Hermes Global Emerging Markets Fund	J EUR Distributing	2 September 2016
Hermes Global Emerging Markets Fund	J GBP Accumulating Hedged	23 September 2016
Hermes Global Emerging Markets Fund	J GBP Distributing Hedged	23 September 2016
Hermes Global Emerging Markets Fund	J EUR Accumulating Hedged	23 September 2016
Hermes Global Emerging Markets Fund	J EUR Distributing Hedged	23 September 2016
Hermes Global Emerging Markets Fund	F CHF Accumulating	13 October 2016
Hermes Global Emerging Markets Fund	F SGD Accumulating	24 October 2016
Hermes Global Emerging Markets Fund	F SGD Distributing	24 October 2016
Hermes Global Emerging Markets Fund	R SGD Accumulating	24 October 2016
Hermes Global Emerging Markets Fund	R SGD Distributing	24 October 2016
Hermes Global Equity Fund	Z GBP Accumulating	5 December 2008
Hermes Global Equity Fund	R EUR Accumulating	12 October 2011
Hermes Global Equity Fund	T GBP Accumulating	24 October 2011
Hermes Global Equity Fund	F GBP Accumulating	9 November 2012
Hermes Global Equity Fund	F USD Accumulating	6 November 2013
Hermes Global Equity Fund	F GBP Distributing	30 December 2013
Hermes Global Equity Fund	F EUR Accumulating	28 October 2014
Hermes Global Equity Fund	F EUR Distributing	4 March 2015

Hermes Investment Funds Public Limited Company
Notes to the Financial Statements for the period ended 30 June 2017 (continued)

1. Incorporation and Principal Activity (continued)

<u>Name of the sub-fund</u>	<u>Share Class</u>	<u>Launch date</u>
Hermes Global Equity Fund	R USD Accumulating	5 October 2015
Hermes Global Equity Fund	R SGD Accumulating	18 February 2016
Hermes European Alpha Equity Fund	Z GBP Accumulating	15 January 2010
Hermes European Alpha Equity Fund	R EUR Accumulating	13 April 2011
Hermes European Alpha Equity Fund	T GBP Accumulating	24 October 2011
Hermes European Alpha Equity Fund	Z EUR Accumulating	16 November 2011
Hermes European Alpha Equity Fund	F GBP Accumulating	9 November 2012
Hermes European Alpha Equity Fund	F EUR Accumulating	13 November 2012
Hermes European Alpha Equity Fund	F GBP Distributing	16 November 2012
Hermes European Alpha Equity Fund	R GBP Accumulating	21 February 2013
Hermes European Alpha Equity Fund	F EUR Distributing	14 May 2013
Hermes European Alpha Equity Fund	S EUR Distributing	12 August 2013
Hermes European Alpha Equity Fund	F USD Distributing	13 November 2013
Hermes European Alpha Equity Fund	S GBP Distributing	26 November 2013
Hermes European Alpha Equity Fund	S USD Distributing	6 December 2013
Hermes European Alpha Equity Fund	S USD Accumulating Hedged	9 December 2013
Hermes European Alpha Equity Fund	S EUR Accumulating	17 December 2013
Hermes European Alpha Equity Fund	S GBP Distributing Hedged	19 December 2013
Hermes European Alpha Equity Fund	R USD Accumulating Hedged	10 January 2014
Hermes European Alpha Equity Fund	S GBP Accumulating	14 January 2014
Hermes European Alpha Equity Fund	R CHF Accumulating Hedged	4 February 2014
Hermes European Alpha Equity Fund	S USD Distributing Hedged	4 February 2014
Hermes European Alpha Equity Fund	S GBP Accumulating Hedged	10 February 2014
Hermes European Alpha Equity Fund	S USD Accumulating	17 February 2014
Hermes European Alpha Equity Fund	MEUR Distributing	31 March 2014
Hermes European Alpha Equity Fund	MEUR Accumulating	31 March 2014
Hermes European Alpha Equity Fund	R USD Accumulating	25 July 2014
Hermes European Alpha Equity Fund	R CHF Accumulating	12 December 2014
Hermes European Alpha Equity Fund	R EUR Distributing	13 November 2015
Hermes Global High Yield Credit Fund	Z GBP Accumulating	11 May 2010
Hermes Global High Yield Credit Fund	R EUR Accumulating	11 October 2011
Hermes Global High Yield Credit Fund	F GBP Accumulating	8 November 2012
Hermes Global High Yield Credit Fund	F EUR Accumulating	16 May 2013
Hermes Global High Yield Credit Fund	F GBP Accumulating Hedged	4 February 2014
Hermes Global High Yield Credit Fund	F GBP Distributing Hedged	2 December 2014
Hermes Global High Yield Credit Fund	F USD Distributing Hedged	10 December 2014
Hermes Global High Yield Credit Fund	F USD Accumulating Hedged	11 December 2014
Hermes Global High Yield Credit Fund	T GBP Accumulating	16 June 2015
Hermes Global High Yield Credit Fund	T GBP Accumulating Hedged	8 July 2015
Hermes Global High Yield Credit Fund	R USD Accumulating	22 October 2015
Hermes Global High Yield Credit Fund	R EUR Distributing	14 January 2016
Hermes Global High Yield Credit Fund	R USD Accumulating Hedged	27 February 2017
Hermes Global High Yield Credit Fund	R GBP Accumulating	27 February 2017
Hermes Europe Ex-UK Equity Fund	Z GBP Accumulating	21 December 2011
Hermes Europe Ex-UK Equity Fund	R EUR Accumulating	9 March 2012
Hermes Europe Ex-UK Equity Fund	R GBP Accumulating	13 June 2012
Hermes Europe Ex-UK Equity Fund	F GBP Accumulating	9 November 2012
Hermes Europe Ex-UK Equity Fund	F EUR Accumulating	1 July 2013
Hermes Europe Ex-UK Equity Fund	F GBP Distributing Hedged	29 January 2014
Hermes Europe Ex-UK Equity Fund	F USD Distributing Hedged	8 April 2015
Hermes Europe Ex-UK Equity Fund	F EUR Distributing	8 May 2015
Hermes Europe Ex-UK Equity Fund	F GBP Distributing	4 May 2016

Hermes Investment Funds Public Limited Company
Notes to the Financial Statements for the period ended 30 June 2017 (continued)

1. Incorporation and Principal Activity (continued)

<u>Name of the sub-fund</u>	<u>Share Class</u>	<u>Launch date</u>
Hermes Europe Ex-UK Equity Fund	M GBP Accumulating	6 September 2016
Hermes Europe Ex-UK Equity Fund	M GBP Accumulating Hedged	6 September 2016
Hermes Europe Ex-UK Equity Fund	M GBP Distributing	6 September 2016
Hermes Europe Ex-UK Equity Fund	M GBP Distributing Hedged	6 September 2016
Hermes Europe Ex-UK Equity Fund	M EUR Distributing	25 April 2017
Hermes Europe Ex-UK Equity Fund	M USD Distributing Hedged	25 April 2017
Hermes US SMID Equity Fund	Z GBP Accumulating	26 September 2012
Hermes US SMID Equity Fund	F GBP Accumulating	8 November 2012
Hermes US SMID Equity Fund	R EUR Accumulating	8 November 2012
Hermes US SMID Equity Fund	F USD Accumulating	10 April 2013
Hermes US SMID Equity Fund	T GBP Accumulating	8 May 2013
Hermes US SMID Equity Fund	F GBP Distributing	10 May 2013
Hermes US SMID Equity Fund	F USD Distributing	14 May 2013
Hermes US SMID Equity Fund	F EUR Accumulating	15 May 2013
Hermes US SMID Equity Fund	F EUR Distributing	16 May 2013
Hermes US SMID Equity Fund	F EUR Accumulating Hedged	19 August 2013
Hermes US SMID Equity Fund	F GBP Accumulating Hedged	21 November 2013
Hermes US SMID Equity Fund	F GBP Distributing Hedged	7 October 2014
Hermes US SMID Equity Fund	R CHF Accumulating Hedged	10 December 2014
Hermes US SMID Equity Fund	R USD Accumulating	11 December 2014
Hermes US SMID Equity Fund	R EUR Accumulating Hedged	11 December 2014
Hermes US SMID Equity Fund	F CHF Accumulating Hedged	30 July 2015
Hermes US SMID Equity Fund	F CHF Distributing Hedged	9 August 2016
Hermes US SMID Equity Fund	F SGD Accumulating	13 April 2017
Hermes US SMID Equity Fund	R SGD Accumulating	13 April 2017
Hermes Asia Ex-Japan Equity Fund	Z GBP Accumulating	1 November 2012
Hermes Asia Ex-Japan Equity Fund	F GBP Accumulating	6 December 2012
Hermes Asia Ex-Japan Equity Fund	R EUR Accumulating	6 December 2012
Hermes Asia Ex-Japan Equity Fund	T GBP Accumulating	8 May 2013
Hermes Asia Ex-Japan Equity Fund	F EUR Distributing	21 August 2013
Hermes Asia Ex-Japan Equity Fund	F EUR Accumulating	21 August 2013
Hermes Asia Ex-Japan Equity Fund	F GBP Distributing	28 August 2013
Hermes Asia Ex-Japan Equity Fund	F USD Accumulating	1 October 2013
Hermes Asia Ex-Japan Equity Fund	R USD Accumulating	1 October 2013
Hermes Asia Ex-Japan Equity Fund	F EUR Accumulating Hedged	21 October 2013
Hermes Asia Ex-Japan Equity Fund	F GBP Distributing Hedged	7 November 2013
Hermes Asia Ex-Japan Equity Fund	R EUR Accumulating Hedged	11 March 2014
Hermes Asia Ex-Japan Equity Fund	R CHF Accumulating Hedged	11 March 2014
Hermes Asia Ex-Japan Equity Fund	F GBP Accumulating Hedged	18 March 2014
Hermes Asia Ex-Japan Equity Fund	F USD Distributing	1 September 2014
Hermes Asia Ex-Japan Equity Fund	C USD Accumulating	4 November 2014
Hermes Asia Ex-Japan Equity Fund	RC USD Accumulating	4 November 2014
Hermes Asia Ex-Japan Equity Fund	C EUR Accumulating	9 February 2015
Hermes Asia Ex-Japan Equity Fund	C EUR Distributing	10 February 2015
Hermes Asia Ex-Japan Equity Fund	C GBP Distributing	10 February 2015
Hermes Asia Ex-Japan Equity Fund	C USD Distributing	11 February 2015
Hermes Asia Ex-Japan Equity Fund	C GBP Accumulating	20 March 2015
Hermes Asia Ex-Japan Equity Fund	RC EUR Accumulating	20 March 2015
Hermes Asia Ex-Japan Equity Fund	C SGD Accumulating	14 August 2016
Hermes Asia Ex-Japan Equity Fund	F EUR Distributing Hedged	7 March 2017

Hermes Investment Funds Public Limited Company
Notes to the Financial Statements for the period ended 30 June 2017 (continued)

1. Incorporation and Principal Activity (continued)

<u>Name of the sub-fund</u>	<u>Share Class</u>	<u>Launch date</u>
Hermes Global Equity ESG Fund	Z USD Accumulating	1 May 2014
Hermes Global Equity ESG Fund	F GBP Accumulating	7 May 2014
Hermes Global Equity ESG Fund	F USD Accumulating	7 May 2014
Hermes Global Equity ESG Fund	R EUR Accumulating	9 May 2014
Hermes Global Equity ESG Fund	F EUR Accumulating	9 May 2014
Hermes Global Equity ESG Fund	T GBP Accumulating	16 June 2015
Hermes Global Equity ESG Fund	F NOK Accumulating	18 May 2016
Hermes Global Equity ESG Fund	R NOK Accumulating	18 May 2016
Hermes Global Equity ESG Fund	F EUR Accumulating Hedged	13 March 2017
Hermes Global Equity ESG Fund	R EUR Accumulating Hedged	4 May 2017
Hermes Multi Strategy Credit Fund	Z USD Accumulating	1 May 2014
Hermes Multi Strategy Credit Fund	F GBP Distributing Hedged	7 May 2014
Hermes Multi Strategy Credit Fund	F GBP Accumulating Hedged	7 May 2014
Hermes Multi Strategy Credit Fund	F EUR Accumulating	7 May 2014
Hermes Multi Strategy Credit Fund	F USD Accumulating	7 May 2014
Hermes Multi Strategy Credit Fund	F EUR Accumulating Hedged	8 May 2014
Hermes Multi Strategy Credit Fund	R EUR Accumulating	6 June 2014
Hermes Multi Strategy Credit Fund	R EUR Accumulating Hedged	6 June 2014
Hermes Multi Strategy Credit Fund	F GBP Distributing	10 July 2014
Hermes Multi Strategy Credit Fund	F USD Distributing	10 July 2014
Hermes Multi Strategy Credit Fund	F GBP Accumulating	6 May 2015
Hermes Multi Strategy Credit Fund	T GBP Accumulating Hedged	9 July 2015
Hermes Multi Strategy Credit Fund	R USD Accumulating	22 October 2015
Hermes Multi Strategy Credit Fund	F EUR Distributing	9 December 2015
Hermes Multi Strategy Credit Fund	R EUR Distributing	9 December 2015
Hermes Multi Strategy Credit Fund	F EUR Distributing Hedged	14 January 2016
Hermes Multi Strategy Credit Fund	R EUR Distributing Hedged	14 January 2016
Hermes Multi Strategy Credit Fund	L GBP Accumulating	16 June 2017
Hermes Multi Strategy Credit Fund	L GBP Distributing	16 June 2017
Hermes Multi Strategy Credit Fund	L GBP Accumulating Hedged	16 June 2017
Hermes Multi Strategy Credit Fund	L GBP Distributing Hedged	16 June 2017
Hermes Multi Strategy Credit Fund	R CHF Accumulating Hedged	22 June 2017
Hermes Multi Strategy Credit Fund	R SGD Accumulating	22 June 2017
Hermes Multi Asset Inflation Fund	F GBP Accumulating	3 November 2014
Hermes Multi Asset Inflation Fund	Z GBP Accumulating	3 November 2014
Hermes Multi Asset Inflation Fund	F GBP Distributing	3 November 2014
Hermes Multi Asset Inflation Fund	T GBP Accumulating	16 June 2015
Hermes Multi Asset Inflation Fund	X GBP Accumulating	16 June 2017
Hermes Multi Asset Inflation Fund	Y GBP Accumulating	16 June 2017
Hermes Global Small Cap Equity Fund	F EUR Accumulating	15 May 2015
Hermes Global Small Cap Equity Fund	F EUR Distributing	15 May 2015
Hermes Global Small Cap Equity Fund	F GBP Accumulating Hedged	15 May 2015
Hermes Global Small Cap Equity Fund	F GBP Distributing Hedged	15 May 2015
Hermes Global Small Cap Equity Fund	F USD Accumulating	15 May 2015
Hermes Global Small Cap Equity Fund	F USD Distributing	15 May 2015
Hermes Global Small Cap Equity Fund	F GBP Accumulating	15 May 2015
Hermes Global Small Cap Equity Fund	R USD Accumulating	15 May 2015

Hermes Investment Funds Public Limited Company
Notes to the Financial Statements for the period ended 30 June 2017 (continued)

1. Incorporation and Principal Activity (continued)

<u>Name of the sub-fund</u>	<u>Share Class</u>	<u>Launch date</u>
Hermes Global Small Cap Equity Fund	R EUR Accumulating	15 May 2015
Hermes Global Small Cap Equity Fund	Z USD Accumulating	15 May 2015
Hermes Global Small Cap Equity Fund	T GBP Accumulating	16 June 2015
Hermes Global Small Cap Equity Fund	F GBP Distributing	25 January 2016
Hermes Global Small Cap Equity Fund	X USD Accumulating	16 June 2017
Hermes US All Cap Equity Fund	F EUR Accumulating	29 May 2015
Hermes US All Cap Equity Fund	F EUR Distributing	29 May 2015
Hermes US All Cap Equity Fund	F GBP Accumulating Hedged	29 May 2015
Hermes US All Cap Equity Fund	F GBP Distributing Hedged	29 May 2015
Hermes US All Cap Equity Fund	F USD Accumulating	29 May 2015
Hermes US All Cap Equity Fund	F USD Distributing	29 May 2015
Hermes US All Cap Equity Fund	F GBP Accumulating	29 May 2015
Hermes US All Cap Equity Fund	R USD Accumulating	29 May 2015
Hermes US All Cap Equity Fund	R EUR Accumulating	29 May 2015
Hermes US All Cap Equity Fund	Z USD Accumulating	29 May 2015
Hermes US All Cap Equity Fund	T GBP Accumulating	11 August 2016
Hermes US All Cap Equity Fund	F EUR Accumulating Hedged	13 March 2017
Hermes US All Cap Equity Fund	X USD Accumulating	16 June 2017
Hermes Absolute Return Credit Fund	F EUR Accumulating	29 May 2015
Hermes Absolute Return Credit Fund	F EUR Accumulating Hedged	29 May 2015
Hermes Absolute Return Credit Fund	F EUR Distributing Hedged	29 May 2015
Hermes Absolute Return Credit Fund	F CHF Accumulating Hedged	29 May 2015
Hermes Absolute Return Credit Fund	F CHF Distributing Hedged	29 May 2015
Hermes Absolute Return Credit Fund	F GBP Accumulating	29 May 2015
Hermes Absolute Return Credit Fund	F GBP Accumulating Hedged	29 May 2015
Hermes Absolute Return Credit Fund	F USD Accumulating	29 May 2015
Hermes Absolute Return Credit Fund	F USD Distributing	29 May 2015
Hermes Absolute Return Credit Fund	R EUR Accumulating	29 May 2015
Hermes Absolute Return Credit Fund	R EUR Accumulating Hedged	29 May 2015
Hermes Absolute Return Credit Fund	R EUR Distributing Hedged	29 May 2015
Hermes Absolute Return Credit Fund	R CHF Accumulating Hedged	29 May 2015
Hermes Absolute Return Credit Fund	R CHF Distributing Hedged	29 May 2015
Hermes Absolute Return Credit Fund	R USD Accumulating	29 May 2015
Hermes Absolute Return Credit Fund	Z USD Accumulating	29 May 2015
Hermes Absolute Return Credit Fund	F GBP Distributing	25 September 2015
Hermes Absolute Return Credit Fund	F GBP Distributing Hedged	25 September 2015
Hermes Absolute Return Credit Fund	T GBP Accumulating	11 August 2016

Investment Objective

Hermes Global Emerging Markets Fund - The investment objective of the sub-fund is to provide long-term capital appreciation by investing primarily in a diversified portfolio of equity securities and equity related securities of, or relating to companies in, or companies that derive a large proportion of their revenues from, global emerging markets. These companies will be listed on a Regulated Market worldwide, and the sub-fund will invest at least two-thirds of its assets in these securities. The Valuation Point of the sub-fund is twelve noon (Irish time) on each Dealing Day.

The Index this sub-fund is benchmarked against is the MSCI Emerging Markets Index.

1. Incorporation and Principal Activity (continued)

Investment Objective (continued)

Hermes Global Equity Fund - The investment objective of the sub-fund is to provide long-term capital appreciation by investing in a portfolio of equity securities quoted or traded on Regulated Markets worldwide and the Fund will invest at least two-thirds of its assets in these securities. In addition, the Fund will invest primarily in equity securities that are component securities of the MSCI World Index or equity securities of companies listed in the countries referenced in this index.

The Index this sub-fund is benchmarked against is the MSCI World Index.

Hermes European Alpha Equity Fund - The investment objective of the sub-fund is to achieve long-term capital appreciation. The sub-fund will seek to achieve its objective by investing primarily in a diversified portfolio of equity securities and/or equity related securities of, or relating to, companies in, or companies that derive a large proportion of their revenues from, the developed and emerging European market region (including Russia and Turkey). These companies will be listed and/or traded on a Regulated Market worldwide. The Valuation Point of the sub-fund is twelve noon (Irish time) on each Dealing Day.

The Index this sub-fund is benchmarked against is the FTSE All World Europe Index.

Hermes Global High Yield Credit Fund - The investment objective of the sub-fund is to generate a high level of income. The sub-fund will seek to achieve its objective by investing primarily in a diversified portfolio of debt securities. The sub-fund may take long positions and/or generate Synthetic Short Exposure through the use of financial derivative instruments. The securities in which the sub-fund may invest will be selected on a global basis. The Valuation Point of the sub-fund is close of business in the relevant market on each Dealing Day provided that if any of the relevant markets are not open on a Dealing Day, the value of the relevant investments at the close of business on the previous Dealing Day shall be used.

The Index this sub-fund is benchmarked against is the Merrill Lynch Global Non-Financial High Yield Constrained Index.

Hermes Europe Ex-UK Equity Fund - The investment objective of the sub-fund is to achieve long term capital appreciation. The sub-fund will seek to achieve its objective by investing primarily in a diversified portfolio of equity securities and equity related securities of, or relating to, companies in, or companies that derive substantial revenues from, the developed and emerging European market region (including Russia and Turkey), but excluding the United Kingdom. These companies will be listed and/or or traded on a Regulated Market worldwide. The Valuation Point of the sub-fund is twelve noon (Irish time) on each Dealing Day.

The Index this sub-fund is benchmarked against is the FTSE World Europe ex-UK Index.

Hermes US SMID Equity Fund - The investment objective of the sub-fund is to provide long term capital appreciation. The sub-fund will seek to achieve its objective by investing primarily in equity and/or equity related securities of, or relating, to small and mid-capitalisation companies domiciled in the US, or companies that derive a large proportion of their income from US activities, and that the Investment Manager has identified as being, in its view, undervalued. These companies will be listed or traded on a Regulated Market worldwide (primarily in the US or Canada). The Valuation Point of the sub-fund is twelve noon (Irish time) on each Dealing Day.

The Index this sub-fund is benchmarked against is the Russell 2500 Index.

Hermes Asia Ex-Japan Equity Fund - The investment objective of the sub-fund is to provide long term capital appreciation. The sub-fund will seek to achieve its objective by investing primarily in a portfolio of equity and equity related securities of, or relating to, companies in, or companies that derive a substantial proportion of their revenues from, the Asia ex-Japan region. These companies will be listed or traded on a Regulated Market worldwide. The Investment Manager will focus investment in (or exposure to) companies that derive revenue from developed and emerging market countries within the Asia ex-Japan region.

1. Incorporation and Principal Activity (continued)

Investment Objective (continued)

Hermes Asia Ex-Japan Equity Fund (continued) - The Valuation Point of the sub-fund is twelve noon (Irish time) on each Dealing Day.

The Index this sub-fund is benchmarked against is the MSCI AC Asia ex Japan Index.

Hermes Global Equity ESG Fund - The investment objective of the sub-fund is to achieve long term capital appreciation by investing in worldwide equity securities with favourable ESG characteristics. The sub-fund will seek to achieve its objective by investing in a portfolio of equity securities quoted or traded on Regulated Markets worldwide and the sub-fund will invest at least two-thirds of its assets in these securities. In addition, the sub-fund will invest primarily in equity securities which are component securities of the MSCI All Country World Index or equity securities of companies listed in the countries referenced in the MSCI All Country World Index. The Valuation Point of the sub-fund is twelve noon (Irish time) on each Dealing Day.

The Index this sub-fund is benchmarked against is the MSCI All Country World Index.

Hermes Multi Strategy Credit Fund - The investment objective of the sub-fund is to generate a high level of income targeting a high proportion of high yield credit returns while exhibiting lower volatility relative to the global high yield market. The sub-fund will seek to achieve its objective primarily by investing in a diversified portfolio of debt securities. The sub-fund may take long positions and/or generate Synthetic Short Exposure through the use of financial derivative instruments. The securities in which the sub-fund may invest will be selected on a global basis. The Valuation Point of the sub-fund is close of business in the relevant market on each Dealing Day provided that if any of the relevant markets are not open on a Dealing Day, the value of the relevant investments at the close of business on the previous Dealing Day shall be used.

This sub-fund uses the Bank of America Merrill Lynch Global High Yield Index (Hedged USD) as a measure to monitor its performance but it is not benchmarked against an index.

Hermes Multi Asset Inflation Fund - The investment objective of the sub-fund is to provide capital growth by delivering a return in excess of UK inflation as measured by the Retail Price Index. The sub-fund will seek to achieve its objective by investing directly or indirectly as the case may be, in the following categories of investments: commodities, cash and foreign currencies, debt, eligible CIS, financial derivative instruments, equities, financial indices, money market instruments or indirect investments in property. A decision to invest directly or to use financial derivative instruments may be made for reasons such as efficiency (i.e. it may be cheaper to gain exposure to an underlying investment than to purchase the investment directly). The securities in which the Fund may invest will be selected on a global basis. The Fund intends to achieve its investment objective over a rolling three-year time horizon. The Valuation Point of the sub-fund is twelve noon (Irish time) on each Dealing Day.

This sub-fund uses RPI% as a comparator but it is not benchmarked against an index.

Hermes Global Small Cap Equity Fund - The investment objective of the Fund is to provide long-term capital appreciation. The Fund will seek to achieve its investment objective by primarily investing in equity and/or equity related securities of, or relating to, small market capitalisation companies domiciled in developed markets or which derive a large proportion of their income from developed markets. The Valuation Point of the sub-fund is twelve noon (Irish time) on each Dealing Day.

The Index this sub-fund is benchmarked against is the MSCI World Small Cap index.

Hermes US All Cap Equity Fund - The investment objective of the Fund is to provide long-term capital appreciation. The Fund will seek to achieve its investment objective by primarily investing in equity and/or equity related securities of, or relating to, companies domiciled in the US or which derive a large proportion of their income from US activities. The Valuation Point of the sub-fund is twelve noon (Irish time) on each Dealing Day.

1. Incorporation and Principal Activity (continued)

Investment Objective (continued)

Hermes US All Cap Equity Fund (*continued*) - The Index this sub-fund is benchmarked against is the Russell 3000 Index.

Hermes Absolute Return Credit Fund - The investment objective of the Fund is to target a positive investment return (absolute return) over a rolling 12 month period irrespective of market conditions, but there is no guarantee that this will be achieved and your capital is in fact at risk. The Fund will seek to achieve its objective primarily by investing in a diversified portfolio of debt securities and may take both long positions and/or (through the use of FDIs) generate Synthetic Short Exposure. The Valuation Point of the sub-fund is close of business in the relevant market on each Dealing Day provided that if any of the relevant markets are not open on a Dealing Day, the value of the relevant investments at the close of business on the previous Dealing Day shall be used.

This sub-fund uses 3M LIBOR +3% as a target but it is not benchmarked against an index.

2. Significant Accounting Policies

The significant accounting policies applied in the preparation of these Financial Statements are set out below.

Basis of Preparation

The condensed interim financial statements have been prepared in accordance with IAS 34 'Interim Financial Reporting', and should be read in conjunction with the annual financial statements for the year ended 31 December 2016, which were prepared in accordance with International Financial Reporting Standards.

Foreign exchange translation

Functional and presentation currency

Items included in the Company's Financial Statements are measured using the currency of the primary economic environment in which it operates ('the functional currency'). The functional currency for the Hermes UK Small and Mid Cap Companies Fund, the Hermes Active UK Inflation-Linked Bond Fund and the Hermes Multi Asset Inflation Fund is Sterling, which reflects the fact that the majority of the redeemable participating shares were/are subscribed and redeemed in Sterling and a large number of the investments in their portfolios were/are denominated in Sterling. The functional currency of the Hermes Global High Yield Credit Fund, the Hermes European Alpha Equity Fund and the Hermes Europe Ex-UK Equity Fund is Euro, which reflects the fact that a large number of the investments in their portfolios are denominated in Euro. The functional currency of the Hermes Global Emerging Markets Fund, the Hermes Global Equity Fund, the Hermes US SMID Equity Fund, the Hermes Asia Ex-Japan Equity Fund, the Hermes Global Equity ESG Fund, the Hermes Multi Strategy Credit Fund, the Hermes Global Small Cap Equity Fund, the Hermes US All Cap Equity Fund and the Hermes Absolute Return Credit Fund is US Dollar which reflects the fact that a large number of the investments in their portfolios are denominated in US Dollar. All sub-funds denominated in Euro and US Dollar have been converted to Sterling in the total columns. The presentation currency of the Company is Sterling.

3. Cash and Cash Equivalents

Substantially all of the cash assets of the sub-funds are held with The Northern Trust Company (NTC), which is a 100% indirect wholly owned subsidiary of Northern Trust Corporation which has a Standard & Poor's credit rating of A+ and A2 from Moody's.

Northern Trust Fiduciary Services (Ireland) Limited has appointed NTC as its Global Sub-Custodian.

Hermes Investment Funds Public Limited Company
Notes to the Financial Statements for the period ended 30 June 2017 (continued)

3. Cash and Cash Equivalents (continued)

Where derivatives are held on a sub-fund, the sub-funds may pledge/receive collateral as required with the derivative counterparty. The collateral pledged and received at 30 June 2017 is detailed in the table on the following page.

As at 30 June 2017, the cash amounts held with the various counterparties were as follows:

	Hermes Global Emerging Markets Fund	Hermes Global Equity Fund	Hermes European Alpha Equity Fund	Hermes Global High Yield Credit Fund
	\$	\$	€	€
The Northern Trust Company	9,667,965	160,486	4,480,258	8,798,139
Barclays	-	-	-	(450,000)
BNP Paribas	-	-	-	(710,000)
Credit Suisse	-	-	-	(500,000)
Goldman Sachs	-	-	-	(1,960,000)
	9,667,965	160,486	4,480,258	5,178,139

	Hermes Europe Ex-UK Equity Fund	Hermes US SMID Equity Fund	Hermes Asia Ex- Japan Equity Fund	Hermes Global Equity ESG Fund
	€	\$	\$	\$
The Northern Trust Company	129,471	16,466,923	74,756,252	1,085,798
	129,471	16,466,923	74,756,252	1,085,798

	Hermes Multi Strategy Credit Fund	Hermes Multi Asset Inflation Fund	Hermes Global Small Cap Equity Fund
	\$	£	\$
The Northern Trust Company	56,295,230	3,955,282	2,114,622
Barclays	4,200,000	-	-
BNP Paribas	1,610,000	-	-
Citi	270,000	(260,000)	-
Goldman Sachs	5,190,000	-	-
JP Morgan	6,200,000	(260,000)	-
Merrill Lynch	(610,000)	-	-
Morgan Stanley	1,210,000	-	-
	74,365,230	3,435,282	2,114,622

	Hermes US All Cap Equity Fund	Hermes Absolute Return Credit Fund	Total
	\$	\$	£
The Northern Trust Company	571,604	2,987,474	142,065,728
Barclays	-	310,000	3,076,908
BNP Paribas	-	-	616,043
Citi	-	-	(52,140)
Credit Suisse	-	-	(439,027)
Goldman Sachs	-	370,000	2,559,390
JP Morgan	-	420,000	4,836,420
Merrill Lynch	-	-	(469,610)
Morgan Stanley	-	-	931,521
	571,604	4,087,474	153,125,233

Hermes Investment Funds Public Limited Company
Notes to the Financial Statements for the period ended 30 June 2017 (continued)

3. Cash and Cash Equivalents (continued)

As at 31 December 2016, the cash amounts held with the various counterparties were as follows:

	Hermes Global Emerging Markets Fund \$	Hermes Global Equity Fund \$	Hermes UK Small and Mid Cap Companies Fund £	Hermes European Alpha Equity Fund €
The Northern Trust Company	22,015,906	2,932,200	219,608	7,686,888
	22,015,906	2,932,200	219,608	7,686,888
	Hermes Global High Yield Credit Fund €	Hermes Europe Ex-UK Equity Fund €	Hermes US SMID Equity Fund \$	Hermes Active UK Inflation- Linked Bond Fund £
The Northern Trust Company	24,494,042	1,269,016	14,604,449	3,278
BNP Paribas	(910,000)	-	-	-
Credit Suisse	(500,000)	-	-	-
Goldman Sachs	(1,460,000)	-	-	-
JP Morgan	(1,004,080)	-	-	-
	20,619,962	1,269,016	14,604,449	3,278
	Hermes Asia Ex-Japan Equity Fund \$	Hermes Global Equity ESG Fund \$	Hermes Multi Strategy Credit Fund \$	Hermes Multi Asset Inflation Fund £
The Northern Trust Company	104,959,611	2,316,432	34,813,196	3,084,677
Barclays	-	-	4,430,000	-
BNP Paribas	-	-	(4,974,559)	-
Citi	-	-	770,000	-
Credit Suisse	-	-	1,050,000	-
Goldman Sachs	-	-	1,022,062	424,964
ING	-	-	-	4,600,000
JP Morgan	-	-	(920,000)	-
Lloyds	-	-	-	2,000,000
Macquarie Bank	-	-	-	130,000
Merrill Lynch	-	-	(610,000)	-
Morgan Stanley	-	-	940,000	-
	104,959,611	2,316,432	36,520,699	10,239,641
	Hermes Global Small Cap Equity Fund \$	Hermes US All Cap Equity Fund \$	Hermes Absolute Return Credit Fund \$	Total £
The Northern Trust Company	635,991	89,003	2,647,394	181,590,517
Barclays	-	-	-	3,585,155
BNP Paribas	-	-	(270,000)	(5,021,144)
Citi	-	-	-	623,153
Credit Suisse	-	-	110,000	511,977
Goldman Sachs	-	-	-	5,855
ING	-	-	-	4,600,000
JP Morgan	-	-	-	(1,601,628)
Lloyds	-	-	-	2,000,000
Macquarie Bank	-	-	-	130,000
Merrill Lynch	-	-	-	(493,667)
Morgan Stanley	-	-	-	760,733
	635,991	89,003	2,487,394	186,690,951

Hermes Investment Funds Public Limited Company
Notes to the Financial Statements for the period ended 30 June 2017 (continued)

4. Fees and Other Expenses

(a) Investment Management Fees

The Investment Manager is entitled to annual fees based on a percentage of the Net Asset Value of each relevant share class. The rate applicable to each share class is detailed below:

Sub-Fund	Class Z*	Class T*	Class F	Class R	Class X
Hermes Global Emerging Markets Fund	Up to 3%	Up to 1%	Up to 1%	Up to 1.50%	N/A
Hermes Global Equity Fund	Up to 3%	Up to 1%	Up to 0.55%	Up to 1.10%	N/A
Hermes European Alpha Equity Fund	Up to 3%	Up to 1%	Up to 0.75%	Up to 1.50%	N/A
Hermes Global High Yield Credit Fund	Up to 3%	Up to 1%	Up to 0.65%	Up to 1.25%	N/A
Hermes Europe Ex-UK Equity Fund	Up to 3%	Up to 1%	Up to 0.75%	Up to 1.50%	N/A
Hermes US SMID Equity Fund	Up to 3%	Up to 1%	Up to 0.75%	Up to 1.50%	N/A
Hermes Asia Ex Japan Equity Fund	Up to 3%	Up to 1%	Up to 0.75%	Up to 1.50%	N/A
Hermes Global Equity ESG Fund	Up to 3%	Up to 1%	Up to 0.55%	Up to 1.10%	N/A
Hermes Multi Strategy Credit Fund	Up to 3%	Up to 1%	Up to 0.65%	Up to 1.30%	N/A
Hermes Multi Asset Inflation Fund**	Up to 3%	Up to 1%	Up to 0.40%	Up to 0.80%	Up to 0.20%
Hermes Global Small Cap Equity Fund	Up to 3%	Up to 1%	Up to 0.75%	Up to 1.50%	Up to 0.45%
Hermes US All Cap Equity Fund***	Up to 3%	Up to 1%	Up to 0.50%	Up to 1.00%	Up to 0.25%
Hermes Absolute Return Credit Fund****	Up to 3%	Up to 1%	Up to 0.55%	Up to 1.10%	N/A

*Shareholders in these Classes will be subject to the above fees with regard to their investment in the Fund based on the Client Agreement between them and the Investment Manager. Per this agreement, these fees are charged outside of the Funds.

**From 15 June, the applicable rate for Class F and Class R for this sub-fund is up to 0.40% and up to 0.80% respectively. Up to 15 June, the fee rate was up to 0.60% for Class F and up to 1.20% for Class R.

***From 15 June, the applicable rate for Class F and Class R for this sub-fund is up to 0.50% and up to 1.00% respectively. Up to 15 June, the fee rate was up to 0.75% for Class F and up to 1.50% for Class R.

****From 15 June, the applicable rate for Class F and Class R for this sub-fund is up to 0.55% and up to 1.10% respectively. Up to 15 June, the fee rate was up to 0.70% for Class F and up to 1.40% for Class R.

The Investment Manager is entitled to an annual fee at a rate of up to 0.60% of the Net Asset Value in respect of the Class S Shares for the Hermes European Alpha Equity Fund and an annual fee at a rate of up to 0.45% of the Net Asset Value in respect of the Class M Shares for the Hermes European Alpha Equity Fund and the Hermes Europe Ex-UK Equity Fund.

The Investment Manager is entitled to charge an annual investment management fee of up to 2.20% of the Net Asset Value in respect of the Class RC Shares and up to 1.10% of the Net Asset Value in respect of the Class C Shares of the Hermes Asia Ex-Japan Equity Fund.

The Investment Manager is entitled to an annual fee at a rate of up to 1.75% of the Net Asset Value in respect of the Class G Shares and up to 0.70% of the Net Asset Value in respect of Class J Shares for the Hermes Global Emerging Markets Fund.

The Investment Manager is entitled to an annual fee at a rate of up to 0.40% of the Net Asset Value in respect of the Class Y Shares for the Hermes Multi Asset Inflation Fund. The Investment Manager has determined that Shareholders in the Class Y Shares will not be charged an investment management fee for the period up until 31 December 2020. After this date Shareholder in the Class Y Shares will be charged an investment management fee as outlined above.

4. Fees and Other Expenses (continued)

(a) Investment Management Fees (continued)

The Investment Manager is entitled to an annual fee at a rate of up to 0.50% of the Net Asset Value in respect of the Class L Shares for the Hermes Multi Strategy Credit Fund.

Investment Manager fees of £22,855,867 (30 June 2016: £9,721,405) were charged during the period and fees of £4,311,341 (31 December 2016: £2,944,110) were payable at period end.

(b) Advisory Fees (voting and engagement services)

The fee payable to the Advisor on all Share Classes is 0.008% per annum calculated on the value of the sub-fund at the Commencement Date and each quarter thereafter, payable quarterly in arrears commencing on the Commencement Date. VAT will be added where appropriate.

Advisory fees of £274,652 (30 June 2016: £157,888) were charged during the period and fees of £142,840 (31 December 2016: £112,329) were payable at period end.

(c) Administration Fees

The Company has engaged the services of Northern Trust International Fund Administration Services (Ireland) Limited, an indirect wholly-owned subsidiary of Northern Trust Corporation, to provide administration services for a fee.

In respect of the Hermes Global High Yield Credit Fund, the Hermes Multi Strategy Credit Fund, the Hermes Multi Asset Inflation Fund and the Hermes Absolute Return Credit Fund, the Administrator is entitled to an annual fee (plus any applicable value added tax) of:

- 0.05% of the Net Asset Value of the relevant sub-fund on the first £300,000,000;
- 0.04% of the Net Asset Value of the relevant sub-fund on £300,000,000 to £500,000,000;
- 0.035% of the Net Asset Value of the relevant sub-fund on £500,000,000 to £700,000,000;
- 0.025% of the Net Asset Value of the relevant sub-fund for any amounts in excess of £700,000,000

each of the foregoing being subject to a monthly minimum fee of £4,500 per Fund.

In respect of the Hermes Global Emerging Markets Fund, the Hermes Global Equity ESG Fund, the Hermes Global Equity Fund, the Hermes UK Small and Mid Cap Companies Fund, the Hermes European Alpha Equity Fund, the Hermes Europe Ex-UK Equity Fund, the Hermes US SMID Equity Fund, the Hermes Active UK Inflation-Linked Bond Fund, the Hermes Asia Ex-Japan Equity Fund, the Hermes Global Small Cap Equity Fund and the Hermes US All Cap Equity Fund the Administrator is entitled to an annual fee (plus any applicable value added tax) of:

- 0.04% of the Net Asset Value of the relevant sub-fund on the first £300,000,000;
- 0.03% of the Net Asset Value of the relevant sub-fund on £300,000,000 to £500,000,000;
- 0.025% of the Net Asset Value of the relevant sub-fund on £500,000,000 to £700,000,000;
- 0.015% of the Net Asset Value of the relevant sub-fund for any amounts in excess of £700,000,000

each of the foregoing being subject to a monthly minimum fee of £2,750 per Fund.

Administration fees of £980,145 (30 June 2016: £718,949) were charged during the period and fees of £649,433 (31 December 2016: £432,409) were payable at period end.

(d) Depositary and Sub-Custodian Fees

Northern Trust Fiduciary Services (Ireland) Limited acts as the Depositary of the Company. The Depositary is a Private Limited Company incorporated in Ireland on 5 July 1990 and is an indirect wholly-owned subsidiary of Northern Trust Corporation.

4. Fees and Other Expenses (continued)

(d) Depositary and Sub-Custodian Fees (continued)

The Depositary is entitled to an annual fee (plus any applicable value added tax) of:

- 0.0175% of the Net Asset Value of the relevant sub-fund on the first £300,000,000;
- 0.0150% of the Net Asset Value of the relevant sub-fund on £300,000,000 to £500,000,000;
- 0.0140% of the Net Asset Value of the relevant sub-fund on £500,000,000 to £700,000,000;
- 0.0125% of the Net Asset Value of the relevant sub-fund for any amounts in excess of £700,000,000.

In addition, the Depositary and any relevant Sub-Custodian shall be entitled to recover safekeeping and transaction charges as set out in the Depositary Agreement.

Depositary fees of £497,955 (30 June 2016: £279,378) were charged during the period and fees of £344,117 (31 December 2016: £220,627) were payable at period end.

Sub-Custody fees of £824,726 (30 June 2016: £342,466) were charged during the period and fees of £432,036 (31 December 2016: £208,801) were payable at period end.

(e) Directors' Fees

The Company shall pay to the Directors such annual fees for acting as Directors of the Company as the Directors may from time to time agree, provided however that the annual fees of each Director shall not exceed €50,000 without the approval of the Board of Directors. Directors' fees will total not more than €110,000 on a per annum basis. No other remuneration will be payable by the Company to the Directors except for out-of-pocket expenses reasonably incurred by them. Harriet Steel, Joseph Kagan, Ian Kennedy and Ian Pascal waived their rights to receive Director's fees from the Company.

Directors fees of £38,827 (30 June 2016: £51,885) were charged during the period and fees of £38,696 were payable at period end (31 December 2016: £5,312).

(f) Other Fees and Expenses

In addition, each sub-fund will pay the costs and expenses incurred in its operation, including, without limitation, stamp duties, taxes, the fees and expenses of the auditors, listing fees, legal expenses, the costs of printing and distributing reports, accounts and any Prospectus, publishing prices and any costs incurred as a result of a change in law or the introduction of any new law (including any costs incurred as a result of compliance with any applicable code, whether or not having the force of law).

All fees and expenses will be charged to the sub-fund in respect of which they were incurred, or where an expense is not considered by the Directors to be attributable to any one sub-fund, the expense will normally be allocated to classes of all sub-funds pro rata to the Net Asset Value of the relevant sub-funds. Details of each of the fees payable at the period end in respect of each sub-fund are disclosed in the Balance Sheet on pages 136 to 139.

(g) Transaction Costs

Transaction costs are incremental costs that are directly attributable to the acquisition, issue or disposal of a financial asset or financial liability. An incremental cost is one that would not have been incurred if the entity had not acquired, issued or disposed of the financial instrument. Transaction costs for the period of £3,920,370 (30 June 2016: £2,777,413) are expensed in the Income Statement as part of the net fair value gain/loss on financial assets and liabilities at fair value through profit or loss. Only transaction costs which are separately identifiable are disclosed. These include transaction costs paid to custodians and sub-custodians, identifiable brokerage charges and commissions, identifiable transaction related taxes and other market charges and separately identifiable transaction costs related to Financial Derivative Instruments.

Hermes Investment Funds Public Limited Company
Notes to the Financial Statements for the period ended 30 June 2017 (continued)

5. Related Party Disclosures

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 or operational decisions.

(a) Investment Management

The Company has appointed Hermes Investment Management Limited as Investment Manager and distributor of the Company. The Investment Manager is a wholly-owned subsidiary of Hermes Fund Managers Limited, which is a wholly-owned subsidiary of BriTel Fund Trustees Limited and is a part of BT Pension Scheme Group. The Investment Manager was incorporated under the laws of England and Wales and was established on 1 February 1990.

The investment management fee rates for each of the sub-funds are disclosed in note 4.

Two of the Directors of the Company who served at the period end, Joseph Kagan and Harriet Steel, are employees of Hermes Fund Managers Limited and Harriet Steel is a Director of the Investment Manager.

BriTel Fund Trustees Limited is the majority shareholder in a number of the sub-funds. The percentage ownership of BriTel Fund Trustees Limited as at 30 June 2017 and 31 December 2016 is detailed below:

30 June 2017

Name	%Held
Hermes Global Emerging Markets Fund	14.36%
Hermes Global Equity Fund	7.06%
Hermes European Alpha Equity Fund	-
Hermes Global High Yield Credit Fund	70.05%
Hermes Europe Ex-UK Equity Fund	-
Hermes US SMID Equity Fund	11.17%
Hermes Asia Ex-Japan Equity Fund	-
Hermes Global Equity ESG Fund	25.15%
Hermes Multi Strategy Credit Fund	24.37%
Hermes Multi Asset Inflation Fund	97.28%
Hermes Global Small Cap Equity Fund	69.03%
Hermes US All Cap Equity Fund	99.28%
Hermes Absolute Return Credit Fund	47.38%

31 December 2016

Name	%Held
Hermes Global Emerging Markets Fund	27.02
Hermes Global Equity Fund	25.03
Hermes European Alpha Equity Fund	31.21
Hermes Global High Yield Credit Fund	66.87
Hermes Europe Ex-UK Equity Fund	88.45
Hermes US SMID Equity Fund	22.34
Hermes Asia Ex-Japan Equity Fund	-
Hermes Global Equity ESG Fund	31.01
Hermes Multi Strategy Credit Fund	31.62
Hermes Multi Asset Inflation Fund	97.80
Hermes Global Small Cap Equity Fund	76.82
Hermes US All Cap Equity Fund	99.29
Hermes Absolute Return Credit Fund	75.66

(b) Advisor

The Company has appointed Hermes Equity Ownership Services Limited as Advisor to provide voting and engagement services. The Advisor is a wholly-owned subsidiary of Hermes Fund Managers Limited, which is a wholly-owned subsidiary of BriTel Fund Trustees Limited and is a part of BT Pension Scheme Group. The Advisory fees rate for each of the sub-funds is disclosed in note 4.

5. Related Party Disclosures (continued)

(c) Directors Fees

Please see note 4(e) above for details of the Directors fees, the amounts charged for the period and the amounts payable at the period end.

(d) Director Support Services

One of the Directors of the Company who served at the period end, Justin Egan, is an employee of Carne Global Financial Services Limited who are engaged by the Company to provide Director Support Services.

Director Support Services fees of €7,875 (30 June 2016: €7,875) were charged during the period and fees of €Nil were payable at period end (31 December 2016: €Nil).

6. Share Capital

On incorporation the authorised share capital of the Company was £1,000,000 divided into 1,000,000 Subscriber Shares of a par value of £1 each and 500,000,000,000 shares of no par value initially designated as participating shares.

Each sub-fund may issue Class F, R, or Z Shares, each of them Distributing or Accumulating shares, in one of the following currencies: Sterling, Euro, US Dollars, Swiss Franc, Swedish Krona, Norwegian Krone, Danish Krone, Hong Kong Dollar and Singapore Dollar.

All sub-funds may issue Class F, R and Z Hedged Shares, each of them Distributing or Accumulating shares, in Sterling, Euro, US Dollar, Swiss Franc, Swedish Krona, Norwegian Krone, Danish Krone, Hong Kong Dollar and Singapore Dollar. A hedged share class removes almost all of the currency risk between the base currency of the sub-fund and the investor subscription currency.

All sub-funds may issue Class T Shares and Class T Hedged Shares, each of them Distributing or Accumulating shares, in Sterling, Euro and US Dollar.

Hermes European Alpha Equity Fund and Hermes Europe Ex-UK Equity Fund may issue Class M Shares, each of them Distributing or Accumulating shares. Class M Shares are available in Sterling, Euro and US Dollars but hedged only in Sterling and US Dollar. In addition, Hermes European Alpha Equity Fund may issue Class S Shares, each of them Distributing or Accumulating shares. Class S Shares are available in Sterling, Euro and US Dollars but hedged only in Sterling and US Dollar.

Hermes Global Emerging Markets Fund may issue Class G and Class J Shares, each of them Distributing or Accumulating shares. Class G Shares are available in Euro, US Dollars, Swiss Francs, Swedish Krona, Norwegian Krone, Danish Krone, Hong Kong Dollar and Singapore Dollar with hedged shares available in all the above currencies with the exception of US Dollar. Class J Shares are available in Sterling, Euro, US Dollars, Swiss Francs, Swedish Krona and Singapore Dollars with hedged shares available in all the above currencies with the exception of US Dollar.

Hermes Asia Ex-Japan Equity Fund may issue Class C and Class RC Shares, each of them Distributing or Accumulating shares. Class C Shares are available in Sterling, Euro, US Dollars, Swiss Francs, Swedish Krona, Norwegian Krone, Danish Krone, Hong Kong Dollar and Singapore Dollar with hedged shares available in all the above currencies. Class RC Shares are available in Euro, US Dollars, Swiss Francs, Swedish Krona, Norwegian Krone, Danish Krone, Hong Kong Dollar and Singapore Dollar with hedged shares available in all the above currencies.

Hermes Multi Asset Inflation Fund, Hermes Global Small Cap Equity Fund and Hermes US All Cap Equity Fund may issue Class X Shares, each of them Distributing or Accumulating shares. Class X Shares are available in Sterling, Euro, US Dollars, Swiss Francs, Swedish Krona, Norwegian Krone, Danish Krone, Hong Kong Dollar and Singapore Dollar with hedged shares available in all the above currencies with the exception of US Dollar.

6. Share Capital (continued)

Hermes Multi Strategy Credit Fund may issue Class L Shares, each of them Distributing or Accumulating shares. Class L Shares are available in Sterling, Euro, US Dollars, Swiss Francs, Swedish Krona, Norwegian Krone, Danish Krone, Hong Kong Dollar and Singapore Dollar with hedged shares available in all the above currencies with the exception of US Dollar.

Accumulating Share Classes are not intended to distribute dividends to Shareholders. The income and other profits will be accumulated and reinvested on behalf of Shareholders. Dividends, if paid, may be paid out of the net income of each sub-fund including interest and dividends earned by the sub-fund less expenses of the sub-fund.

Distributing Share Classes are intended to declare dividends on the Shares of the Distributing Classes of the sub-fund out of the net income of the sub-fund including interest and dividends earned by the sub-fund less expenses of the sub-fund. Dividends will be declared twice yearly and paid within two months of the date on which they have been declared.

The holders of Shares are entitled to one vote per whole Share and to such dividends as the Directors may from time to time declare.

In respect of Class Z Shares, the Minimum Subscription, Minimum Holding and Minimum Redemption will be as agreed in the Client Agreement. In respect of Class F Shares, the Minimum Subscription and Minimum Holding amounts are each £100,000 (or its foreign currency equivalent).

In respect of Class R shares, the Minimum Subscription and Minimum Holding amounts are each €1,000 (or its foreign currency equivalent). In respect of Class T shares, the Minimum Subscription and Minimum Holding amounts are each £1,000 (or its foreign currency equivalent). In respect of Class M shares, the Minimum Subscription and Minimum Holding amounts are each €200,000,000 (or its foreign currency equivalent). In respect of Class S shares, the Minimum Subscription and Minimum Holding amounts are each £50,000,000 (or its foreign currency equivalent). In respect of Class C shares, the Minimum Subscription and Minimum Holding amounts are each £100,000 (or its foreign currency equivalent). In respect of Class RC shares, the Minimum Subscription and Minimum Holding amounts are each €1,000 (or its foreign currency equivalent). In respect of Class G shares, the Minimum Subscription and Minimum Holding amounts are each €1,000 (or its foreign currency equivalent). In respect of Class J shares, the Minimum Subscription and Minimum Holding amounts are each £100,000,000 (or its foreign currency equivalent). In respect of Class X shares, the Minimum Subscription and Minimum Holding amounts are each £10,000,000 (or its foreign currency equivalent). In respect of Class Y shares, the Minimum Subscription and Minimum Holding amounts are each £50,000,000 (or its foreign currency equivalent). In respect of Class L shares, the Minimum Subscription and Minimum Holding amounts are each £100,000,000 (or its foreign currency equivalent).

The Company has the power to redeem the remaining holding of any Shareholder who redeems his Minimum Holding of Shares to below the Minimum Holding or its foreign currency equivalent.

Every Shareholder will have the right to require the Company to redeem his Shares in the sub-fund on any Dealing Day (save during any period when the calculation of the Net Asset Value is suspended in the circumstances set out in the Prospectus) on furnishing to the Administrator a redemption request. All redemption requests are dealt with on a forward pricing basis, i.e. by reference to the price for Shares calculated at the Valuation Point on the relevant Dealing Day. The request for redemption of Shares must be received before 9.30 am (Irish time) on the Business Day prior to the relevant Dealing Day.

All the Shares of the sub-fund may be redeemed at the discretion of the Directors if, after the first anniversary of the first issue of Shares of the sub-fund, the Net Asset Value of the sub-fund falls below £250,000,000 for any period of time.

Hermes Investment Funds Public Limited Company
Notes to the Financial Statements for the period ended 30 June 2017 (continued)

6. Share Capital (continued)

The movement in the number of redeemable participating shares during the period ended 30 June 2017 was as follows:

Hermes Global Emerging Markets Fund

Class	Opening Shares	Subscriptions	Redemptions	Closing Shares
Z GBP Accumulating	100,849,979	290	(23,858,403)	76,991,866
R EUR Accumulating	18,719,032	5,141,709	(1,509,909)	22,350,832
T GBP Accumulating	1,328,011	20,248	(111,390)	1,236,869
F GBP Accumulating	111,679,288	25,309,222	(19,582,561)	117,405,949
F USD Accumulating	181,619,992	161,223,072	(55,871,915)	286,971,149
F EUR Accumulating	20,955,030	53,977,484	(5,992,744)	68,939,770
F GBP Accumulating Hedged	2,767,351	9,054,944	(6,403,103)	5,419,192
G USD Accumulating	48,161,510	31,025,718	(5,501,238)	73,685,990
R USD Distributing	1,844,320	2,319,742	(638,603)	3,525,459
R EUR Distributing	13,469,240	4,080,779	(782,866)	16,767,153
F GBP Distributing	70,526,389	7,894,942	(7,347,676)	71,073,655
R EUR Distributing Hedged	500	4,500	-	5,000
R USD Accumulating	822,438	8,800,500	(166,106)	9,456,832
F EUR Accumulating Hedged	329,693	5,444,361	(3,009,509)	2,764,545
F USD Distributing	3,894,226	3,785,554	(741,395)	6,938,385
G EUR Accumulating	500	-	-	500
F EUR Distributing	194,804	22,032,850	(7,100)	22,220,554
Z USD Accumulating	2,954,006	414	-	2,954,420
F CHF Accumulating	54,500	249,825	-	304,325
J GBP Accumulating	385,962	7,999,446	(39,020)	8,346,388
J GBP Distributing	4,414,600	19,716,208	(973,247)	23,157,561
J USD Accumulating	3,391,055	18,031,917	(1,871,798)	19,551,174
J USD Distributing	38,600	528,835	(77,700)	489,735
J EUR Accumulating Hedged	500	8,570	-	9,070
J EUR Distributing	500	5,000	-	5,500
J GBP Accumulating Hedged	11,050	2,010,545	(15,000)	2,006,595
J GBP Distributing Hedged	26,515	1,156,855	-	1,183,370
J EUR Accumulating	500	38,805,584	(2,984,500)	35,821,584
J EUR Distributing Hedged	500	-	-	500
F SGD Accumulating	333	-	-	333
F SGD Distributing	333	-	-	333
R SGD Accumulating	333	-	-	333
R SGD Distributing	333	-	-	333

Hermes Global Equity Fund

Class	Opening Shares	Subscriptions	Redemptions	Closing Shares
Z GBP Accumulating	18,524,428	30,549,946	(37,048,856)	12,025,518
R EUR Accumulating	50,341	7,100,087	(6,987,518)	162,910
T GBP Accumulating	1,535,432	34,050	(168,004)	1,401,478
F GBP Accumulating	1,926,814	372,872	(1,855,651)	444,035
F GBP Distributing	1,000	-	-	1,000
F USD Accumulating	19,856,341	670,489	(1,116,024)	19,410,806
F EUR Accumulating	62,287,146	2,606,038	(17,305,836)	47,587,348
F EUR Distributing	770,115	-	(769,615)	500
R USD Accumulating	500	-	-	500
R SGD Accumulating	323	-	-	323

Hermes Investment Funds Public Limited Company
Notes to the Financial Statements for the period ended 30 June 2017 (continued)

6. Share Capital (continued)

Hermes European Alpha Equity Fund

Class	Opening Shares	Subscriptions	Redemptions	Closing Shares
Z GBP Accumulating	100,000,000	441	(100,000,000)	441
Z EUR Accumulating	15,790,793	-	(595,039)	15,195,754
R EUR Accumulating	15,839,788	675,082	(3,440,915)	13,073,955
R GBP Accumulating	203,622	29,600	(10,400)	222,822
T GBP Accumulating	662,139	9,008	(125,058)	546,089
F USD Distributing	180,495	-	(180,000)	495
S GBP Distributing	1,007,574	-	(14,704)	992,870
S EUR Distributing	88,465	-	(11,250)	77,215
S EUR Accumulating	10,135,890	316,747	(1,024,549)	9,428,088
S GBP Distributing Hedged	1,531,871	-	(85,957)	1,445,914
S USD Distributing	284,757	-	-	284,757
S USD Accumulating Hedged	1,468,131	442,728	(239,020)	1,671,839
F EUR Accumulating	3,273,776	578,460	(133,135)	3,719,101
F EUR Distributing	439,462	19,227	(10,965)	447,724
F GBP Accumulating	377,435	866	(39,818)	338,483
F GBP Distributing	4,860,313	-	(110,500)	4,749,813
R USD Accumulating Hedged	2,647,174	336,657	(989,622)	1,994,209
S GBP Accumulating	3,005,670	50,678	(174,146)	2,882,202
R CHF Accumulating Hedged	240,500	50,000	(18,500)	272,000
S USD Distributing Hedged	174,120	-	-	174,120
S GBP Accumulating Hedged	3,916,742	-	(192,195)	3,724,547
S USD Accumulating	368,025	-	-	368,025
MEUR Distributing	263,058	-	-	263,058
MEUR Accumulating	142,616,629	33,861,787	(18,105,085)	158,373,331
R USD Accumulating	143,112	-	-	143,112
R CHF Accumulating	499	-	-	499
R EUR Distributing	2,061,094	129,139	(71,766)	2,118,467

Hermes Global High Yield Credit Fund

Class	Opening Shares	Subscriptions	Redemptions	Closing Shares
Z GBP Accumulating	100,000,000	567	-	100,000,567
R EUR Accumulating	500	-	-	500
F EUR Accumulating	22,658,093	10,226,891	(7,087,240)	25,797,744
F GBP Accumulating	270,543	34,642	(228,851)	76,334
F GBP Accumulating Hedged	19,100,623	1,205,257	(10,465,119)	9,840,761
F GBP Distributing Hedged	183,826	-	-	183,826
F USD Accumulating Hedged	5,278,186	916,277	(5,165,803)	1,028,660
F USD Distributing Hedged	500	-	-	500
T GBP Accumulating	316,758	-	-	316,758
T GBP Accumulating Hedged	259,449	-	-	259,449
R USD Accumulating	500	-	-	500
R EUR Distributing	2,743,840	1,016,790	(150,000)	3,610,630
R USD Accumulating Hedged	-	500	-	500
R GBP Accumulating	-	1,000	-	1,000

Hermes Investment Funds Public Limited Company
Notes to the Financial Statements for the period ended 30 June 2017 (continued)

6. Share Capital (continued)

Hermes Europe Ex-UK Equity Fund

Class	Opening Shares	Subscriptions	Redemptions	Closing Shares
Z GBP Accumulating	85,775,781	418	(85,775,781)	418
R GBP Accumulating	713	-	-	713
R EUR Accumulating	579	-	-	579
F GBP Accumulating	8,332,739	1,087,036	(9,081,024)	338,751
F GBP Distributing Hedged	3,806,805	139,906	(2,656,645)	1,290,066
F EUR Accumulating	750,478	2,479,750	-	3,230,228
F USD Distributing Hedged	989,487	475,806	(1,337,687)	127,606
F EUR Distributing	656,758	97,136	(704,514)	49,380
F GBP Distributing	1,000	-	-	1,000
M GBP Accumulating	72,282	-	(71,282)	1,000
M GBP Accumulating Hedged	1,000	-	-	1,000
M GBP Distributing	1,000	13,842,234	(165,293)	13,677,941
M GBP Distributing Hedged	1,000	-	-	1,000
MEUR Distributing	-	903,146	(55,845)	847,301
MUSD Distributing Hedged	-	500	-	500

Hermes US SMID Equity Fund

Class	Opening Shares	Subscriptions	Redemptions	Closing Shares
F GBP Distributing	29,958,532	22,164,287	(4,740,733)	47,382,086
F GBP Accumulating	34,712,319	23,627,199	(9,011,410)	49,328,108
F EUR Distributing	3,452	5,698	-	9,150
F EUR Accumulating	3,888,721	34,897	(2,179,448)	1,744,170
F USD Distributing	20,281,143	10,257,603	(2,206,757)	28,331,989
F USD Accumulating	97,127,668	17,491,527	(15,323,890)	99,295,305
R EUR Accumulating	11,910,900	4,304,372	(5,936,324)	10,278,948
T GBP Accumulating	1,020,330	26,797	(55,680)	991,447
Z GBP Accumulating	61,631,584	417	(30,091,478)	31,540,523
F EUR Accumulating Hedged	879,976	638,031	(358,086)	1,159,921
F GBP Accumulating Hedged	2,204,829	10,611,528	(639,717)	12,176,640
F GBP Distributing Hedged	2,836,085	3,979,037	(323,522)	6,491,600
R CHF Accumulating Hedged	297,976	-	(46,840)	251,136
R USD Accumulating	6,845,410	1,000,875	(1,565,329)	6,280,956
R EUR Accumulating Hedged	6,711,459	1,117,715	(4,290,827)	3,538,347
F CHF Accumulating Hedged	1,990,768	480,570	(295,225)	2,176,113
F CHF Distributing Hedged	17,295	468	-	17,763
F SGD Accumulating	-	333	-	333
R SGD Accumulating	-	333	-	333

Hermes Asia Ex-Japan Equity Fund

Class	Opening Shares	Subscriptions	Redemptions	Closing Shares
Z GBP Accumulating	652	-	-	652
R EUR Accumulating	2,064,307	1,795,321	(1,237,982)	2,621,646
R USD Accumulating	19,552,439	3,327,738	(2,349,837)	20,530,340
T GBP Accumulating	1,879,023	15,416	(62,883)	1,831,556
F GBP Distributing	153,860,291	38,595,407	(15,960,179)	176,495,519
F GBP Distributing Hedged	1,634,610	9,115,279	(111,853)	10,638,036
F GBP Accumulating	183,913,591	36,240,521	(17,470,143)	202,683,969
F EUR Distributing	12,137,307	1,387,171	(237,219)	13,287,259
F EUR Accumulating	130,466,799	23,674,011	(1,765,371)	152,375,439
F EUR Accumulating Hedged	7,163,465	1,009,736	(521,186)	7,652,015

Hermes Investment Funds Public Limited Company
Notes to the Financial Statements for the period ended 30 June 2017 (continued)

6. Share Capital (continued)

Hermes Asia Ex-Japan Equity Fund (continued)

Class	Opening Shares	Subscriptions	Redemptions	Closing Shares
F USD Accumulating	274,440,225	45,452,955	(7,471,567)	312,421,613
R EUR Accumulating Hedged	720,820	260,975	(133,000)	848,795
R CHF Accumulating Hedged	2,054,216	360,630	(385,866)	2,028,980
F GBP Accumulating Hedged	3,021,534	2,494,099	(2,217,401)	3,298,232
F USD Distributing	12,924,936	7,395,185	(3,847,153)	16,472,968
C USD Accumulating	14,159,652	16,207,291	(1,465,001)	28,901,942
RC USD Accumulating	500	428,284	-	428,784
C EUR Accumulating	39,256,825	5,725,629	(1,632,317)	43,350,137
C EUR Distributing	1,570	-	-	1,570
C GBP Accumulating	76,786,794	16,662,687	(7,032,783)	86,416,698
RC EUR Accumulating	86,962	-	(36,956)	50,006
C USD Distributing	14,514	-	(4,480)	10,034
C GBP Distributing	537,533	54,149	(11,730)	579,952
C SGD Accumulating	333	-	-	333
F EUR Distributing Hedged	-	32,960	-	32,960

Hermes Global Equity ESG Fund

Class	Opening Shares	Subscriptions	Redemptions	Closing Shares
Z USD Accumulating	19,846,507	406	(6,323,949)	13,522,964
R EUR Accumulating	648,659	4,750,746	(5,275,106)	124,299
F GBP Accumulating	1,000	323,827	-	324,827
F EUR Accumulating	400,500	-	(400,000)	500
F USD Accumulating	640,500	-	(640,000)	500
T GBP Accumulating	100,917	-	-	100,917
F NOK Accumulating	500	-	-	500
R NOK Accumulating	35,215,860	775,201	(2,506,195)	33,484,866
F EUR Accumulating Hedged	-	500	-	500
R EUR Accumulating Hedged	-	500	-	500

Hermes Multi Strategy Credit Fund

Class	Opening Shares	Subscriptions	Redemptions	Closing Shares
Z USD Accumulating	121,452,365	428	(16,400)	121,436,393
R EUR Accumulating	500	15,361	-	15,861
R EUR Accumulating Hedged	126,891	333,542	-	460,433
F GBP Distributing	23,815,989	5,341,321	(3,178,482)	25,978,828
F GBP Distributing Hedged	320,001,973	56,702,495	(9,013,586)	367,690,882
F GBP Accumulating Hedged	19,078,628	36,888,854	(13,239,139)	42,728,343
F EUR Accumulating	1,954,139	343,820	(4,469)	2,293,490
F EUR Accumulating Hedged	16,482,928	49,126,668	(12,827,136)	52,782,460
F USD Distributing	708,954	1,096,557	(153,515)	1,651,996
F USD Accumulating	14,926,561	13,273,008	(2,298,743)	25,900,826
F GBP Accumulating	1,000	11,178,599	-	11,179,599
T GBP Accumulating Hedged	985,093	-	-	985,093
R USD Accumulating	500	67,181	-	67,681
F EUR Distributing	596,505	623,394	(40,029)	1,179,870
R EUR Distributing	500	70	-	570
F EUR Distributing Hedged	14,505,129	4,017,338	(611,101)	17,911,366
R EUR Distributing Hedged	500	-	-	500

Hermes Investment Funds Public Limited Company
Notes to the Financial Statements for the period ended 30 June 2017 (continued)

6. Share Capital (continued)

Hermes Multi Strategy Credit Fund (continued)

Class	Opening Shares	Subscriptions	Redemptions	Closing Shares
L GBP Accumulating	-	1,000	-	1,000
L GBP Distributing	-	1,000	-	1,000
L GBP Accumulating Hedged	-	1,000	-	1,000
L GBP Distributing Hedged	-	1,000	-	1,000
R CHF Accumulating Hedged	-	500	-	500
R SGD Accumulating	-	333	-	333

Hermes Multi Asset Inflation Fund

Class	Opening Shares	Subscriptions	Redemptions	Closing Shares
F GBP Accumulating	15,912	215,138	-	181,031
Z GBP Accumulating	30,000,000	951	-	30,000,951
F GBP Distributing	1,000	-	-	1,000
T GBP Accumulating	678,919	-	-	678,919
X GBP Accumulating	-	1,000	-	1,000
Y GBP Accumulating	-	1,000	-	1,000

Hermes Global Small Cap Equity Fund

Class	Opening Shares	Subscriptions	Redemptions	Closing Shares
F EUR Accumulating	500	-	-	500
F EUR Distributing	500	-	-	500
F GBP Accumulating	1,000	-	-	1,000
F GBP Accumulating Hedged	1,000	-	-	1,000
F GBP Distributing Hedged	1,000	-	-	1,000
F USD Accumulating	500	33,573	-	34,073
F USD Distributing	500	-	-	500
R USD Accumulating	500	-	-	500
R EUR Accumulating	500	-	-	500
T GBP Accumulating	876,025	-	-	876,025
Z USD Accumulating	15,599,342	-	-	15,599,342
F GBP Distributing	4,960,214	2,813,353	-	7,773,567
X USD Accumulating	-	500	-	500

Hermes US All Cap Equity Fund

Class	Opening Shares	Subscriptions	Redemptions	Closing Shares
F EUR Accumulating	500	-	-	500
F EUR Distributing	500	-	-	500
F GBP Accumulating Hedged	1,000	-	-	1,000
F GBP Distributing Hedged	1,000	-	-	1,000
F USD Accumulating	500	-	-	500
F USD Distributing	500	-	-	500
F GBP Accumulating	1,000	-	-	1,000
R USD Accumulating	500	-	-	500
R EUR Accumulating	500	-	-	500
Z USD Accumulating	7,478,324	-	-	7,478,324
T GBP Accumulating	78,516	-	-	78,516
F EUR Accumulating Hedged	-	500	-	500
X USD Accumulating	-	500	-	500

Hermes Investment Funds Public Limited Company
Notes to the Financial Statements for the period ended 30 June 2017 (continued)

6. Share Capital (continued)

Hermes Absolute Return Credit Fund

Class	Opening Shares	Subscriptions	Redemptions	Closing Shares
F EUR Accumulating	500	-	-	500
F EUR Accumulating Hedged	500	4,916,904	-	4,917,404
F EUR Distributing Hedged	500	-	-	500
F CHF Accumulating Hedged	500	-	-	500
F CHF Distributing Hedged	500	-	-	500
F GBP Accumulating	1,000	1,768,807	-	1,769,807
F GBP Accumulating Hedged	13,155,287	8,164,702	(701,659)	20,618,330
F USD Accumulating	500	-	-	500
F USD Distributing	500	-	-	500
R EUR Accumulating	500	-	-	500
R EUR Accumulating Hedged	500	-	-	500
R EUR Distributing Hedged	500	-	-	500
R CHF Accumulating Hedged	500	-	-	500
R CHF Distributing Hedged	500	-	-	500
R USD Accumulating	500	-	-	500
Z USD Accumulating	25,000,500	-	-	25,000,500
F GBP Distributing	1,000	-	-	1,000
F GBP Distributing Hedged	1,000	12,826,594	-	12,827,594
T GBP Accumulating	46,090	-	-	46,090

The movement in the number of redeemable participating shares during the financial year ended 31 December 2016 was as follows:

Hermes Global Emerging Markets Fund

Class	Opening Shares	Subscriptions	Redemptions	Closing Shares
Z GBP Accumulating	100,849,979	-	-	100,849,979
R EUR Accumulating	1,944,494	17,520,646	(746,108)	18,719,032
T GBP Accumulating	1,284,612	408,554	(365,155)	1,328,011
F GBP Accumulating	54,444,184	83,667,492	(26,432,388)	111,679,288
F USD Accumulating	92,811,637	136,189,700	(47,381,345)	181,619,992
F EUR Accumulating	5,097,396	17,744,331	(1,886,697)	20,955,030
F GBP Accumulating Hedged	1,394,986	2,130,512	(758,147)	2,767,351
G USD Accumulating	1,095	49,866,365	(1,705,950)	48,161,510
R USD Distributing	1,297,065	1,444,422	(897,167)	1,844,320
R EUR Distributing	1,358,747	12,374,489	(263,996)	13,469,240
F GBP Distributing	5,922,778	70,076,473	(5,472,862)	70,526,389
R EUR Distributing Hedged	248,906	64,491	(312,897)	500
R USD Accumulating	125,550	831,593	(134,705)	822,438
F EUR Accumulating Hedged	15,427	452,110	(137,844)	329,693
F USD Distributing	500	3,980,994	(87,268)	3,894,226
G EUR Accumulating	-	500	-	500
F EUR Distributing	-	194,804	-	194,804
Z USD Accumulating	-	2,954,006	-	2,954,006
F CHF Accumulating	-	54,500	-	54,500
J GBP Accumulating	-	385,962	-	385,962
J GBP Distributing	-	4,414,600	-	4,414,600
J USD Accumulating	-	3,391,055	-	3,391,055
J USD Distributing	-	38,600	-	38,600
J EUR Accumulating Hedged	-	500	-	500
J EUR Distributing	-	500	-	500
J GBP Accumulating Hedged	-	11,050	-	11,050

Hermes Investment Funds Public Limited Company
Notes to the Financial Statements for the period ended 30 June 2017 (continued)

6. Share Capital (continued)

Hermes Global Emerging Markets Fund (continued)

Class	Opening Shares	Subscriptions	Redemptions	Closing Shares
J GBP Distributing Hedged	-	26,515	-	26,515
J EUR Accumulating	-	500	-	500
J EUR Distributing Hedged	-	500	-	500
F SGD Accumulating	-	333	-	333
F SGD Distributing	-	333	-	333
R SGD Accumulating	-	333	-	333
R SGD Distributing	-	333	-	333

Hermes Global Equity Fund

Class	Opening Shares	Subscriptions	Redemptions	Closing Shares
Z GBP Accumulating	62,014,932	-	(43,490,504)	18,524,428
R EUR Accumulating	32,500	2,391,286	(2,373,445)	50,341
T GBP Accumulating	1,949,705	285,141	(699,414)	1,535,432
F GBP Accumulating	554,794	5,498,877	(4,126,857)	1,926,814
F GBP Distributing	26,000	-	(25,000)	1,000
F USD Accumulating	20,005,462	3,493,407	(3,642,528)	19,856,341
F EUR Accumulating	62,751,296	2,415,000	(2,879,150)	62,287,146
F EUR Distributing	770,115	-	-	770,115
R USD Accumulating	500	-	-	500
R SGD Accumulating	-	30,623	(30,300)	323

Hermes UK Small and Mid Cap Companies Fund

Class	Opening Shares	Subscriptions	Redemptions	Closing Shares
Z GBP Accumulating	45,613,693	-	(45,613,693)	-
R EUR Accumulating	368,824	-	(368,824)	-
F GBP Accumulating	1,095,692	20,812	(1,116,504)	-
R GBP Accumulating	3,500	-	(3,500)	-
T GBP Accumulating	168,608	-	(168,608)	-
F GBP Distributing	510,709	5,884	(516,593)	-

Hermes European Alpha Equity Fund

Class	Opening Shares	Subscriptions	Redemptions	Closing Shares
Z GBP Accumulating	100,000,000	-	-	100,000,000
Z EUR Accumulating	15,661,453	341,894	(212,554)	15,790,793
R EUR Accumulating	12,376,075	7,614,964	(4,151,251)	15,839,788
R GBP Accumulating	851,389	-	(647,767)	203,622
T GBP Accumulating	896,052	89,831	(323,744)	662,139
F USD Distributing	180,495	-	-	180,495
S GBP Distributing	1,226,026	55,252	(273,704)	1,007,574
S EUR Distributing	1,935,003	691,507	(2,538,045)	88,465
S EUR Accumulating	9,365,839	3,342,485	(2,572,434)	10,135,890
S GBP Distributing Hedged	4,641,392	573,759	(3,683,280)	1,531,871
S USD Distributing	355,545	-	(70,788)	284,757
S USD Accumulating Hedged	1,381,737	420,512	(334,118)	1,468,131
F EUR Accumulating	3,481,702	2,703,619	(2,911,545)	3,273,776
F EUR Distributing	552,096	10,965	(123,599)	439,462
F GBP Accumulating	377,300	23,800	(23,665)	377,435
F GBP Distributing	11,092,595	33,840	(6,266,122)	4,860,313
R USD Accumulating Hedged	2,716,383	791,505	(860,714)	2,647,174

Hermes Investment Funds Public Limited Company
Notes to the Financial Statements for the period ended 30 June 2017 (continued)

6. Share Capital (continued)

Hermes European Alpha Equity Fund (continued)

Class	Opening Shares	Subscriptions	Redemptions	Closing Shares
S GBP Accumulating	2,936,127	317,306	(247,763)	3,005,670
R CHF Accumulating Hedged	283,300	85,600	(128,400)	240,500
S USD Distributing Hedged	863,790	163,063	(852,733)	174,120
S GBP Accumulating Hedged	4,565,812	281,004	(930,074)	3,916,742
S USD Accumulating	404,789	-	(36,764)	368,025
MEUR Distributing	318,497	-	(55,439)	263,058
MEUR Accumulating	156,739,586	20,115,024	(34,237,981)	142,616,629
R USD Accumulating	362,717	137,500	(357,105)	143,112
R CHF Accumulating	499	-	-	499
F GBP Accumulating Hedged	9,818	-	(9,818)	-
R EUR Distributing	2,382,202	2,082,804	(2,403,912)	2,061,094

Hermes Global High Yield Credit Fund

Class	Opening Shares	Subscriptions	Redemptions	Closing Shares
Z GBP Accumulating	100,000,000	-	-	100,000,000
R EUR Accumulating	500	-	-	500
F EUR Accumulating	17,131,500	11,856,026	(6,329,433)	22,658,093
F GBP Accumulating	271,527	106,882	(107,866)	270,543
F GBP Accumulating Hedged	12,908,092	11,773,718	(5,581,187)	19,100,623
F GBP Distributing Hedged	3,063,080	14,405,348	(17,284,602)	183,826
F USD Accumulating Hedged	6,516,703	756,536	(1,995,053)	5,278,186
F USD Distributing Hedged	500	-	-	500
T GBP Accumulating	316,758	-	-	316,758
T GBP Accumulating Hedged	498,327	-	(238,878)	259,449
R USD Accumulating	500	-	-	500
R EUR Distributing	-	2,785,840	(42,000)	2,743,840

Hermes Europe Ex-UK Equity Fund

Class	Opening Shares	Subscriptions	Redemptions	Closing Shares
Z GBP Accumulating	85,775,781	-	-	85,775,781
R GBP Accumulating	2,416,062	1,567	(2,416,916)	713
R EUR Accumulating	2,059,684	13,819	(2,072,924)	579
F GBP Accumulating	4,550	12,652,365	(4,324,176)	8,332,739
F GBP Distributing Hedged	22,621,388	2,203,668	(21,018,251)	3,806,805
F EUR Accumulating	950,478	-	(200,000)	750,478
F USD Distributing Hedged	1,134,245	288,237	(432,995)	989,487
F EUR Distributing	342,292	563,587	(249,121)	656,758
F GBP Distributing	-	1,000	-	1,000
MGBP Accumulating	-	72,282	-	72,282
MGBP Accumulating Hedged	-	1,000	-	1,000
MGBP Distributing	-	1,000	-	1,000
MGBP Distributing Hedged	-	1,000	-	1,000

Hermes US SMID Equity Fund

Class	Opening Shares	Subscriptions	Redemptions	Closing Shares
F GBP Distributing	3,508,613	34,118,866	(7,668,947)	29,958,532
F GBP Accumulating	20,288,860	24,318,757	(9,895,298)	34,712,319
F EUR Distributing	497	2,955	-	3,452
F EUR Accumulating	2,425,913	2,564,556	(1,101,748)	3,888,721

Hermes Investment Funds Public Limited Company
Notes to the Financial Statements for the period ended 30 June 2017 (continued)

6. Share Capital (continued)

Hermes US SMID Equity Fund (continued)

Class	Opening Shares	Subscriptions	Redemptions	Closing Shares
F USD Distributing	15,010,545	7,571,064	(2,300,466)	20,281,143
F USD Accumulating	23,517,519	83,556,958	(9,946,809)	97,127,668
R EUR Accumulating	29,545	12,344,401	(463,046)	11,910,900
T GBP Accumulating	860,371	447,010	(287,051)	1,020,330
Z GBP Accumulating	81,885,896	-	(20,254,312)	61,631,584
F EUR Accumulating Hedged	9,730	870,246	-	879,976
F GBP Accumulating Hedged	1,181,361	1,847,493	(824,025)	2,204,829
F GBP Distributing Hedged	176,537	2,782,362	(122,814)	2,836,085
R CHF Accumulating Hedged	1,009,033	106,551	(817,608)	297,976
R USD Accumulating	1,055,997	7,177,182	(1,387,769)	6,845,410
R EUR Accumulating Hedged	55,500	7,531,200	(875,241)	6,711,459
F CHF Accumulating Hedged	546,617	1,738,218	(294,067)	1,990,768
F CHF Distributing Hedged	-	17,295	-	17,295

Hermes Active UK Inflation-Linked Bond Fund

Class	Opening Shares	Subscriptions	Redemptions	Closing Shares
Z GBP Accumulating	14,906,264	-	(14,906,264)	-
T GBP Accumulating	368,152	-	(368,152)	-
F GBP Accumulating	1,989	-	(1,989)	-

Hermes Asia Ex-Japan Equity Fund

Class	Opening Shares	Subscriptions	Redemptions	Closing Shares
Z GBP Accumulating	652	-	-	652
R EUR Accumulating	4,314,650	690,073	(2,940,416)	2,064,307
R USD Accumulating	19,683,672	8,032,505	(8,163,738)	19,552,439
T GBP Accumulating	1,265,831	907,053	(293,861)	1,879,023
F GBP Distributing	98,557,675	71,673,312	(16,370,696)	153,860,291
F GBP Distributing Hedged	2,371,707	1,302,552	(2,039,649)	1,634,610
F GBP Accumulating	147,054,449	63,415,659	(26,556,517)	183,913,591
F EUR Distributing	9,837,493	3,430,261	(1,130,447)	12,137,307
F EUR Accumulating	92,376,816	42,757,293	(4,667,310)	130,466,799
F EUR Accumulating Hedged	2,881,920	5,789,747	(1,508,202)	7,163,465
F USD Accumulating	242,828,468	65,240,880	(33,629,123)	274,440,225
R EUR Accumulating Hedged	469,220	436,100	(184,500)	720,820
R CHF Accumulating Hedged	1,447,329	1,068,022	(461,135)	2,054,216
F GBP Accumulating Hedged	2,678,708	722,400	(379,574)	3,021,534
F USD Distributing	3,034,033	10,916,377	(1,025,474)	12,924,936
C USD Accumulating	4,128,037	11,178,498	(1,146,883)	14,159,652
RC USD Accumulating	500	-	-	500
C EUR Accumulating	12,271,179	27,735,663	(750,017)	39,256,825
C EUR Distributing	2,453	2,233	(3,116)	1,570
C GBP Accumulating	37,910,451	47,317,306	(8,440,963)	76,786,794
RC EUR Accumulating	129,599	-	(42,637)	86,962
C USD Distributing	11,167	7,731	(4,384)	14,514
C GBP Distributing	1,755,435	3,618,633	(4,836,535)	537,533
C SGD Accumulating	-	333	-	333

Hermes Investment Funds Public Limited Company
Notes to the Financial Statements for the period ended 30 June 2017 (continued)

6. Share Capital (continued)

Hermes Global Equity ESG Fund

Class	Opening Shares	Subscriptions	Redemptions	Closing Shares
Z USD Accumulating	19,846,507	-	-	19,846,507
R EUR Accumulating	500	2,371,524	(1,723,365)	648,659
F GBP Accumulating	1,000	-	-	1,000
F EUR Accumulating	400,500	-	-	400,500
F USD Accumulating	860,500	-	(220,000)	640,500
T GBP Accumulating	46,090	54,827	-	100,917
F NOK Accumulating	-	500	-	500
R NOK Accumulating	-	38,910,838	(3,694,978)	35,215,860

Hermes Multi Strategy Credit Fund

Class	Opening Shares	Subscriptions	Redemptions	Closing Shares
Z USD Accumulating	121,435,965	16,400	-	121,452,365
R EUR Accumulating	500	-	-	500
R EUR Accumulating Hedged	107,534	19,357	-	126,891
F GBP Distributing	25,088,758	3,586,139	(4,858,908)	23,815,989
F GBP Distributing Hedged	302,355,429	28,288,682	(10,642,138)	320,001,973
F GBP Accumulating Hedged	2,037,222	17,977,523	(936,117)	19,078,628
F EUR Accumulating	1,938,489	15,650	-	1,954,139
F EUR Accumulating Hedged	9,667,042	37,731,323	(30,915,437)	16,482,928
F USD Distributing	245,575	538,174	(74,795)	708,954
F USD Accumulating	1,751,456	13,812,557	(637,452)	14,926,561
F GBP Accumulating	1,000	-	-	1,000
T GBP Accumulating Hedged	327,999	657,094	-	985,093
R USD Accumulating	500	-	-	500
F EUR Distributing	500	596,005	-	596,505
R EUR Distributing	500	-	-	500
F EUR Distributing Hedged	-	15,470,864	(965,735)	14,505,129
R EUR Distributing Hedged	-	500	-	500

Hermes Multi Asset Inflation Fund

Class	Opening Shares	Subscriptions	Redemptions	Closing Shares
F GBP Accumulating	1,000	14,912	-	15,912
Z GBP Accumulating	30,000,000	-	-	30,000,000
F GBP Distributing	1,000	-	-	1,000
T GBP Accumulating	338,782	340,137	-	678,919

Hermes Global Small Cap Equity Fund

Class	Opening Shares	Subscriptions	Redemptions	Closing Shares
F EUR Accumulating	500	-	-	500
F EUR Distributing	500	-	-	500
F GBP Accumulating	1,000	-	-	1,000
F GBP Accumulating Hedged	1,000	-	-	1,000
F GBP Distributing Hedged	1,000	-	-	1,000
F USD Accumulating	500	-	-	500
F USD Distributing	500	-	-	500
R USD Accumulating	500	-	-	500
R EUR Accumulating	500	549	(549)	500
T GBP Accumulating	495,141	380,884	-	876,025
Z USD Accumulating	15,599,342	-	-	15,599,342
F GBP Distributing	-	4,960,214	-	4,960,214

Hermes Investment Funds Public Limited Company
Notes to the Financial Statements for the period ended 30 June 2017 (continued)

6. Share Capital (continued)

Hermes US All Cap Equity Fund

Class	Opening Shares	Subscriptions	Redemptions	Closing Shares
F EUR Accumulating	500	-	-	500
F EUR Distributing	500	-	-	500
F GBP Accumulating Hedged	1,000	-	-	1,000
F GBP Distributing Hedged	1,000	-	-	1,000
F USD Accumulating	500	-	-	500
F USD Distributing	500	-	-	500
F GBP Accumulating	1,000	-	-	1,000
R USD Accumulating	500	-	-	500
R EUR Accumulating	500	-	-	500
Z USD Accumulating	7,478,324	-	-	7,478,324
T GBP Accumulating	-	78,516	-	78,516

Hermes Absolute Return Credit Fund

Class	Opening Shares	Subscriptions	Redemptions	Closing Shares
F EUR Accumulating	500	-	-	500
F EUR Accumulating Hedged	500	-	-	500
F EUR Distributing Hedged	500	-	-	500
F CHF Accumulating Hedged	500	-	-	500
F CHF Distributing Hedged	500	-	-	500
F GBP Accumulating	1,000	-	-	1,000
F GBP Accumulating Hedged	1,000	13,154,287	-	13,155,287
F USD Accumulating	500	-	-	500
F USD Distributing	500	-	-	500
R EUR Accumulating	500	-	-	500
R EUR Accumulating Hedged	500	-	-	500
R EUR Distributing Hedged	500	-	-	500
R CHF Accumulating Hedged	500	-	-	500
R CHF Distributing Hedged	500	-	-	500
R USD Accumulating	500	-	-	500
Z USD Accumulating	25,000,500	-	-	25,000,500
F GBP Distributing	1,000	-	-	1,000
F GBP Distributing Hedged	1,000	-	-	1,000
T GBP Accumulating	-	46,090	-	46,090

7. Fair Value Measurement

The fair value of financial assets and liabilities traded in active markets (such as publicly traded derivatives and trading securities) are based on quoted market prices at the close of trading on the period end date. The quoted market price used for financial assets and financial liabilities held by the Company is the last traded price. When the Company holds derivatives with offsetting market risks, it uses mid-market prices as a basis for establishing fair values. If a significant movement in fair value occurs subsequent to the close of trading on the period end date, valuation techniques may be applied to determine the fair value.

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis.

Hermes Investment Funds Public Limited Company
Notes to the Financial Statements for the period ended 30 June 2017 (continued)

7. Fair Value Measurement (continued)

The Company categorises investments using the following hierarchy as defined by IFRS 13:

- Level 1 - valued using quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2 - valued using inputs other than quoted prices included within level 1 that are observable for the asset or liability either directly or indirectly.
- Level 3 - valued using inputs for the asset or liability that are not based on observable market data (unobservable inputs).

The following tables set out the fair value measurements using IFRS 13 fair value hierarchies.

Fund name	Financial assets and liabilities at fair value through profit or loss			
	Level I \$	Level II \$	Level III \$	Total \$
Hermes Global Emerging Markets Fund				
P-Notes	-	98,096,765	-	98,096,765
Equities	2,001,482,242	-	-	2,001,482,242
American Depositary Receipts	315,966,341	-	-	315,966,341
Warrants	32,063,744	-	-	32,063,744
Forward currency contracts (asset)	-	425,985	-	425,985
Forward currency contracts (liability)	-	(12,282)	-	(12,282)
	2,349,512,327	98,510,468	-	2,448,022,795
Hermes Global Equity Fund				
Equities	220,674,722	-	-	220,674,722
Hermes US SMID Equity Fund				
Equities	877,039,540	-	-	877,039,540
Forward currency contracts (asset)	-	960,636	-	960,636
Forward currency contracts (liability)	-	(13,501)	-	(13,501)
	877,039,540	947,135	-	877,986,675
Hermes Asia Ex-Japan Equity Fund				
Equities	2,577,866,481	-	-	2,577,866,481
American Depositary Receipts	501,544,727	-	-	501,544,727
P-Notes	-	220,453,946	-	220,453,946
Forward currency contracts (asset)	-	1,139,892	-	1,139,892
Forward currency contracts (liability)	-	(4,022,366)	-	(4,022,366)
	3,079,411,208	217,571,472	-	3,296,982,680
Hermes Global Equity ESG Fund				
Equities	131,021,391	-	-	131,021,391
Forward currency contracts (asset)	-	48	-	48
	131,021,391	48	-	131,021,439

Hermes Investment Funds Public Limited Company
Notes to the Financial Statements for the period ended 30 June 2017 (continued)

7. Fair Value Measurement (continued)

Fund name	Financial assets and liabilities at fair value through profit or loss			
	Level I	Level II	Level III	Total
	\$	\$	\$	\$
Hermes Multi Strategy Credit Fund				
Corporate Bonds	-	906,172,335	-	906,172,335
Government Bonds	-	13,953,702	-	13,953,702
Floating Rate Notes	-	181,103,477	-	181,103,477
Credit Default Swaps (asset)	-	8,339,071	-	8,339,071
Credit Default Swaps (liability)	-	(26,133,330)	-	(26,133,330)
Forward currency contracts (asset)	-	13,856,759	-	13,856,759
Forward currency contracts (liability)	-	(6,813,457)	-	(6,813,457)
Futures (asset)	1,147,385	-	-	1,147,385
Futures (liability)	(312,406)	-	-	(312,406)
	834,979	1,090,478,557	-	1,091,313,536
Hermes Global Small Cap Equity Fund				
Equities	47,932,981	-	-	47,932,981
Reits	1,993,595	-	-	1,993,595
Forward currency contracts (asset)	-	53	-	53
Forward currency contracts (liability)	-	(1)	-	(1)
	49,926,576	52	-	49,926,628
Hermes US All Cap Equity Fund				
Equities	17,131,877	-	-	17,131,877
Reits	258,999	-	-	258,999
Forward currency contracts (asset)	-	80	-	80
Forward currency contracts (liability)	-	(1)	-	(1)
	17,390,876	79	-	17,390,955
Hermes Absolute Return Credit Fund				
Corporate Bonds	-	82,151,604	-	82,151,604
Government Bonds	-	17,442,128	-	17,442,128
Floating Rate Notes	-	8,482,020	-	8,482,020
Credit Default Swaps (asset)	-	515,677	-	515,677
Credit Default Swaps (liability)	-	(1,650,485)	-	(1,650,485)
Futures (asset)	48,068	-	-	48,068
Futures (liability)	(12,906)	-	-	(12,906)
Forward currency contracts (asset)	-	1,088,628	-	1,088,628
Forward currency contracts (liability)	-	(537,072)	-	(537,072)
	35,162	107,492,500	-	107,527,662

Hermes Investment Funds Public Limited Company
Notes to the Financial Statements for the period ended 30 June 2017 (continued)

7. Fair Value Measurement (continued)

Fund name	Financial assets and liabilities at fair value through profit or loss			
	Level I £	Level II £	Level III £	Total £
Hermes Multi Asset Inflation Fund				
Certificates of Deposit	6,999,766	-	-	6,999,766
Commercial Paper	999,948	-	-	999,948
Equities	6,806,165	-	-	6,806,165
Government Bonds	-	11,448,561	-	11,448,561
Reits	1,218,440	-	-	1,218,440
Exchange traded funds	340,764	-	-	340,764
Credit Default Swaps (asset)	-	776,627	-	776,627
Total Return Swaps (asset)	-	3,335	-	3,335
Total Return Swaps (liability)	-	(12,969)	-	(12,969)
Futures (asset)	125,839	-	-	125,839
Futures (liability)	(88,369)	-	-	(88,369)
Forward currency contracts (asset)	-	40,659	-	40,659
Forward currency contracts (liability)	-	(29,790)	-	(29,790)
	16,402,553	12,226,423	-	28,628,976
Financial assets and liabilities at fair value through profit or loss				
Fund name	Level I €	Level II €	Level III €	Total €
Hermes European Alpha Equity Fund				
Equities	573,658,715	-	-	573,658,715
American Depositary Receipts	9,266,821	-	-	9,266,821
Forward currency contracts (asset)	-	296	-	296
Forward currency contracts (liability)	-	(208,764)	-	(208,764)
	582,925,536	(208,468)	-	582,717,068
Hermes Global High Yield Credit Fund				
Corporate Bonds	-	223,591,698	-	223,591,698
Government Bonds	-	13,916,388	-	13,916,388
Floating Rate Notes	-	40,366,893	-	40,366,893
Credit Default Swaps (asset)	-	4,561,660	-	4,561,660
Credit Default Swaps (liability)	-	(773,572)	-	(773,572)
Forward currency contracts (asset)	-	4,543,025	-	4,543,025
Forward currency contracts (liability)	-	(154,077)	-	(154,077)
Futures (asset)	152,727	-	-	152,727
Futures (liability)	(138,330)	-	-	(138,330)
	14,397	286,052,015	-	286,066,412
Hermes Europe Ex-UK Equity Fund				
Equities	33,941,891	-	-	33,941,891
Forward currency contracts (asset)	-	71	-	71
Forward currency contracts (liability)	-	(10,306)	-	(10,306)
	33,941,891	(10,235)	-	33,931,656

Hermes Investment Funds Public Limited Company
Notes to the Financial Statements for the period ended 30 June 2017 (continued)

7. Fair Value Measurement (continued)

The following is a summary of the inputs used to value each sub-funds assets and liabilities carried at fair value as at 31 December 2016.

Fund name	Financial assets and liabilities at fair value through profit or loss			
	Level I \$	Level II \$	Level III \$	Total \$
Hermes Global Emerging Markets Fund				
P-Notes	-	42,703,586	-	42,703,586
Equities	1,060,021,945	-	-	1,060,021,945
American Depositary Receipts	224,125,694	-	-	224,125,694
Warrants	19,024,256	-	-	19,024,256
Forward currency contracts (asset)	-	7,207	-	7,207
Forward currency contracts (liability)	-	(12,283)	-	(12,283)
	1,303,171,895	42,698,510	-	1,345,870,405
Hermes Global Equity Fund				
Equities	310,459,357	-	-	310,459,357
Hermes US SMID Equity Fund				
Equities	826,520,899	-	-	826,520,899
Forward currency contracts (asset)	-	233,123	-	233,123
Forward currency contracts (liability)	-	(34,305)	-	(34,305)
	826,520,899	198,818	-	826,719,717
Hermes Asia Ex-Japan Equity Fund				
Equities	1,800,501,699	-	-	1,800,501,699
American Depositary Receipts	303,506,124	-	-	303,506,124
P-Notes	-	123,232,830	-	123,232,830
Forward currency contracts (asset)	-	3,495,805	-	3,495,805
Forward currency contracts (liability)	-	(26,787)	-	(26,787)
	2,104,007,823	126,701,848	-	2,230,709,671
Hermes Global Equity ESG Fund				
Equities	138,308,767	-	-	138,308,767
Forward currency contracts (asset)	-	384	-	384
	138,308,767	384	-	138,309,151
Hermes Multi Strategy Credit Fund				
Corporate Bonds	-	690,243,006	-	690,243,006
Floating Rate Notes	-	132,927,652	-	132,927,652
Credit Default Swaps (asset)	-	12,617,631	-	12,617,631
Credit Default Swaps (liability)	-	(14,417,762)	-	(14,417,762)
Forward currency contracts (asset)	-	5,497,995	-	5,497,995
Forward currency contracts (liability)	-	(22,205)	-	(22,205)
Futures (asset)	596,875	-	-	596,875
Futures (liability)	(365,236)	-	-	(365,236)
	231,639	826,846,317	-	827,077,956

Hermes Investment Funds Public Limited Company
Notes to the Financial Statements for the period ended 30 June 2017 (continued)

7. Fair Value Measurement (continued)

Fund name	Financial assets and liabilities at fair value through profit or loss			
	Level I \$	Level II \$	Level III \$	Total \$
Hermes Global Small Cap Equity Fund				
Equities	41,446,221	-	-	41,446,221
Reits	1,213,281	-	-	1,213,281
Forward currency contracts (liability)	-	(8)	-	(8)
	42,659,502	(8)	-	42,659,494
Hermes US All Cap Equity Fund				
Equities	16,311,430	-	-	16,311,430
Reits	207,461	-	-	207,461
Forward currency contracts (liability)	-	(9)	-	(9)
	16,518,891	(9)	-	16,518,882
Hermes Absolute Return Credit Fund				
Corporate Bonds	-	55,462,737	-	55,462,737
Floating Rate Notes	-	9,555,379	-	9,555,379
Credit Default Swaps (asset)	-	795,317	-	795,317
Credit Default Swaps (liability)	-	(1,002,190)	-	(1,002,190)
Futures (asset)	23,875	-	-	23,875
Futures (liability)	(14,835)	-	-	(14,835)
Forward currency contracts (asset)	-	437,099	-	437,099
Forward currency contracts (liability)	-	(36,981)	-	(36,981)
	9,040	65,211,361	-	65,220,401

Fund name	Financial assets and liabilities at fair value through profit or loss			
	Level I £	Level II £	Level III £	Total £
Hermes Multi Asset Inflation Fund				
Certificates of Deposit	5,999,861	-	-	5,999,861
Commercial Paper	2,999,197	-	-	2,999,197
Equities	50,288	-	-	50,288
Government Bonds	-	10,941,710	-	10,941,710
Reits	1,103,727	-	-	1,103,727
Exchange traded funds	197,334	-	-	197,334
Credit Default Swaps (asset)	-	348,526	-	348,526
Credit Default Swaps (liability)	-	(16,114)	-	(16,114)
Total Return Swaps (liability)	-	(126,184)	-	(126,184)
Futures (asset)	104,061	-	-	104,061
Futures (liability)	(104,082)	-	-	(104,082)
Forward currency contracts (asset)	-	141,085	-	141,085
	10,350,386	11,289,023	-	21,639,409

Hermes Investment Funds Public Limited Company
Notes to the Financial Statements for the period ended 30 June 2017 (continued)

7. Fair Value Measurement (continued)

Fund name	Financial assets and liabilities at fair value through profit or loss			
	Level I €	Level II €	Level III €	Total €
Hermes European Alpha Equity Fund				
Equities	725,398,651	-	-	725,398,651
American Depositary Receipts	19,525,100	-	-	19,525,100
Forward currency contracts (liability)	-	(195,825)	-	(195,825)
	744,923,751	(195,825)	-	744,727,926
Hermes Global High Yield Credit Fund				
Corporate Bonds	-	234,479,097	-	234,479,097
Floating Rate Notes	-	32,171,409	-	32,171,409
Credit Default Swaps (asset)	-	3,787,971	-	3,787,971
Credit Default Swaps (liability)	-	(562,580)	-	(562,580)
Forward currency contracts (asset)	-	539,780	-	539,780
Forward currency contracts (liability)	-	(1,682,740)	-	(1,682,740)
Futures (asset)	220,257	-	-	220,257
Futures (liability)	(97,630)	-	-	(97,630)
	122,627	268,732,937	-	268,855,564
Hermes Europe Ex-UK Equity Fund				
Equities	228,741,880	-	-	228,741,880
Forward currency contracts (asset)	-	496	-	496
Forward currency contracts (liability)	-	(89,737)	-	(89,737)
	228,741,880	(89,241)	-	228,652,639

There was no movement in Level III investments for the period ended 30 June 2017. The following table shows the movement in Level III for the year ended 31 December 2016:

31 December 2016

Hermes Global Emerging Markets Fund

Beginning balance	1,260,703
Transfers between Level I and Level III	-
Purchase of investments	-
Sale of investments	(1,960,757)
Realised losses	(5,499,783)
Change in unrealised losses	6,199,837
Ending balance	-

Transfers between levels are deemed to occur at the beginning of the period.

No investments were transferred from Level I to Level II during the period ended 30 June 2017 (31 December 2016: Nil). The valuation techniques used by the Company are explained in the accounting policies note within the annual financial statements for the year ended 31 December 2016. There were no changes in valuation technique during the period.

Hermes Investment Funds Public Limited Company
Notes to the Financial Statements for the period ended 30 June 2017 (continued)

8. Exchange Rates

The 30 June 2017 period end exchange rates were as follows:

	Exchange rate from US\$		Exchange rate from US\$
Australian Dollar	1.3037	Norwegian Kroner	8.3767
Brazilian Real	3.3133	Philippine Peso	50.4600
Canadian Dollar	1.2987	Russian Ruble	59.2688
Czech Koruna	22.8969	Singapore Dollar	1.3769
Danish Kroner	6.5188	South African Rand	13.1025
Egyptian Pound	18.1200	Swedish Krona	8.4346
Euro	0.8768	Swiss Franc	0.9577
Hong Kong Dollar	7.8065	Taiwan Dollar	30.4200
Hungarian Forint	271.0097	Thai Baht	33.9700
Indian Rupee	64.6375	Turkish Lira	3.5226
Indonesian Rupiah	13,327.5000		
Japanese Yen	112.3600		
Mexican Peso	18.0998		

	Exchange rate from €		Exchange rate from £
Swiss Franc	1.0922	Euro	1.1389
Danish Kroner	7.4350	Hong Kong Dollar	10.1402
Pound Sterling	0.8781	Japanese Yen	145.9500
Norwegian Kroner	9.5540	New Zealand Dollar	1.7740
Swedish Krona	9.6200	US Dollar	1.2990
US Dollar	1.1405	Yuan Renminbi	8.8062

The 31 December 2016 year end exchange rates were as follows:

	Exchange rate from US\$		Exchange rate from US\$
Australian Dollar	1.3810	Norwegian Kroner	8.6077
Brazilian Real	3.2547	Philippine Peso	49.7125
Canadian Dollar	1.3411	Russian Ruble	61.0438
Czech Koruna	25.6180	Singapore Dollar	1.4447
Danish Kroner	7.0496	South African Rand	13.6750
Egyptian Pound	18.1300	Swedish Krona	9.0846
Euro	0.9481	Swiss Franc	1.0164
Hong Kong Dollar	7.7532	Taiwan Dollar	32.2290
Hungarian Forint	292.8325	Thai Baht	35.8105
Indian Rupee	67.8700	Turkish Lira	3.5176
Indonesian Rupiah	13,472.5000		
Japanese Yen	116.6350		
Mexican Peso	20.6015		

	Exchange rate from €		Exchange rate from £
Swiss Franc	1.0720	Euro	1.1715
Danish Kroner	7.4355	Hong Kong Dollar	9.5802
Pound Sterling	0.8536	Japanese Yen	144.1200
Norwegian Kroner	9.0790	New Zealand Dollar	1.7720
Swedish Krona	9.5820	US Dollar	1.2357
US Dollar	1.0547	Yuan Renminbi	8.5871

9. Connected Persons

The Central Bank UCITS Regulations require that any transaction carried out with a UCITS by a management company or depositary to the UCITS, the delegates or sub-delegates of the management company or depositary and the associated or group of such a management company, depositary, delegate or sub-delegate ("connected persons") must be carried out as if negotiated at arm's length. Transactions must be in the best interests of the shareholders.

The Board of Directors are satisfied that there are arrangements (evidenced by written procedures) in place, to ensure that the obligations set out in Regulation 41(1) of the Central Bank UCITS Regulations are applied to all transactions with connected persons, and are satisfied that transactions with connected persons entered into during the period complied with the obligations set out in Regulation 41(1) of the Central Bank UCITS Regulations.

10. Soft Commission Arrangements

There were no soft commission arrangements affecting the Company during the period ended 30 June 2017 or the year ended 31 December 2016.

11. Taxation

Under current law and practice the Company qualifies as an investment undertaking as defined in Section 739B of the Taxes Consolidation Act, 1997, as amended. On that basis, it is not chargeable to Irish tax on its income or gains.

However, Irish tax may arise on the happening of a "chargeable event". A chargeable event includes any distribution payments to shareholders or any encashment, redemption, cancellation or transfer of redeemable participating shares.

No Irish tax will arise on the Company in respect of chargeable events in respect of:

- (a) a shareholder who is neither Irish resident nor ordinarily resident in Ireland for tax purposes, at the time of the chargeable event, provided appropriate valid declarations in accordance with the provisions of the Taxes Consolidation Act, 1997, as amended, are held by the Company; and
- (b) certain exempted Irish tax resident shareholders who have provided the Company with the necessary signed statutory declarations.

Dividends, interest and capital gains (if any) received on investments made by the Company may be subject to withholding taxes imposed by the country from which the investment income/gains are received and such taxes may not be recoverable by the Company or its shareholders.

12. Net Asset Value per Redeemable Participating Share

The Net Asset Value per redeemable participating share of each sub-fund of the Company is determined by dividing the value of the net assets of the sub-fund by the total number of redeemable participating shares in issue.

Hermes Investment Funds Public Limited Company
Notes to the Financial Statements for the period ended 30 June 2017 (continued)

13. Distributions

The following distributions were paid during the period ended 30 June 2017:

Hermes Global Emerging Markets Fund

Distributing Class	Distribution per unit	Date Declared	Ex-date	Record Date	Date paid	Amount \$	Relevant period
Class F GBP	0.004731	03/01/2017	03/01/2017	03/01/2017	01/02/2017	411,241	01/07/2016 - 31/12/2016
Class F EUR	0.008997	03/01/2017	03/01/2017	03/01/2017	01/02/2017	1,851	01/07/2016 - 31/12/2016
Class F USD	0.008947	03/01/2017	03/01/2017	03/01/2017	01/02/2017	34,842	01/07/2016 - 31/12/2016
Class R USD	0.002952	03/01/2017	03/01/2017	03/01/2017	01/02/2017	5,444	01/07/2016 - 31/12/2016
Class R EUR	0.002899	03/01/2017	03/01/2017	03/01/2017	01/02/2017	41,234	01/07/2016 - 31/12/2016
Class J GBP	0.002011	03/01/2017	03/01/2017	03/01/2017	01/02/2017	10,936	01/07/2016 - 31/12/2016
Class J USD	0.003769	03/01/2017	03/01/2017	03/01/2017	01/02/2017	145	01/07/2016 - 31/12/2016
Class J EUR	0.002960	03/01/2017	03/01/2017	03/01/2017	01/02/2017	2	01/07/2016 - 31/12/2016
Class J GBP	0.001600	03/01/2017	03/01/2017	03/01/2017	01/02/2017	52	01/07/2016 - 31/12/2016
Class J EUR	0.001240	03/01/2017	03/01/2017	03/01/2017	01/02/2017	1	01/07/2016 - 31/12/2016
Class F SGD	0.002130	03/01/2017	03/01/2017	03/01/2017	01/02/2017	-	01/07/2016 - 31/12/2016
						<u>505,748</u>	

Hermes Global Equity Fund

Distributing Class	Distribution per unit	Date Declared	Ex-date	Record Date	Date paid	Amount \$	Relevant period
Class F GBP	0.005190	03/01/2017	03/01/2017	03/01/2017	01/02/2017	6	01/07/2016 - 31/12/2016
Class F EUR	0.008053	03/01/2017	03/01/2017	03/01/2017	01/02/2017	6,549	01/07/2016 - 31/12/2016
						<u>6,555</u>	

Hermes European Alpha Equity Fund

Distributing Class	Distribution per unit	Date Declared	Ex-date	Record Date	Date paid	Amount €	Relevant period
Class F GBP	0.002153	03/01/2017	03/01/2017	03/01/2017	01/02/2017	12,190	01/07/2016 - 31/12/2016
Class F EUR	0.003636	03/01/2017	03/01/2017	03/01/2017	01/02/2017	1,598	01/07/2016 - 31/12/2016
Class F USD	0.002729	03/01/2017	03/01/2017	03/01/2017	01/02/2017	467	01/07/2016 - 31/12/2016
Class S GBP	0.002603	03/01/2017	03/01/2017	03/01/2017	01/02/2017	3,055	01/07/2016 - 31/12/2016
Class S EUR	0.005175	03/01/2017	03/01/2017	03/01/2017	01/02/2017	458	01/07/2016 - 31/12/2016
Class S GBP	0.001780	03/01/2017	03/01/2017	03/01/2017	01/02/2017	3,177	01/07/2016 - 31/12/2016
Hedged							
Class S USD	0.003977	03/01/2017	03/01/2017	03/01/2017	01/02/2017	1,072	01/07/2016 - 31/12/2016
Class S USD	0.003317	03/01/2017	03/01/2017	03/01/2017	01/02/2017	547	01/07/2016 - 31/12/2016
Hedged							
Class M EUR	0.006635	03/01/2017	03/01/2017	03/01/2017	01/02/2017	1,745	01/07/2016 - 31/12/2016
						<u>24,309</u>	

Hermes Global High Yield Credit Fund

Distributing Class	Distribution per unit	Date Declared	Ex-date	Record Date	Date paid	Amount €	Relevant period
Class F GBP	0.023406	03/01/2017	03/01/2017	03/01/2017	01/02/2017	5,040	01/07/2016 - 31/12/2016
Hedged							
Class F USD	0.046180	03/01/2017	03/01/2017	03/01/2017	01/02/2017	22	01/07/2016 - 31/12/2016
Hedged							
Class R EUR	0.047483	03/01/2017	03/01/2017	03/01/2017	01/02/2017	130,351	01/07/2016 - 31/12/2016
						<u>135,413</u>	

Hermes Investment Funds Public Limited Company
Notes to the Financial Statements for the period ended 30 June 2017 (continued)

13. Distributions (continued)

Hermes US SMID Equity Fund

Distributing Class	Distribution per unit	Date Declared	Ex-date	Record Date	Date paid	Amount \$	Relevant period
Class F GBP	0.000271	03/01/2017	03/01/2017	30/12/2016	01/02/2017	10,004	01/07/2016 - 31/12/2016
Class F EUR	0.000492	03/01/2017	03/01/2017	30/12/2016	01/02/2017	2	01/07/2016 - 31/12/2016
Class F USD	0.000425	03/01/2017	03/01/2017	30/12/2016	01/02/2017	8,619	01/07/2016 - 31/12/2016
						<u>18,625</u>	

Hermes Asia Ex-Japan Equity Fund

Distributing Class	Distribution per unit	Date Declared	Ex-date	Record Date	Date paid	Amount \$	Relevant period
Class F GBP	0.013070	03/01/2017	03/01/2017	03/01/2017	01/02/2017	2,476,397	01/07/2016 - 31/12/2016
Class F EUR	0.025902	03/01/2017	03/01/2017	03/01/2017	01/02/2017	331,986	01/07/2016 - 31/12/2016
Class F USD	0.015760	03/01/2017	03/01/2017	03/01/2017	01/02/2017	204,109	01/07/2016 - 31/12/2016
Class F GBP	0.008712	03/01/2017	03/01/2017	03/01/2017	01/02/2017	17,519	01/07/2016 - 31/12/2016
Hedged							
Class C EUR	0.013121	03/01/2017	03/01/2017	03/01/2017	01/02/2017	22	01/07/2016 - 31/12/2016
Class C GBP	0.007572	03/01/2017	03/01/2017	03/01/2017	01/02/2017	5,007	01/07/2016 - 31/12/2016
Class C USD	0.012291	03/01/2017	03/01/2017	03/01/2017	01/02/2017	178	01/07/2016 - 31/12/2016
						<u>3,035,218</u>	

Hermes Multi Strategy Credit Fund

Distributing Class	Distribution per unit	Date Declared	Ex-date	Record Date	Date paid	Amount \$	Relevant period
Class F GBP	0.026146	03/01/2017	03/01/2017	03/01/2017	01/02/2017	769,350	01/07/2016 - 31/12/2016
Class F GBP	0.019881	03/01/2017	03/01/2017	03/01/2017	01/02/2017	7,861,259	01/07/2016 - 31/12/2016
Hedged							
Class F EUR	0.041172	03/01/2017	03/01/2017	03/01/2017	01/02/2017	25,904	01/07/2016 - 31/12/2016
Class F EUR	0.040933	03/01/2017	03/01/2017	03/01/2017	01/02/2017	626,566	01/07/2016 - 31/12/2016
Hedged							
Class F USD	0.037430	03/01/2017	03/01/2017	03/01/2017	01/02/2017	26,536	01/07/2016 - 31/12/2016
Class R EUR	0.034460	03/01/2017	03/01/2017	03/01/2017	01/02/2017	18	01/07/2016 - 31/12/2016
Class R EUR	0.033860	03/01/2017	03/01/2017	03/01/2017	01/02/2017	18	01/07/2016 - 31/12/2016
Hedged							
						<u>9,309,651</u>	

Hermes Multi Asset Inflation Fund

Distributing Class	Distribution per unit	Date Declared	Ex-date	Record Date	Date paid	Amount \$	Relevant period
Class F GBP	0.002580	03/01/2017	03/01/2017	03/01/2017	01/02/2017	3	01/07/2016 - 31/12/2016
						<u>3</u>	

Hermes Absolute Return Credit Fund

Distributing Class	Distribution per unit	Date Declared	Ex-date	Record Date	Date paid	Amount \$	Relevant period
Class F EUR	0.017900	03/01/2017	03/01/2017	03/01/2017	01/02/2017	10	01/07/2016 - 31/12/2016
Class F CHF	0.016960	03/01/2017	03/01/2017	03/01/2017	01/02/2017	8	01/07/2016 - 31/12/2016
Class F USD	0.018060	03/01/2017	03/01/2017	03/01/2017	01/02/2017	9	01/07/2016 - 31/12/2016
Class R EUR	0.010760	03/01/2017	03/01/2017	03/01/2017	01/02/2017	6	01/07/2016 - 31/12/2016
Hedged							
Class R CHF	0.009880	03/01/2017	03/01/2017	03/01/2017	01/02/2017	5	01/07/2016 - 31/12/2016
Class F GBP	0.011670	03/01/2017	03/01/2017	03/01/2017	01/02/2017	14	01/07/2016 - 31/12/2016
Class F GBP	0.009150	03/01/2017	03/01/2017	03/01/2017	01/02/2017	11	01/07/2016 - 31/12/2016
						<u>63</u>	

Hermes Investment Funds Public Limited Company
Notes to the Financial Statements for the period ended 30 June 2017 (continued)

13. Distributions (continued)

The following distributions were declared after 30 June 2017 and in accordance with IAS 10 “Events After the Reporting Period” have not been included in liabilities at the period end date:

Hermes Global Emerging Markets Fund

Distributing Class	Distribution per unit	Date Declared	Ex-date	Record Date	Date paid	Amount \$	Relevant period
Class F GBP	0.006392	03/07/2017	03/07/2017	03/07/2017	01/08/2017	589,937	01/01/2017 - 30/06/2017
Class F EUR	0.012175	03/07/2017	03/07/2017	03/07/2017	01/08/2017	308,532	01/01/2017 - 30/06/2017
Class F USD	0.012344	03/07/2017	03/07/2017	03/07/2017	01/08/2017	85,647	01/01/2017 - 30/06/2017
Class R USD	0.006306	03/07/2017	03/07/2017	03/07/2017	01/08/2017	22,232	01/01/2017 - 30/06/2017
Class R EUR	0.005498	03/07/2017	03/07/2017	03/07/2017	01/08/2017	105,097	01/01/2017 - 30/06/2017
Class R EUR	0.003282	03/07/2017	03/07/2017	03/07/2017	01/08/2017	19	01/01/2017 - 30/06/2017
Hedged							
Class J GBP	0.007588	03/07/2017	03/07/2017	03/07/2017	01/08/2017	228,262	01/01/2017 - 30/06/2017
Class J USD	0.014689	03/07/2017	03/07/2017	03/07/2017	01/08/2017	7,194	01/01/2017 - 30/06/2017
Class J EUR	0.015055	03/07/2017	03/07/2017	03/07/2017	01/08/2017	94	01/01/2017 - 30/06/2017
Class J GBP	0.006790	03/07/2017	03/07/2017	03/07/2017	01/08/2017	10,428	01/01/2017 - 30/06/2017
Hedged							
Class J EUR	0.013560	03/07/2017	03/07/2017	03/07/2017	01/08/2017	8	01/01/2017 - 30/06/2017
Hedged							
Class F SGD	0.016650	03/07/2017	03/07/2017	03/07/2017	01/08/2017	4	01/01/2017 - 30/06/2017
Class R SGD	0.008910	03/07/2017	03/07/2017	03/07/2017	01/08/2017	2	01/01/2017 - 30/06/2017
						<u>1,357,456</u>	

Hermes Global Equity Fund

Distributing Class	Distribution per unit	Date Declared	Ex-date	Record Date	Date paid	Amount \$	Relevant period
Class F GBP	0.00976	03/07/2017	03/07/2017	03/07/2017	01/08/2017	13	01/01/2017 - 30/06/2017
Class F EUR	0.01634	03/07/2017	03/07/2017	03/07/2017	01/08/2017	9	01/01/2017 - 30/06/2017
						<u>22</u>	

Hermes European Alpha Equity Fund

Distributing Class	Distribution per unit	Date Declared	Ex-date	Record Date	Date paid	Amount €	Relevant period
Class F GBP	0.018944	03/07/2017	03/07/2017	03/07/2017	01/08/2017	102,399	01/01/2017 - 30/06/2017
Class F EUR	0.030680	03/07/2017	03/07/2017	03/07/2017	01/08/2017	13,736	01/01/2017 - 30/06/2017
Class S GBP	0.016073	03/07/2017	03/07/2017	03/07/2017	01/08/2017	18,161	01/01/2017 - 30/06/2017
Class S EUR	0.032151	03/07/2017	03/07/2017	03/07/2017	01/08/2017	2,484	01/01/2017 - 30/06/2017
Class S GBP	0.015208	03/07/2017	03/07/2017	03/07/2017	01/08/2017	25,024	01/01/2017 - 30/06/2017
Hedged							
Class S USD	0.026036	03/07/2017	03/07/2017	03/07/2017	01/08/2017	6,501	01/01/2017 - 30/06/2017
Class S USD	0.031954	03/07/2017	03/07/2017	03/07/2017	01/08/2017	4,879	01/01/2017 - 30/06/2017
Hedged							
Class M EUR	0.031942	03/07/2017	03/07/2017	03/07/2017	01/08/2017	8,403	01/01/2017 - 30/06/2017
Class R EUR	0.016552	03/07/2017	03/07/2017	03/07/2017	01/08/2017	35,065	01/01/2017 - 30/06/2017
						<u>216,652</u>	

Hermes Investment Funds Public Limited Company
Notes to the Financial Statements for the period ended 30 June 2017 (continued)

13. Distributions (continued)

Hermes Global High Yield Credit Fund

Distributing Class	Distribution per unit	Date Declared	Ex-date	Record Date	Date paid	Amount \$	Relevant period
Class F GBP Hedged	0.022926	03/07/2017	03/07/2017	03/07/2017	01/08/2017	4,796	01/01/2017 - 30/06/2017
Class F USD Hedged	0.048140	03/07/2017	03/07/2017	03/07/2017	01/08/2017	21	01/01/2017 - 30/06/2017
Class R EUR	0.043855	03/07/2017	03/07/2017	03/07/2017	01/08/2017	161,591	01/01/2017 - 30/06/2017
						<u>166,408</u>	

Hermes Europe Ex-UK Equity Fund

Distributing Class	Distribution per unit	Date Declared	Ex-date	Record Date	Date paid	Amount \$	Relevant period
Class F GBP Hedged	0.014310	03/07/2017	03/07/2017	03/07/2017	01/08/2017	16	01/01/2017 - 30/06/2017
Class F EUR Hedged	0.023193	03/07/2017	03/07/2017	03/07/2017	01/08/2017	1,145	01/01/2017 - 30/06/2017
Class F USD Hedged	0.021777	03/07/2017	03/07/2017	03/07/2017	01/08/2017	2,437	01/01/2017 - 30/06/2017
Class F GBP Hedged	0.013723	03/07/2017	03/07/2017	03/07/2017	01/08/2017	20,147	01/01/2017 - 30/06/2017
Class M GBP Hedged	0.014252	03/07/2017	03/07/2017	03/07/2017	01/08/2017	222,176	01/01/2017 - 30/06/2017
Class M GBP Hedged	0.013560	03/07/2017	03/07/2017	03/07/2017	01/08/2017	15	01/01/2017 - 30/06/2017
Class M EUR Hedged	0.021582	03/07/2017	03/07/2017	03/07/2017	01/08/2017	18,286	01/01/2017 - 30/06/2017
Class M USD Hedged	0.022400	03/07/2017	03/07/2017	03/07/2017	01/08/2017	9	01/01/2017 - 30/06/2017
						<u>264,231</u>	

Hermes Asia Ex-Japan Equity Fund

Distributing Class	Distribution per unit	Date Declared	Ex-date	Record Date	Date paid	Amount \$	Relevant period
Class F GBP Hedged	0.005269	03/07/2017	03/07/2017	03/07/2017	01/08/2017	1,208,284	01/01/2017 - 30/06/2017
Class F EUR Hedged	0.010088	03/07/2017	03/07/2017	03/07/2017	01/08/2017	152,868	01/01/2017 - 30/06/2017
Class F EUR Hedged	0.006066	03/07/2017	03/07/2017	03/07/2017	01/08/2017	228	01/01/2017 - 30/06/2017
Class F USD Hedged	0.006944	03/07/2017	03/07/2017	03/07/2017	01/08/2017	114,772	01/01/2017 - 30/06/2017
Class F GBP Hedged	0.004054	03/07/2017	03/07/2017	03/07/2017	01/08/2017	55,972	01/01/2017 - 30/06/2017
Class C EUR	0.002306	03/07/2017	03/07/2017	03/07/2017	01/08/2017	4	01/01/2017 - 30/06/2017
Class C GBP	0.001527	03/07/2017	03/07/2017	03/07/2017	01/08/2017	1,149	01/01/2017 - 30/06/2017
Class C USD	0.001334	03/07/2017	03/07/2017	03/07/2017	01/08/2017	14	01/01/2017 - 30/06/2017
						<u>1,533,291</u>	

Hermes Investment Funds Public Limited Company
Notes to the Financial Statements for the period ended 30 June 2017 (continued)

13. Distributions (continued)

Hermes Multi Strategy Credit Fund

Distributing Class	Distribution per unit	Date Declared	Ex-date	Record Date	Date paid	Amount \$	Relevant period
Class F GBP	0.023355	03/07/2017	03/07/2017	03/07/2017	01/08/2017	785,458	01/01/2017 - 30/06/2017
Class F GBP	0.017356	03/07/2017	03/07/2017	03/07/2017	01/08/2017	8,259,480	01/01/2017 - 30/06/2017
Hedged							01/01/2017 - 30/06/2017
Class F EUR	0.035630	03/07/2017	03/07/2017	03/07/2017	01/08/2017	47,814	01/01/2017 - 30/06/2017
Class F EUR	0.034746	03/07/2017	03/07/2017	03/07/2017	01/08/2017	707,774	01/01/2017 - 30/06/2017
Hedged							01/01/2017 - 30/06/2017
Class F USD	0.035120	03/07/2017	03/07/2017	03/07/2017	01/08/2017	58,018	01/01/2017 - 30/06/2017
Class R EUR	0.029298	03/07/2017	03/07/2017	03/07/2017	01/08/2017	19	01/01/2017 - 30/06/2017
Class R EUR	0.028540	03/07/2017	03/07/2017	03/07/2017	01/08/2017	16	01/01/2017 - 30/06/2017
Hedged							01/01/2017 - 30/06/2017
Class L GBP	0.001340	03/07/2017	03/07/2017	03/07/2017	01/08/2017	2	01/01/2017 - 30/06/2017
Class L GBP	0.001310	03/07/2017	03/07/2017	03/07/2017	01/08/2017	2	01/01/2017 - 30/06/2017
Hedged							01/01/2017 - 30/06/2017
Class R SGD	0.001950	03/07/2017	03/07/2017	03/07/2017	01/08/2017	-	01/01/2017 - 30/06/2017
						<u>9,858,583</u>	

Hermes Multi Asset Inflation Fund

Distributing Class	Distribution per unit	Date Declared	Ex-date	Record Date	Date paid	Amount \$	Relevant period
Class F GBP	0.005060	03/07/2017	03/07/2017	03/07/2017	01/08/2017	5	01/01/2017 - 30/06/2017
						<u>5</u>	

Hermes Global Small Cap Equity Fund

Distributing Class	Distribution per unit	Date Declared	Ex-date	Record Date	Date paid	Amount \$	Relevant period
Class F EUR	0.005840	03/07/2017	03/07/2017	03/07/2017	01/08/2017	4	01/01/2017 - 30/06/2017
Class F GBP	0.002440	03/07/2017	03/07/2017	03/07/2017	01/08/2017	3	01/01/2017 - 30/06/2017
Hedged							01/01/2017 - 30/06/2017
Class F USD	0.006400	03/07/2017	03/07/2017	03/07/2017	01/08/2017	3	01/01/2017 - 30/06/2017
Class F GBP	0.004178	03/07/2017	03/07/2017	03/07/2017	01/08/2017	42,321	01/01/2017 - 30/06/2017
						<u>42,331</u>	

Hermes Absolute Return Credit Fund

Distributing Class	Distribution per unit	Date Declared	Ex-date	Record Date	Date paid	Amount \$	Relevant period
Class F EUR	0.020060	03/07/2017	03/07/2017	03/07/2017	01/08/2017	11	01/01/2017 - 30/06/2017
Hedged							01/01/2017 - 30/06/2017
Class F CHF	0.019420	03/07/2017	03/07/2017	03/07/2017	01/08/2017	10	01/01/2017 - 30/06/2017
Hedged							01/01/2017 - 30/06/2017
Class F USD	0.021360	03/07/2017	03/07/2017	03/07/2017	01/08/2017	11	01/01/2017 - 30/06/2017
Class R EUR	0.013820	03/07/2017	03/07/2017	03/07/2017	01/08/2017	8	01/01/2017 - 30/06/2017
Hedged							01/01/2017 - 30/06/2017
Class R CHF	0.013080	03/07/2017	03/07/2017	03/07/2017	01/08/2017	7	01/01/2017 - 30/06/2017
Hedged							01/01/2017 - 30/06/2017
Class F GBP	0.013040	03/07/2017	03/07/2017	03/07/2017	01/08/2017	17	01/01/2017 - 30/06/2017
Class F GBP	0.010317	03/07/2017	03/07/2017	03/07/2017	01/08/2017	171,211	01/01/2017 - 30/06/2017
Hedged							01/01/2017 - 30/06/2017
						<u>171,275</u>	

Hermes Investment Funds Public Limited Company
Notes to the Financial Statements for the period ended 30 June 2017 (continued)

13. Distributions (continued)

The following distributions were declared during the period ended 30 June 2016:

Hermes Global High Yield Credit Fund

Distributing Class	Distribution per unit	Date Declared	Ex-date	Record Date	Date paid	Amount €	Relevant period
Class F GBP Hedged	0.02707796	04/01/2016	04/01/2016	04/01/2016	01/02/2016	112,536	01/07/2015 - 31/12/2015
Class F USD Hedged	0.05348000	04/01/2016	04/01/2016	04/01/2016	01/02/2016	25	01/07/2015 - 31/12/2015
						<u>112,561</u>	

Hermes Multi Strategy Credit Fund

Distributing Class	Distribution per unit	Date Declared	Ex-date	Record Date	Date paid	Amount \$	Relevant period
Class F GBP	0.02117516	04/01/2016	04/01/2016	04/01/2016	01/02/2016	793,404	01/01/2015 - 31/12/2015
Class F GBP Hedged	0.01947115	04/01/2016	04/01/2016	04/01/2016	01/02/2016	8,722,993	01/01/2015 - 31/12/2015
Class F EUR	0.00452000	04/01/2016	04/01/2016	04/01/2016	01/02/2016	2	01/01/2015 - 31/12/2015
Class F USD	0.03631500	04/01/2016	04/01/2016	04/01/2016	01/02/2016	8,918	01/01/2015 - 31/12/2015
Class R EUR	0.00370000	04/01/2016	04/01/2016	04/01/2016	01/02/2016	2	01/01/2015 - 31/12/2015
						<u>9,525,319</u>	

Hermes Absolute Return Credit Fund

Distributing Class	Distribution per unit	Date Declared	Ex-date	Record Date	Date paid	Amount \$	Relevant period
Class F EUR Hedged	0.01544000	04/01/2016	04/01/2016	04/01/2016	01/02/2016	8	01/01/2015 - 31/12/2015
Class F CHF Hedged	0.01538000	04/01/2016	04/01/2016	04/01/2016	01/02/2016	8	01/01/2015 - 31/12/2015
Class F USD	0.01514000	04/01/2016	04/01/2016	04/01/2016	01/02/2016	8	01/01/2015 - 31/12/2015
Class R EUR Hedged	0.00876000	04/01/2016	04/01/2016	04/01/2016	01/02/2016	5	01/01/2015 - 31/12/2015
Class R CHF Hedged	0.00802000	04/01/2016	04/01/2016	04/01/2016	01/02/2016	4	01/01/2015 - 31/12/2015
Class F GBP	0.00356200	04/01/2016	04/01/2016	04/01/2016	01/02/2016	5	01/01/2015 - 31/12/2015
Class F GBP Hedged	0.00355000	04/01/2016	04/01/2016	04/01/2016	01/02/2016	5	01/01/2015 - 31/12/2015
						<u>43</u>	

The following distributions were declared after 30 June 2016:

Hermes Global Emerging Markets Fund

Distributing Class	Distribution per unit	Date Declared	Ex-date	Record Date	Date paid	Amount \$	Relevant period
Class F GBP	0.00697400	01/07/2016	01/07/2016	01/07/2016	02/08/2016	106,534	01/01/2016 - 30/06/2016
Class F EUR	0.01089500	01/07/2016	01/07/2016	01/07/2016	02/08/2016	843	01/01/2016 - 30/06/2016
Class F USD	0.01408000	01/07/2016	01/07/2016	01/07/2016	02/08/2016	7	01/01/2016 - 30/06/2016
Class R USD	0.00776800	01/07/2016	01/07/2016	01/07/2016	02/08/2016	9,155	01/01/2016 - 30/06/2016
Class R EUR	0.00899100	01/07/2016	01/07/2016	01/07/2016	02/08/2016	72,358	01/01/2016 - 30/06/2016
						<u>188,897</u>	

Hermes Investment Funds Public Limited Company
Notes to the Financial Statements for the period ended 30 June 2017 (continued)

13. Distributions (continued)

Hermes Global Equity Fund

Distributing Class	Distribution per unit	Date Declared	Ex-date	Record Date	Date paid	Amount \$	Relevant period
Class F GBP	0.00969100	01/07/2016	01/07/2016	01/07/2016	02/08/2016	337	01/01/2016 - 30/06/2016
Class F EUR	0.01563300	01/07/2016	01/07/2016	01/07/2016	02/08/2016	13,375	01/01/2016 - 30/06/2016
						<u>13,712</u>	

Hermes European Alpha Equity Fund

Distributing Class	Distribution per unit	Date Declared	Ex-date	Record Date	Date paid	Amount €	Relevant period
Class F GBP	0.01762400	01/07/2016	01/07/2016	01/07/2016	02/08/2016	235,838	01/01/2016 - 30/06/2016
Class F EUR	0.03049300	01/07/2016	01/07/2016	01/07/2016	02/08/2016	15,222	01/01/2016 - 30/06/2016
Class F USD	0.02412500	01/07/2016	01/07/2016	01/07/2016	02/08/2016	3,920	01/01/2016 - 30/06/2016
Class S GBP	0.01484800	01/07/2016	01/07/2016	01/07/2016	02/08/2016	19,634	01/01/2016 - 30/06/2016
Class S EUR	0.03198300	01/07/2016	01/07/2016	01/07/2016	02/08/2016	42,882	01/01/2016 - 30/06/2016
Class S GBP	0.01570100	01/07/2016	01/07/2016	01/07/2016	02/08/2016		01/01/2016 - 30/06/2016
Hedged						56,549	
Class S USD	0.02508300	01/07/2016	01/07/2016	01/07/2016	02/08/2016	8,027	01/01/2016 - 30/06/2016
Class S USD	0.03002400	01/07/2016	01/07/2016	01/07/2016	02/08/2016		01/01/2016 - 30/06/2016
Hedged						22,954	
Class M EUR	0.03133800	01/07/2016	01/07/2016	01/07/2016	02/08/2016	8,244	01/01/2016 - 30/06/2016
						<u>413,270</u>	

Hermes Global High Yield Credit Fund

Distributing Class	Distribution per unit	Date Declared	Ex-date	Record Date	Date paid	Amount €	Relevant period
Class F GBP	0.02515700	01/07/2016	01/07/2016	01/07/2016	02/08/2016		
Hedged						291,838	01/01/2016 - 30/06/2016
Class F USD	0.04800000	01/07/2016	01/07/2016	01/07/2016	02/08/2016		
Hedged						22	01/01/2016 - 30/06/2016
Class R EUR	0.04283600	01/07/2016	01/07/2016	01/07/2016	02/08/2016	102,942	01/01/2016 - 30/06/2016
						<u>394,802</u>	

Hermes Europe Ex-UK Equity Fund

Distributing Class	Distribution per unit	Date Declared	Ex-date	Record Date	Date paid	Amount €	Relevant period
Class F GBP	0.00823000	01/07/2016	01/07/2016	01/07/2016	02/08/2016	10	01/01/2016 - 30/06/2016
Class F EUR	0.02308000	01/07/2016	01/07/2016	01/07/2016	02/08/2016	10,396	01/01/2016 - 30/06/2016
Class F USD	0.02118100	01/07/2016	01/07/2016	01/07/2016	02/08/2016	19,235	01/01/2016 - 30/06/2016
Hedged							
Class F GBP	0.01393000	01/07/2016	01/07/2016	01/07/2016	02/08/2016	82,861	01/01/2016 - 30/06/2016
Hedged							
						<u>112,502</u>	

Hermes US SMID Equity Fund

Distributing Class	Distribution per unit	Date Declared	Ex-date	Record Date	Date paid	Amount \$	Relevant period
Class F GBP	0.00052600	01/07/2016	01/07/2016	01/07/2016	02/08/2016	12,810	01/01/2016 - 30/06/2016
Class F EUR	0.00109800	01/07/2016	01/07/2016	01/07/2016	02/08/2016	4	01/01/2016 - 30/06/2016
Class F USD	0.00079900	01/07/2016	01/07/2016	01/07/2016	02/08/2016	12,092	01/01/2016 - 30/06/2016
Class F GBP	0.00022500	01/07/2016	01/07/2016	01/07/2016	02/08/2016	343	01/01/2016 - 30/06/2016
Hedged							
						<u>25,249</u>	

Hermes Investment Funds Public Limited Company
Notes to the Financial Statements for the period ended 30 June 2017 (continued)

13. Distributions (continued)

Hermes Asia Ex-Japan Equity Fund

Distributing Class	Distribution per unit	Date Declared	Ex-date	Record Date	Date paid	Amount \$	Relevant period
Class F GBP	0.00933100	01/07/2016	01/07/2016	01/07/2016	02/08/2016	1,653,002	01/01/2016 - 30/06/2016
Class F USD	0.01268400	01/07/2016	01/07/2016	01/07/2016	02/08/2016	128,984	01/01/2016 - 30/06/2016
Class F EUR	0.01911100	01/07/2016	01/07/2016	01/07/2016	02/08/2016	242,547	01/01/2016 - 30/06/2016
Class F GBP	0.00717900	01/07/2016	01/07/2016	01/07/2016	02/08/2016	16,850	01/01/2016 - 30/06/2016
Hedged							
Class C EUR	0.00941400	01/07/2016	01/07/2016	01/07/2016	02/08/2016	16	01/01/2016 - 30/06/2016
Class C GBP	0.00561500	01/07/2016	01/07/2016	01/07/2016	02/08/2016	13,943	01/01/2016 - 30/06/2016
Class C USD	0.00947000	01/07/2016	01/07/2016	01/07/2016	02/08/2016	143	01/01/2016 - 30/06/2016
						<u>2,055,485</u>	

Hermes Multi Strategy Credit Fund

Distributing Class	Distribution per unit	Date Declared	Ex-date	Record Date	Date paid	Amount \$	Relevant period
Class F GBP	0.02353900	01/07/2016	01/07/2016	01/07/2016	02/08/2016	775,090	01/01/2016 - 30/06/2016
Class F GBP	0.02015300	01/07/2016	01/07/2016	01/07/2016	02/08/2016	8,378,112	01/01/2016 - 30/06/2016
Hedged							
Class F EUR	0.03824000	01/07/2016	01/07/2016	01/07/2016	02/08/2016	21	01/01/2016 - 30/06/2016
Class F EUR	0.03677000	01/07/2016	01/07/2016	01/07/2016	02/08/2016	465,673	01/01/2016 - 30/06/2016
Hedged							
Class F USD	0.03649700	01/07/2016	01/07/2016	01/07/2016	02/08/2016	17,674	01/01/2016 - 30/06/2016
Class R EUR	0.03182000	01/07/2016	01/07/2016	01/07/2016	02/08/2016	18	01/01/2016 - 30/06/2016
Class R EUR	0.03074000	01/07/2016	01/07/2016	01/07/2016	02/08/2016	17	01/01/2016 - 30/06/2016
Hedged							
						<u>9,636,605</u>	

Hermes Multi Asset Inflation Fund

Distributing Class	Distribution per unit	Date Declared	Ex-date	Record Date	Date paid	Amount £	Relevant period
Class F GBP	0.00222000	01/07/2016	01/07/2016	01/07/2016	04/08/2015	2	01/01/2016 - 30/06/2016
						<u>2</u>	

Hermes Global Small Cap Equity Fund

Distributing Class	Distribution per unit	Date Declared	Ex-date	Record Date	Date paid	Amount \$	Relevant period
Class F EUR	0.00800000	01/07/2016	01/07/2016	30/06/2016	02/08/2016	4	01/01/2016 - 30/06/2016
Class F GBP	0.00379000	01/07/2016	01/07/2016	30/06/2016	02/08/2016	3	01/01/2016 - 30/06/2016
Hedged							
Class F USD	0.00716000	01/07/2016	01/07/2016	30/06/2016	02/08/2016	4	01/01/2016 - 30/06/2016
Class F GBP	0.00439400	01/07/2016	01/07/2016	30/06/2016	02/08/2016	11,332	01/01/2016 - 30/06/2016
Hedged							
						<u>11,343</u>	

Hermes Investment Funds Public Limited Company
Notes to the Financial Statements for the period ended 30 June 2017 (continued)

13. Distributions (continued)

Hermes Absolute Return Credit Fund

Distributing Class	Distribution per unit	Date Declared	Ex-date	Record Date	Date paid	Amount \$	Relevant period
Class F EUR Hedged	0.01904000	01/07/2016	01/07/2016	30/06/2016	02/08/2016	9	01/01/2016 - 30/06/2016
Class F CHF Hedged	0.01854000	01/07/2016	01/07/2016	30/06/2016	02/08/2016	9	01/01/2016 - 30/06/2016
Class F USD Hedged	0.01906000	01/07/2016	01/07/2016	30/06/2016	02/08/2016	10	01/01/2016 - 30/06/2016
Class R EUR Hedged	0.01222000	01/07/2016	01/07/2016	30/06/2016	02/08/2016	5	01/01/2016 - 30/06/2016
Class R CHF Hedged	0.01160000	01/07/2016	01/07/2016	30/06/2016	02/08/2016	6	01/01/2016 - 30/06/2016
Class F GBP Hedged	0.01145000	01/07/2016	01/07/2016	30/06/2016	02/08/2016	9	01/01/2016 - 30/06/2016
Class F GBP Hedged	0.01047000	01/07/2016	01/07/2016	30/06/2016	02/08/2016	8	01/01/2016 - 30/06/2016
						<u>56</u>	

Hermes Investment Funds Public Limited Company
Notes to the Financial Statements for the period ended 30 June 2017 (continued)

14. Comparative Net Asset Values

Hermes Global Emerging Markets Fund	Share Class	30 June 2017	31 December 2016	31 December 2015
		£	£	£
Net Asset Value	Z GBP Accumulating	273,940,085	300,061,482	228,427,841
Net Asset Value per share	Z GBP Accumulating	3.5580	2.9753	2.2650
		€	€	€
Net Asset Value	R EUR Accumulating	84,542,748	61,064,672	5,723,409
Net Asset Value per share	R EUR Accumulating	3.7825	3.2622	2.9434
		£	£	£
Net Asset Value	T GBP Accumulating	2,587,824	2,323,466	1,710,974
Net Asset Value per share	T GBP Accumulating	2.0922	1.7496	1.3319
		£	£	£
Net Asset Value	F GBP Accumulating	212,631,047	169,978,216	63,712,332
Net Asset Value per share	F GBP Accumulating	1.8111	1.5220	1.1702
		\$	\$	\$
Net Asset Value	F USD Accumulating	765,602,483	385,977,657	182,679,594
Net Asset Value per share	F USD Accumulating	2.6679	2.1252	1.9683
		£	£	£
Net Asset Value	F GBP Accumulating Hedged	7,002,504	2,865,458	1,352,696
Net Asset Value per share	F GBP Accumulating Hedged	1.2922	1.0355	0.9697
		€	€	€
Net Asset Value	F EUR Accumulating	234,398,747	61,292,046	13,387,878
Net Asset Value per share	F EUR Accumulating	3.4001	2.9249	2.6264
		\$	\$	\$
Net Asset Value	R USD Distributing	7,996,619	3,346,010	2,200,101
Net Asset Value per share	R USD Distributing	2.2682	1.8142	1.6962
		€	€	€
Net Asset Value	R EUR Distributing	35,970,147	24,959,012	2,283,953
Net Asset Value per share	R EUR Distributing	2.1453	1.8530	1.6809
		£	£	£
Net Asset Value	F GBP Distributing	97,632,693	81,750,897	5,315,655
Net Asset Value per share	F GBP Distributing	1.3737	1.1592	0.8975
		€	€	€
Net Asset Value	R EUR Distributing Hedged	11,063	893	432,006
Net Asset Value per share	R EUR Distributing Hedged	2.2126	1.7863	1.7356
		\$	\$	\$
Net Asset Value	R USD Accumulating	22,570,409	1,567,351	222,690
Net Asset Value per share	R USD Accumulating	2.3867	1.9057	1.7737

Hermes Investment Funds Public Limited Company
Notes to the Financial Statements for the period ended 30 June 2017 (continued)

14. Comparative Net Asset Values (continued)

Hermes Global Emerging Markets Fund (continued)	Share Class	30 June 2017	31 December 2016	31 December 2015
		€	€	€
Net Asset Value	F EUR Accumulating Hedged	6,829,465	655,905	28,924
Net Asset Value per share	F EUR Accumulating Hedged	2.4704	1.9894	1.8748
		\$	\$	\$
Net Asset Value	F USD Distributing	18,416,126	8,268,217	990
Net Asset Value per share	F USD Distributing	2.6542	2.1232	1.9796
		\$	\$	\$
Net Asset Value	G USD Accumulating	203,240,813	106,210,389	2,251
Net Asset Value per share	G USD Accumulating	2.7582	2.2053	2.0567
		€	€	
Net Asset Value	G EUR Accumulating	1,300	1,123	
Net Asset Value per share	G EUR Accumulating	2.6009	2.2455	
		€	€	
Net Asset Value	F EUR Distributing	56,637,975	428,875	
Net Asset Value per share	F EUR Distributing	2.5489	2.2016	
		\$	\$	
Net Asset Value	Z USD Accumulating	7,378,769	5,847,876	
Net Asset Value per share	Z USD Accumulating	2.4975	1.9796	
		£	£	
Net Asset Value	J GBP Accumulating	10,417,850	404,217	
Net Asset Value per share	J GBP Accumulating	1.2482	1.0473	
		£	£	
Net Asset Value	J GBP Distributing	28,850,448	4,623,790	
Net Asset Value per share	J GBP Distributing	1.2458	1.0474	
		\$	\$	
Net Asset Value	J USD Accumulating	47,785,955	6,592,287	
Net Asset Value per share	J USD Accumulating	2.4441	1.9440	
		\$	\$	
Net Asset Value	J USD Distributing	1,194,573	75,034	
Net Asset Value per share	J USD Distributing	2.4392	1.9439	
		€	€	
Net Asset Value	J EUR Accumulating	85,881,198	1,030	
Net Asset Value per share	J EUR Accumulating	2.3975	2.0592	
		€	€	
Net Asset Value	J EUR Distributing	13,170	1,030	
Net Asset Value per share	J EUR Distributing	2.3945	2.0592	
		£	£	
Net Asset Value	J GBP Accumulating Hedged	2,349,516	10,355	
Net Asset Value per share	J GBP Accumulating Hedged	1.1709	0.9371	

Hermes Investment Funds Public Limited Company
Notes to the Financial Statements for the period ended 30 June 2017 (continued)

14. Comparative Net Asset Values (continued)

Hermes Global Emerging Markets Fund (continued)	Share Class	30 June 2017	31 December 2016	
		£	£	
Net Asset Value	J GBP Distributing Hedged	1,383,865	24,856	
Net Asset Value per share	J GBP Distributing Hedged	1.1694	0.9374	
		€	€	
Net Asset Value	J EUR Accumulating Hedged	21,068	934	
Net Asset Value per share	J EUR Accumulating Hedged	2.3228	1.8686	
		€	€	
Net Asset Value	J EUR Distributing Hedged	1,161	934	
Net Asset Value per share	J EUR Distributing Hedged	2.3210	1.8685	
		CHF	CHF	
Net Asset Value	F CHF Accumulating	710,747	107,645	
Net Asset Value per share	F CHF Accumulating	2.3355	1.9751	
		S\$	S\$	
Net Asset Value	F SGD Accumulating	1,169	977	
Net Asset Value per share	F SGD Accumulating	3.5057	2.9312	
		S\$	S\$	
Net Asset Value	F SGD Distributing	1,168	977	
Net Asset Value per share	F SGD Distributing	3.5033	2.9312	
		S\$	S\$	
Net Asset Value	R SGD Accumulating	1,165	976	
Net Asset Value per share	R SGD Accumulating	3.4942	2.9285	
		S\$	S\$	
Net Asset Value	R SGD Distributing	1,165	976	
Net Asset Value per share	R SGD Distributing	3.4942	2.9285	
		30 June 2017	31 December 2016	31 December 2015
	Share Class	£	£	£
Net Asset Value	Z GBP Accumulating	12,065,405	63,771,241	163,192,437
Net Asset Value per share	Z GBP Accumulating	1.0033	3.4425	2.6315
		€	€	€
Net Asset Value	R EUR Accumulating	737,385	224,016	130,557
Net Asset Value per share	R EUR Accumulating	4.5263	4.4500	4.0171
		£	£	£
Net Asset Value	T GBP Accumulating	3,434,862	3,591,766	3,486,368
Net Asset Value per share	T GBP Accumulating	2.4509	2.3393	1.7882
		£	£	£
Net Asset Value	F GBP Accumulating	928,474	3,856,179	853,393
Net Asset Value per share	F GBP Accumulating	2.0910	2.0013	1.5382

Hermes Investment Funds Public Limited Company
Notes to the Financial Statements for the period ended 30 June 2017 (continued)

14. Comparative Net Asset Values (continued)

Hermes Global Equity Fund (continued)	Share Class	30 June 2017	31 December 2016	31 December 2015
		\$	\$	\$
Net Asset Value	F USD Accumulating	50,682,457	47,033,675	43,874,058
Net Asset Value per share	F USD Accumulating	2.6110	2.3687	2.1931
		£	£	£
Net Asset Value	F GBP Distributing	1,458	1,402	28,241
Net Asset Value per share	F GBP Distributing	1.4580	1.4016	1.0862
		€	€	€
Net Asset Value	F EUR Accumulating	130,605,509	167,485,843	151,453,248
Net Asset Value per share	F EUR Accumulating	2.7445	2.6889	2.4135
		€	€	€
Net Asset Value	F EUR Distributing	1,084	1,642,125	1,486,292
Net Asset Value per share	F EUR Distributing	2.1683	2.1323	1.9300
		\$	\$	\$
Net Asset Value	R USD Accumulating	1,233	1,121	1,043
Net Asset Value per share	R USD Accumulating	2.4659	2.2427	2.0866
		S\$	S\$	
Net Asset Value	R SGD Accumulating	1,215	1,160	
Net Asset Value per share	R SGD Accumulating	3.7664	3.5959	
Hermes European Alpha Equity Fund	Share Class	30 June 2017	31 December 2016	31 December 2015
		£	£	£
Net Asset Value	Z GBP Accumulating	993	200,772,380	170,947,379
Net Asset Value per share	Z GBP Accumulating	2.2509	2.0077	1.7095
		€	€	€
Net Asset Value	R EUR Accumulating	44,794,460	49,928,157	39,373,695
Net Asset Value per share	R EUR Accumulating	3.4262	3.1521	3.1814
		£	£	£
Net Asset Value	T GBP Accumulating	1,122,957	1,214,546	1,399,449
Net Asset Value per share	T GBP Accumulating	2.0564	1.8343	1.5618
		€	€	€
Net Asset Value	Z EUR Accumulating	60,625,569	57,526,241	56,731,442
Net Asset Value per share	Z EUR Accumulating	3.9896	3.6430	3.6224
		£	£	£
Net Asset Value	F GBP Accumulating	582,314	581,370	498,542
Net Asset Value per share	F GBP Accumulating	1.7204	1.5403	1.3213
		€	€	€
Net Asset Value	F EUR Accumulating	10,909,021	8,801,309	9,376,972
Net Asset Value per share	F EUR Accumulating	2.9332	2.6884	2.6932

Hermes Investment Funds Public Limited Company
Notes to the Financial Statements for the period ended 30 June 2017 (continued)

14. Comparative Net Asset Values (continued)

Hermes European Alpha Equity Fund (continued)	Share Class	30 June 2017	31 December 2016	31 December 2015
		£	£	£
Net Asset Value	F GBP Distributing	7,812,560	7,167,915	14,223,041
Net Asset Value per share	F GBP Distributing	1.6448	1.4748	1.2822
		£	£	£
Net Asset Value	R GBP Accumulating	327,707	269,131	972,719
Net Asset Value per share	R GBP Accumulating	1.4707	1.3217	1.1425
		€	€	€
Net Asset Value	F EUR Distributing	1,192,404	1,074,288	1,370,249
Net Asset Value per share	F EUR Distributing	2.6633	2.4446	2.4819
		€	€	€
Net Asset Value	S EUR Distributing	203,715	214,207	4,754,086
Net Asset Value per share	S EUR Distributing	2.6383	2.4214	2.4569
		\$	\$	\$
Net Asset Value	F USD Distributing	1,068	330,648	346,270
Net Asset Value per share	F USD Distributing	2.1559	1.8319	1.9184
		£	£	£
Net Asset Value	S GBP Distributing	1,303,044	1,185,639	1,253,264
Net Asset Value per share	S GBP Distributing	1.3124	1.1767	1.0222
		\$	\$	\$
Net Asset Value	S USD Distributing	605,365	514,485	672,226
Net Asset Value per share	S USD Distributing	2.1259	1.8067	1.8907
		\$	\$	\$
Net Asset Value	S USD Accumulating Hedged	4,468,030	3,565,159	3,322,464
Net Asset Value per share	S USD Accumulating Hedged	2.6725	2.4284	2.4046
		€	€	€
Net Asset Value	S EUR Accumulating	25,348,511	24,958,487	23,069,617
Net Asset Value per share	S EUR Accumulating	2.6886	2.4624	2.4632
		£	£	£
Net Asset Value	S GBP Distributing Hedged	1,820,355	1,762,826	5,457,070
Net Asset Value per share	S GBP Distributing Hedged	1.2590	1.1508	1.1757
		\$	\$	\$
Net Asset Value	R USD Accumulating Hedged	4,915,065	5,957,839	6,110,391
Net Asset Value per share	R USD Accumulating Hedged	2.4647	2.2506	2.2495
		£	£	£
Net Asset Value	S GBP Accumulating	3,890,955	3,630,257	3,037,573
Net Asset Value per share	S GBP Accumulating	1.3500	1.2078	1.0346
		CHF	CHF	CHF
Net Asset Value	R CHF Accumulating Hedged	696,101	567,775	679,625
Net Asset Value per share	R CHF Accumulating Hedged	2.5592	2.3608	2.3990

Hermes Investment Funds Public Limited Company
Notes to the Financial Statements for the period ended 30 June 2017 (continued)

14. Comparative Net Asset Values (continued)

Hermes European Alpha Equity Fund (continued)	Share Class	30 June 2017	31 December 2016	31 December 2015
		\$	\$	\$
Net Asset Value	S USD Distributing Hedged	453,375	412,084	2,055,479
Net Asset Value per share	S USD Distributing Hedged	2.6038	2.3667	2.3796
		£	£	£
Net Asset Value	S GBP Accumulating Hedged	4,847,706	4,656,841	5,480,098
Net Asset Value per share	S GBP Accumulating Hedged	1.3016	1.1890	1.2002
		\$	\$	\$
Net Asset Value	S USD Accumulating	781,631	662,852	752,231
Net Asset Value per share	S USD Accumulating	2.1239	1.8011	1.8583
		€	€	€
Net Asset Value	MEUR Distributing	647,586	594,368	729,548
Net Asset Value per share	MEUR Distributing	2.4618	2.2595	2.2906
		€	€	€
Net Asset Value	MEUR Accumulating	403,957,574	322,908,678	365,431,151
Net Asset Value per share	MEUR Accumulating	2.5507	2.334	2.3315
		\$	\$	\$
Net Asset Value	R USD Accumulating	296,774	252,806	667,245
Net Asset Value per share	R USD Accumulating	2.0737	1.7665	1.8396
		CHF	CHF	CHF
Net Asset Value	R CHF Accumulating	1,144	1,034	1,050
Net Asset Value per share	R CHF Accumulating	2.2911	2.0713	2.1042
		€	€	€
Net Asset Value	R EUR Distributing	4,460,328	3,992,235	4,656,987
Net Asset Value per share	R EUR Distributing	2.1055	1.9369	1.9549
Hermes Global High Yield Credit Fund	Share Class	30 June 2017	31 December 2016	31 December 2015
		£	£	£
Net Asset Value	Z GBP Accumulating	179,768,748	167,211,777	129,329,154
Net Asset Value per share	Z GBP Accumulating	1.7977	1.6721	1.2933
		€	€	€
Net Asset Value	R EUR Accumulating	1,560	1,502	1,362
Net Asset Value per share	R EUR Accumulating	3.1191	3.0035	2.7240
		£	£	£
Net Asset Value	F GBP Accumulating	110,896	366,759	286,550
Net Asset Value per share	F GBP Accumulating	1.4528	1.3556	1.0553
		€	€	€
Net Asset Value	F EUR Accumulating	62,838,781	52,978,540	36,115,408
Net Asset Value per share	F EUR Accumulating	2.4358	2.3382	2.1081

Hermes Investment Funds Public Limited Company
Notes to the Financial Statements for the period ended 30 June 2017 (continued)

14. Comparative Net Asset Values (continued)

Hermes Global High Yield Credit Fund (continued)	Share Class	30 June 2017	31 December 2016	31 December 2015
		£	£	£
Net Asset Value	F GBP Accumulating Hedged	11,735,188	21,790,791	13,178,580
Net Asset Value per share	F GBP Accumulating Hedged	1.1925	1.1408	1.0210
		£	£	£
Net Asset Value	F GBP Distributing Hedged	187,425	183,575	2,895,324
Net Asset Value per share	F GBP Distributing Hedged	1.0196	0.9986	0.9452
		\$	\$	\$
Net Asset Value	F USD Distributing Hedged	1,041	1,014	952
Net Asset Value per share	F USD Distributing Hedged	2.0828	2.0279	1.9032
		\$	\$	\$
Net Asset Value	F USD Accumulating Hedged	2,388,704	11,659,520	12,824,067
Net Asset Value per share	F USD Accumulating Hedged	2.3222	2.2090	1.9679
		£	£	£
Net Asset Value	T GBP Accumulating	425,326	395,619	305,988
Net Asset Value per share	T GBP Accumulating	1.3427	1.2490	0.9660
		£	£	£
Net Asset Value	T GBP Accumulating Hedged	293,031	279,385	476,471
Net Asset Value per share	T GBP Accumulating Hedged	1.1294	1.0768	0.9561
		\$	\$	\$
Net Asset Value	R USD Accumulating	1,140	1,014	946
Net Asset Value per share	R USD Accumulating	2.2791	2.0279	1.8921
		€	€	
Net Asset Value	R EUR Distributing	8,072,149	6,035,836	
Net Asset Value per share	R EUR Distributing	2.2357	2.1998	
		\$		
Net Asset Value	R USD Accumulating Hedged	1,024		
Net Asset Value per share	R USD Accumulating Hedged	2.0484		
		£		
Net Asset Value	R GBP Accumulating	1,056		
Net Asset Value per share	R GBP Accumulating	1.0558		
Hermes Europe Ex-UK Equity Fund	Share Class	30 June 2017	31 December 2016	31 December 2015
		£	£	£
Net Asset Value	Z GBP Accumulating	1,004	174,488,554	147,682,739
Net Asset Value per share	Z GBP Accumulating	2.4021	2.0342	1.7217
		€	€	€
Net Asset Value	R EUR Accumulating	2,163	1,889	6,741,955
Net Asset Value per share	R EUR Accumulating	3.7351	3.2623	3.2733

Hermes Investment Funds Public Limited Company
Notes to the Financial Statements for the period ended 30 June 2017 (continued)

14. Comparative Net Asset Values (continued)

Hermes Europe Ex-UK Equity Fund (continued)	Share Class	30 June 2017	31 December 2016	31 December 2015
		£	£	£
Net Asset Value	R GBP Accumulating	1,516	1,294	3,766,856
Net Asset Value per share	R GBP Accumulating	2.1270	1.8149	1.5591
		£	£	£
Net Asset Value	F GBP Accumulating	654,773	13,692,206	6,375
Net Asset Value per share	F GBP Accumulating	1.9329	1.6432	1.4011
		€	€	€
Net Asset Value	F EUR Accumulating	10,257,685	2,073,534	2,615,106
Net Asset Value per share	F EUR Accumulating	3.1755	2.7630	2.7514
		£	£	£
Net Asset Value	F GBP Distributing Hedged	1,772,931	4,536,195	27,267,368
Net Asset Value per share	F GBP Distributing Hedged	1.3743	1.1916	1.2054
		\$	\$	\$
Net Asset Value	F USD Distributing Hedged	286,957	1,917,836	2,190,260
Net Asset Value per share	F USD Distributing Hedged	2.2488	1.9382	1.9310
		€	€	€
Net Asset Value	F EUR Distributing	115,008	1,331,031	699,306
Net Asset Value per share	F EUR Distributing	2.3290	2.0267	2.0430
		£	£	
Net Asset Value	F GBP Distributing	1,387	1,179	
Net Asset Value per share	F GBP Distributing	1.3866	1.1789	
		£	£	
Net Asset Value	M GBP Accumulating	1,218	74,713	
Net Asset Value per share	M GBP Accumulating	1.2179	1.0336	
		£	£	
Net Asset Value	M GBP Accumulating Hedged	1,167	1,010	
Net Asset Value per share	M GBP Accumulating Hedged	1.1666	1.0101	
		£	£	
Net Asset Value	M GBP Distributing	16,663,586	1,034	
Net Asset Value per share	M GBP Distributing	1.2183	1.0341	
		£	£	
Net Asset Value	M GBP Distributing Hedged	1,167	1,010	
Net Asset Value per share	M GBP Distributing Hedged	1.1666	1.0101	
		€		
Net Asset Value	MEUR Distributing	1,737,632		
Net Asset Value per share	MEUR Distributing	2.0508		
		\$		
Net Asset Value	M USD Distributing Hedged	1,029		
Net Asset Value per share	M USD Distributing Hedged	2.0572		

Hermes Investment Funds Public Limited Company
Notes to the Financial Statements for the period ended 30 June 2017 (continued)

14. Comparative Net Asset Values (continued)

Hermes US SMID Equity Fund	Share Class	30 June 2017	31 December 2016	31 December 2015
		£	£	£
Net Asset Value	Z GBP Accumulating	76,909,371	152,691,806	140,442,174
Net Asset Value per share	Z GBP Accumulating	2.4384	2.4775	1.7151
		£	£	£
Net Asset Value	F GBP Accumulating	113,252,729	81,275,323	33,132,320
Net Asset Value per share	F GBP Accumulating	2.2959	2.3414	1.6330
		€	€	€
Net Asset Value	R EUR Accumulating	41,491,604	50,382,245	102,542
Net Asset Value per share	R EUR Accumulating	4.0366	4.2299	3.4707
		\$	\$	\$
Net Asset Value	F USD Accumulating	320,322,257	302,884,434	61,612,133
Net Asset Value per share	F USD Accumulating	3.2260	3.1184	2.6198
		£	£	£
Net Asset Value	T GBP Accumulating	1,903,018	1,989,829	1,161,553
Net Asset Value per share	T GBP Accumulating	1.9194	1.9502	1.3501
		£	£	£
Net Asset Value	F GBP Distributing	87,403,915	56,366,192	4,605,579
Net Asset Value per share	F GBP Distributing	1.8447	1.8815	1.3126
		\$	\$	\$
Net Asset Value	F USD Distributing	88,216,062	61,051,386	37,973,826
Net Asset Value per share	F USD Distributing	3.1137	3.0103	2.5298
		€	€	€
Net Asset Value	F EUR Accumulating	6,071,102	14,131,297	7,180,162
Net Asset Value per share	F EUR Accumulating	3.4808	3.6339	2.9598
		€	€	€
Net Asset Value	F EUR Distributing	31,620	12,455	1,460
Net Asset Value per share	F EUR Distributing	3.4556	3.6080	2.9396
		€	€	€
Net Asset Value	F EUR Accumulating Hedged	3,291,221	2,434,002	22,897
Net Asset Value per share	F EUR Accumulating Hedged	2.8375	2.7660	2.3532
		£	£	£
Net Asset Value	F GBP Accumulating Hedged	16,592,331	2,917,104	1,320,409
Net Asset Value per share	F GBP Accumulating Hedged	1.3626	1.3231	1.1177
		£	£	£
Net Asset Value	F GBP Distributing Hedged	8,710,984	3,693,460	194,260
Net Asset Value per share	F GBP Distributing Hedged	1.3419	1.3023	1.1004

Hermes Investment Funds Public Limited Company
Notes to the Financial Statements for the period ended 30 June 2017 (continued)

14. Comparative Net Asset Values (continued)

Hermes US SMID Equity Fund (continued)	Share Class	30 June 2017	31 December 2016	31 December 2015
		CHF	CHF	CHF
Net Asset Value	R CHF Accumulating Hedged	602,781	701,896	2,053,688
Net Asset Value per share	R CHF Accumulating Hedged	2.4002	2.3555	2.0353
		\$	\$	\$
Net Asset Value	R USD Accumulating	15,611,207	16,508,676	2,155,466
Net Asset Value per share	R USD Accumulating	2.4855	2.4116	2.0412
		€	€	€
Net Asset Value	R EUR Accumulating Hedged	8,540,606	15,865,436	112,528
Net Asset Value per share	R EUR Accumulating Hedged	2.4137	2.3639	2.0275
		CHF	CHF	CHF
Net Asset Value	F CHF Accumulating Hedged	4,983,358	4,457,219	1,048,509
Net Asset Value per share	F CHF Accumulating Hedged	2.2900	2.2389	1.9182
		CHF	CHF	
Net Asset Value	F CHF Distribution Hedged	38,508	36,653	
Net Asset Value per share	F CHF Distribution Hedged	2.1679	2.1193	
		S\$		
Net Asset Value	F SGD Accumulating	1,007		
Net Asset Value per share	F SGD Accumulating	3.0224		
		S\$		
Net Asset Value	R SGD Accumulating	1,006		
Net Asset Value per share	R SGD Accumulating	3.0170		
Hermes Asia Ex-Japan Equity Fund	Share Class	30 June 2017	31 December 2016	31 December 2015
		£	£	£
Net Asset Value	Z GBP Accumulating	1,640	1,373	1,043
Net Asset Value per share	Z GBP Accumulating	2.5135	2.1047	1.5983
		£	£	£
Net Asset Value	F GBP Accumulating	488,879,132	372,910,012	228,212,711
Net Asset Value per share	F GBP Accumulating	2.4120	2.0276	1.5519
		€	€	€
Net Asset Value	R EUR Accumulating	11,291,653	7,679,953	14,458,248
Net Asset Value per share	R EUR Accumulating	4.3071	3.7204	3.3510
		£	£	£
Net Asset Value	T GBP Accumulating	3,993,769	3,431,500	1,756,125
Net Asset Value per share	T GBP Accumulating	2.1805	1.8262	1.3873
		€	€	€
Net Asset Value	F EUR Distributing	51,121,588	40,499,000	29,525,158
Net Asset Value per share	F EUR Distributing	3.8474	3.3367	3.0013

Hermes Investment Funds Public Limited Company
Notes to the Financial Statements for the period ended 30 June 2017 (continued)

14. Comparative Net Asset Values (continued)

Hermes Asia Ex-Japan Equity Fund (continued)	Share Class	30 June 2017	31 December 2016	31 December 2015
		€	€	€
Net Asset Value	F EUR Accumulating	609,217,768	448,878,160	284,071,558
Net Asset Value per share	F EUR Accumulating	3.9981	3.4406	3.0751
		£	£	£
Net Asset Value	F GBP Distributing	350,581,175	258,923,852	127,748,641
Net Asset Value per share	F GBP Distributing	1.9863	1.6829	1.2962
		\$	\$	\$
Net Asset Value	F USD Accumulating	974,597,638	682,168,765	556,476,812
Net Asset Value per share	F USD Accumulating	3.1195	2.4857	2.2916
		\$	\$	\$
Net Asset Value	R USD Accumulating	62,279,427	47,438,362	44,361,101
Net Asset Value per share	R USD Accumulating	3.0335	2.4262	2.2537
		€	€	€
Net Asset Value	F EUR Accumulating Hedged	22,484,772	16,954,927	6,403,820
Net Asset Value per share	F EUR Accumulating Hedged	2.9384	2.3669	2.2221
		£	£	£
Net Asset Value	F GBP Distributing Hedged	15,424,446	1,912,720	2,598,233
Net Asset Value per share	F GBP Distributing Hedged	1.4499	1.1701	1.0955
		€	€	€
Net Asset Value	R EUR Accumulating Hedged	2,350,495	1,612,169	992,555
Net Asset Value per share	R EUR Accumulating Hedged	2.7692	2.2366	2.1153
		CHF	CHF	CHF
Net Asset Value	R CHF Accumulating Hedged	5,485,151	4,502,446	3,017,080
Net Asset Value per share	R CHF Accumulating Hedged	2.7034	2.1918	2.0846
		£	£	£
Net Asset Value	F GBP Accumulating Hedged	4,834,927	3,550,194	2,924,934
Net Asset Value per share	F GBP Accumulating Hedged	1.4659	1.1750	1.0919
		\$	\$	\$
Net Asset Value	F USD Distributing	41,625,875	26,227,742	5,712,924
Net Asset Value per share	F USD Distributing	2.5269	2.0292	1.8829
		\$	\$	\$
Net Asset Value	C USD Accumulating	78,491,473	30,693,820	8,278,222
Net Asset Value per share	C USD Accumulating	2.7158	2.1677	2.0054
		\$	\$	\$
Net Asset Value	RC USD Accumulating	1,131,760	1,059	990
Net Asset Value per share	RC USD Accumulating	2.6395	2.1180	1.9807

Hermes Investment Funds Public Limited Company
Notes to the Financial Statements for the period ended 30 June 2017 (continued)

14. Comparative Net Asset Values (continued)

Hermes Asia Ex-Japan Equity Fund (continued)	Share Class	30 June 2017	31 December 2016	31 December 2015
		€	€	€
Net Asset Value	C EUR Accumulating	113,484,595	88,590,941	24,838,163
Net Asset Value per share	C EUR Accumulating	2.6179	2.2567	2.0241
		€	€	€
Net Asset Value	C EUR Distributing	4,007	3,475	4,892
Net Asset Value per share	C EUR Distributing	2.5520	2.2132	1.9945
		£	£	£
Net Asset Value	C GBP Distributing	874,626	686,721	1,731,396
Net Asset Value per share	C GBP Distributing	1.5081	1.2775	0.9863
		\$	\$	\$
Net Asset Value	C USD Distributing	25,585	29,721	21,257
Net Asset Value per share	C USD Distributing	2.5500	2.0477	1.9036
		£	£	£
Net Asset Value	C GBP Accumulating	126,177,997	94,414,239	35,800,850
Net Asset Value per share	C GBP Accumulating	1.4601	1.2296	0.9444
		€	€	€
Net Asset Value	RC EUR Accumulating	116,435	175,518	237,214
Net Asset Value per share	RC EUR Accumulating	2.3284	2.0183	1.8304
		S\$	S\$	
Net Asset Value	C SGD Accumulating	1,232	1,032	
Net Asset Value per share	C SGD Accumulating	3.6951	3.0958	
		€		
Net Asset Value	F EUR Distributing Hedged	73,605		
Net Asset Value per share	F EUR Distributing Hedged	2.2332		
Hermes Global Equity ESG Fund	Share Class	30 June 2017	31 December 2016	31 December 2015
		\$	\$	\$
Net Asset Value	Z USD Accumulating	33,368,016	43,610,048	41,347,748
Net Asset Value per share	Z USD Accumulating	2.4675	2.1974	2.0834
		£	£	£
Net Asset Value	F GBP Accumulating	519,719	1,507	1,193
Net Asset Value per share	F GBP Accumulating	1.6000	1.5073	1.1935
		\$	\$	\$
Net Asset Value	F USD Accumulating	1,225	1,401,213	1,794,629
Net Asset Value per share	F USD Accumulating	2.4506	2.1877	2.0856
		€	€	€
Net Asset Value	R EUR Accumulating	361,659	1,827,619	1,309
Net Asset Value per share	R EUR Accumulating	2.9096	2.8175	2.6173

Hermes Investment Funds Public Limited Company
Notes to the Financial Statements for the period ended 30 June 2017 (continued)

14. Comparative Net Asset Values (continued)

Hermes Global Equity ESG (continued) Fund	Share Class	30 June 2017	31 December 2016	31 December 2015
		€	€	€
Net Asset Value	F EUR Accumulating	1,481	1,144,265	1,057,543
Net Asset Value per share	F EUR Accumulating	2.9618	2.8571	2.6406
		£	£	£
Net Asset Value	T GBP Accumulating	136,213	127,972	46,002
Net Asset Value per share	T GBP Accumulating	1.3498	1.2681	0.9981
		NOK	NOK	
Net Asset Value	F NOK Accumulating	12,363	11,316	
Net Asset Value per share	F NOK Accumulating	24.7257	22.6313	
		NOK	NOK	
Net Asset Value	R NOK Accumulating	823,050,159	794,392,575	
Net Asset Value per share	R NOK Accumulating	24.5798	22.5578	
		€		
Net Asset Value	F EUR Accumulating Hedged	1,064		
Net Asset Value per share	F EUR Accumulating Hedged	2.1281		
		€		
Net Asset Value	R EUR Accumulating Hedged	1,017		
Net Asset Value per share	R EUR Accumulating Hedged	2.0334		
Hermes Multi Strategy Credit Fund	Share Class	30 June 2017	31 December 2016	31 December 2015
		\$	\$	\$
Net Asset Value	Z USD Accumulating	284,553,136	273,747,570	248,648,124
Net Asset Value per share	Z USD Accumulating	2.3432	2.2540	2.0476
		£	£	£
Net Asset Value	F GBP Distributing Hedged	386,235,998	332,481,889	300,337,858
Net Asset Value per share	F GBP Distributing Hedged	1.0504	1.0390	0.9933
		£	£	£
Net Asset Value	F GBP Accumulating Hedged	48,647,396	21,080,063	2,065,480
Net Asset Value per share	F GBP Accumulating Hedged	1.1385	1.1049	1.0139
		€	€	€
Net Asset Value	F EUR Accumulating	6,410,575	5,699,745	5,019,596
Net Asset Value per share	F EUR Accumulating	2.7951	2.9168	2.5894
		\$	\$	\$
Net Asset Value	F USD Accumulating	59,315,155	32,987,041	3,538,902
Net Asset Value per share	F USD Accumulating	2.2901	2.2100	2.0205
		€	€	€
Net Asset Value	F EUR Accumulating Hedged	117,780,744	35,837,180	19,474,876
Net Asset Value per share	F EUR Accumulating Hedged	2.2314	2.1742	2.0146

Hermes Investment Funds Public Limited Company
Notes to the Financial Statements for the period ended 30 June 2017 (continued)

14. Comparative Net Asset Values (continued)

Hermes Multi Strategy Credit Fund (continued)	Share Class	30 June 2017	31 December 2016	31 December 2015
		€	€	€
Net Asset Value	R EUR Accumulating	41,806	1,379	1,232
Net Asset Value per share	R EUR Accumulating	2.6358	2.7585	2.4638
		€	€	€
Net Asset Value	R EUR Accumulating Hedged	988,522	266,232	210,427
Net Asset Value per share	R EUR Accumulating Hedged	2.1469	2.0981	1.9568
		£	£	£
Net Asset Value	F GBP Distributing	35,203,848	33,360,844	27,983,402
Net Asset Value per share	F GBP Distributing	1.3551	1.4008	1.1154
		\$	\$	\$
Net Asset Value	F USD Distributing	3,365,208	1,420,120	467,246
Net Asset Value per share	F USD Distributing	2.0371	2.0031	1.9027
		£	£	£
Net Asset Value	F GBP Accumulating	14,428,923	1,309	1,003
Net Asset Value per share	F GBP Accumulating	1.2906	1.3092	1.0034
		£	£	£
Net Asset Value	T GBP Accumulating Hedged	1,094,531	1,059,115	321,811
Net Asset Value per share	T GBP Accumulating Hedged	1.1111	1.0751	0.9811
		\$	\$	\$
Net Asset Value	R USD Accumulating	149,699	1,071	985
Net Asset Value per share	R USD Accumulating	2.2118	2.1413	1.9707
		€	€	€
Net Asset Value	F EUR Distributing	2,438,088	1,310,769	996
Net Asset Value per share	F EUR Distributing	2.0664	2.1974	1.9921
		€	€	€
Net Asset Value	R EUR Distributing	1,174	1,095	996
Net Asset Value per share	R EUR Distributing	2.0600	2.1906	1.9913
		€	€	€
Net Asset Value	F EUR Distributing Hedged	38,450,050	30,923,837	
Net Asset Value per share	F EUR Distributing Hedged	2.1467	2.1319	
		€	€	€
Net Asset Value	R EUR Distributing Hedged	1,069	1,062	
Net Asset Value per share	R EUR Distributing Hedged	2.1388	2.1245	
		£		
Net Asset Value	L GBP Accumulating	987		
Net Asset Value per share	L GBP Accumulating	0.9872		

Hermes Investment Funds Public Limited Company
Notes to the Financial Statements for the period ended 30 June 2017 (continued)

14. Comparative Net Asset Values (continued)

Hermes Multi Strategy Credit Fund (continued)	Share Class	30 June 2017		
		£		
Net Asset Value	L GBP Distributing	987		
Net Asset Value per share	L GBP Distributing	0.9872		
		£		
Net Asset Value	L GBP Accumulating Hedged	1,001		
Net Asset Value per share	L GBP Accumulating Hedged	1.0009		
		£		
Net Asset Value	L GBP Distributing Hedged	1,001		
Net Asset Value per share	L GBP Distributing Hedged	1.0009		
		CHF		
Net Asset Value	R CHF Accumulating Hedged	1,002		
Net Asset Value per share	R CHF Accumulating Hedged	2.0046		
		S\$		
Net Asset Value	R SGD Accumulating	1,003		
Net Asset Value per share	R SGD Accumulating	3.0081		
Hermes Multi Asset Inflation Fund	Share Class	30 June 2017	31 December 2016	31 December 2015
		£	£	£
Net Asset Value	F GBP Accumulating	185,177	16,314	980
Net Asset Value per share	F GBP Accumulating	1.0229	1.0253	0.9798
		£	£	£
Net Asset Value	Z GBP Accumulating	31,226,429	31,207,037	29,624,995
Net Asset Value per share	Z GBP Accumulating	1.0408	1.0402	0.9875
		£	£	£
Net Asset Value	F GBP Distributing	1,004	1,009	966
Net Asset Value per share	F GBP Distributing	1.0037	1.0090	0.9664
		£	£	£
Net Asset Value	T GBP Accumulating	683,972	683,569	323,798
Net Asset Value per share	T GBP Accumulating	1.0074	1.0068	0.9558
		£		
Net Asset Value	X GBP Accumulating	994		
Net Asset Value per share	X GBP Accumulating	0.9939		
		£		
Net Asset Value	Y GBP Accumulating	994		
Net Asset Value per share	Y GBP Accumulating	0.9938		

Hermes Investment Funds Public Limited Company
Notes to the Financial Statements for the period ended 30 June 2017 (continued)

14. Comparative Net Asset Values (continued)

Hermes Global Small Cap Equity Fund	Share Class	30 June 2017	31 December 2016	31 December 2015
		€	€	€
Net Asset Value	F EUR Accumulating	1,133	1,135	987
Net Asset Value per share	F EUR Accumulating	2.2656	2.2692	1.9744
		€	€	€
Net Asset Value	F EUR Distributing	1,126	1,129	987
Net Asset Value per share	F EUR Distributing	2.2525	2.2581	1.9731
		£	£	£
Net Asset Value	F GBP Accumulating Hedged	1,115	1,041	947
Net Asset Value per share	F GBP Accumulating Hedged	1.1148	1.0410	0.9472
		£	£	£
Net Asset Value	F GBP Distributing Hedged	1,114	1,040	947
Net Asset Value per share	F GBP Distributing Hedged	1.1140	1.0403	0.9472
		\$	\$	\$
Net Asset Value	F USD Accumulating	77,348	1,053	946
Net Asset Value per share	F USD Accumulating	2.2701	2.1066	1.8914
		\$	\$	\$
Net Asset Value	F USD Distributing	1,131	1,049	946
Net Asset Value per share	F USD Distributing	2.2617	2.0988	1.8914
		£	£	£
Net Asset Value	F GBP Accumulating	1,376	1,347	1,004
Net Asset Value per share	F GBP Accumulating	1.3764	1.3474	1.0040
		\$	\$	\$
Net Asset Value	R USD Accumulating	1,117	1,041	941
Net Asset Value per share	R USD Accumulating	2.2339	2.0810	1.8825
		€	€	€
Net Asset Value	R EUR Accumulating	1,112	1,119	982
Net Asset Value per share	R EUR Accumulating	2.2244	2.2379	1.9635
		\$	\$	\$
Net Asset Value	Z USD Accumulating	35,986,148	33,269,522	29,651,021
Net Asset Value per share	Z USD Accumulating	2.3069	2.1328	1.9008
		£	£	£
Net Asset Value	T GBP Accumulating	1,204,837	1,175,136	491,414
Net Asset Value per share	T GBP Accumulating	1.3753	1.3414	0.9925
		£	£	£
Net Asset Value	F GBP Distributing	11,164,555	6,974,216	-
Net Asset Value per share	F GBP Distributing	1.4362	1.4060	-
		\$		
Net Asset Value	X USD Accumulating	993		
Net Asset Value per share	X USD Accumulating	1.9850		

Hermes Investment Funds Public Limited Company
Notes to the Financial Statements for the period ended 30 June 2017 (continued)

14. Comparative Net Asset Values (continued)

Hermes US All Cap Equity Fund	Share Class	30 June 2017	31 December 2016	31 December 2015
		€	€	€
Net Asset Value	F EUR Accumulating	1,130	1,132	993
Net Asset Value per share	F EUR Accumulating	2.2609	2.2642	1.9856
		€	€	€
Net Asset Value	F EUR Distributing	1,128	1,131	992
Net Asset Value per share	F EUR Distributing	2.2570	2.2629	1.9848
		£	£	£
Net Asset Value	F GBP Accumulating Hedged	1,164	1,087	988
Net Asset Value per share	F GBP Accumulating Hedged	1.1637	1.0865	0.9876
		£	£	£
Net Asset Value	F GBP Distributing Hedged	1,164	1,087	988
Net Asset Value per share	F GBP Distributing Hedged	1.1637	1.0865	0.9876
		\$	\$	\$
Net Asset Value	F USD Accumulating	1,174	1,089	986
Net Asset Value per share	F USD Accumulating	2.3471	2.1785	1.9723
		\$	\$	\$
Net Asset Value	F USD Distributing	1,174	1,089	986
Net Asset Value per share	F USD Distributing	2.3471	2.1785	1.9723
		£	£	£
Net Asset Value	F GBP Accumulating	1,379	1,350	1,014
Net Asset Value per share	F GBP Accumulating	1.3789	1.3499	1.0145
		\$	\$	\$
Net Asset Value	R USD Accumulating	1,156	1,078	983
Net Asset Value per share	R USD Accumulating	2.3125	2.1553	1.9660
		€	€	€
Net Asset Value	R EUR Accumulating	1,112	1,119	989
Net Asset Value per share	R EUR Accumulating	2.2242	2.2374	1.9783
		\$	\$	\$
Net Asset Value	Z USD Accumulating	17,825,672	16,483,431	14,813,672
Net Asset Value per share	Z USD Accumulating	2.3836	2.2042	1.9809
		£	£	
Net Asset Value	T GBP Accumulating	87,763	85,617	
Net Asset Value per share	T GBP Accumulating	1.1178	1.0904	
		€		
Net Asset Value	F EUR Accumulating Hedged	1,021		
Net Asset Value per share	F EUR Accumulating Hedged	2.0413		
		\$		
Net Asset Value	X USD Accumulating	998		
Net Asset Value per share	X USD Accumulating	1.9955		

Hermes Investment Funds Public Limited Company
Notes to the Financial Statements for the period ended 30 June 2017 (continued)

14. Comparative Net Asset Values (continued)

Hermes Absolute Return Credit Fund	Share Class	30 June 2017	31 December 2016	31 December 2015
		€	€	€
Net Asset Value	F EUR Accumulating	1,015	1,074	1,007
Net Asset Value per share	F EUR Accumulating	2.0306	2.1486	2.0146
		€	€	€
Net Asset Value	F EUR Accumulating Hedged	9,981,845	1,005	992
Net Asset Value per share	F EUR Accumulating Hedged	2.0299	2.0091	1.9845
		€	€	€
Net Asset Value	F EUR Distributing Hedged	988	986	991
Net Asset Value per share	F EUR Distributing Hedged	1.9756	1.9730	1.9823
		CHF	CHF	CHF
Net Asset Value	F CHF Accumulating Hedged	1,003	995	988
Net Asset Value per share	F CHF Accumulating Hedged	2.0062	1.9905	1.9753
		CHF	CHF	CHF
Net Asset Value	F CHF Distributing Hedged	976	977	986
Net Asset Value per share	F CHF Distributing Hedged	1.9522	1.9531	1.9728
		£	£	£
Net Asset Value	F GBP Accumulating	2,170,198	1,263	1,031
Net Asset Value per share	F GBP Accumulating	1.2262	1.2631	1.0313
		£	£	£
Net Asset Value	F GBP Accumulating Hedged	21,320,224	13,401,930	997
Net Asset Value per share	F GBP Accumulating Hedged	1.0340	1.0187	0.9967
		\$	\$	\$
Net Asset Value	F USD Accumulating	1,042	1,021	996
Net Asset Value per share	F USD Accumulating	2.0843	2.0429	1.9910
		\$	\$	\$
Net Asset Value	F USD Distributing	1,014	1,003	994
Net Asset Value per share	F USD Distributing	2.0274	2.0055	1.9888
		€	€	€
Net Asset Value	R EUR Accumulating	989	1,051	1,001
Net Asset Value per share	R EUR Accumulating	1.9779	2.1029	2.0027
		€	€	€
Net Asset Value	R EUR Accumulating Hedged	1,002	994	988
Net Asset Value per share	R EUR Accumulating Hedged	2.0031	1.9883	1.9761
		€	€	€
Net Asset Value	R EUR Distributing Hedged	985	984	987
Net Asset Value per share	R EUR Distributing Hedged	1.9699	1.9671	1.9748

Hermes Investment Funds Public Limited Company
Notes to the Financial Statements for the period ended 30 June 2017 (continued)

14. Comparative Net Asset Values (continued)

Hermes Absolute Return Credit Fund (continued)	Share Class	30 June 2017	31 December 2016	31 December 2015
		CHF	CHF	CHF
Net Asset Value	R CHF Accumulating Hedged	989	984	983
Net Asset Value per share	R CHF Accumulating Hedged	1.9772	1.9673	1.9668
		CHF	CHF	CHF
Net Asset Value	R CHF Distributing Hedged	972	973	983
Net Asset Value per share	R CHF Distributing Hedged	1.9446	1.9457	1.9655
		\$	\$	\$
Net Asset Value	R USD Accumulating	1,027	1,010	991
Net Asset Value per share	R USD Accumulating	2.0538	2.0202	1.9830
		\$	\$	\$
Net Asset Value	Z USD Accumulating	52,963,474	51,723,188	50,012,029
Net Asset Value per share	Z USD Accumulating	2.1185	2.0689	2.0004
		£	£	£
Net Asset Value	F GBP Distributing	1,202	1,250	1,035
Net Asset Value per share	F GBP Distributing	1.2021	1.2501	1.0346
		£	£	£
Net Asset Value	F GBP Distributing Hedged	12,976,998	1,006	998
Net Asset Value per share	F GBP Distributing Hedged	1.0116	1.0059	0.9984
		£	£	
Net Asset Value	T GBP Accumulating	47,620	48,888	
Net Asset Value per share	T GBP Accumulating	1.0332	1.0607	

15. Accrued Capital Gains Tax

These accruals relate to a capital gains tax liability in relation to the Hermes Global Emerging Markets Fund and the Hermes Asia Ex-Japan Equity Funds' exposure to China via the P-Notes that those Funds hold over Chinese stock.

On 17 November 2014, China clarified that prior to this date realised gains would be subject to tax. They also clarified that in most cases future gains after this date would not be subject to tax, but did not confirm what most cases were. In light of this announcement, the Funds' have continued to accrue for the payment of this tax liability on realised gains at a rate of 10%. The accrual for the payment of the tax liability on the realised gains is £9,334,753 as at 30 June 2017 (31 December 2016: £9,812,955). The movement in the total accrual during the period is due to fluctuations in the US Dollar to Sterling exchange rates. No further amounts have been accrued after 18 August 2015, following a further announcement from China. The Chinese Capital Gains Tax charge for the period ended 30 June 2017 was £Nil (30 June 2016: £Nil).

16. Efficient Portfolio Management

The Company may, on behalf of each sub-fund, employ (subject to the conditions and within the limits laid down by the Central Bank) techniques and instruments relating to transferable securities and money market instruments, provided that such techniques and instruments are used for efficient portfolio management purposes. Such techniques and instruments may also, on behalf of each sub-fund, include foreign exchange transactions which alter the currency characteristics of transferable securities held by the Company. The Company may also, on behalf of each sub-fund, employ (subject to the conditions and within the limits laid down by the Central Bank) techniques and instruments intended to provide protection against exchange risks in the context of the management of its assets and liabilities.

Realised gains and losses on financial instruments used for efficient portfolio management are included in the Income Statement. There were no such financial instruments used during the period.

17. Significant Events During the Period

On 17 February 2017 a shareholder notice was issued detailing the re-introduction of Capacity Management Measures on the Hermes Asia Ex-Japan Equity Fund. On 6 March, the Hermes Asia Ex-Japan Equity Fund was closed to new investors and the Daily Limit permitted per Shareholder per Dealing Day was reduced to \$1,000,000 (or the published foreign currency equivalent).

On 30 May 2017 and 8 June 2017 the Hermes Active UK Inflation-Linked Bond Fund and the Hermes UK Small and Mid Cap Companies Fund respectively were revoked by the Central Bank of Ireland.

The Prospectus and Supplements of the Company were updated on 15 June 2017.

The Prospectus update included clarification of the operation of the Company's cash accounts (Umbrella Cash Accounts Policy) and updates to the sections describing investments in China through the Stock Connect Programme and taxation.

Significant updates to the Supplement included the following:

- New share classes and changes to management fees
- A reduction in the headline fees on several sub-funds
- The introduction of Founder fee share classes and a Cornerstone share class for nascent funds
- A new discounted share class (L) on the Hermes Multi Strategy Credit Fund
- Shortened redemption settlement cycle on all Hermes' UCITS funds from four business days (T+4) to three business days (T+3)
- A change to the dealing deadline from 5 p.m. the day before the valuation day to 9.30 a.m. on the valuation day in respect of the Hermes Global High Yield Credit Fund, the Hermes Multi Strategy Credit Fund and the Hermes Absolute Return Credit Fund

18. Subsequent Events

Distributions were declared on 3 July 2017 for the following funds:

- Hermes Global Emerging Markets Fund
- Hermes Global Equity Fund
- Hermes European Alpha Equity Fund
- Hermes Global High Yield Credit Fund
- Hermes Europe Ex-UK Equity Fund
- Hermes Asia Ex-Japan Equity Fund
- Hermes Multi Strategy Credit Fund
- Hermes Multi Asset Inflation Fund
- Hermes Global Small Cap Equity Fund
- Hermes Absolute Return Credit Fund

See note 13 for further details.

Effective 1 July 2017, the benchmark of the Hermes Global High Yield Credit Fund changed from BofA Merrill Lynch Global High Yield Constrained 2% ex Financials (Euro hedged) to BofA Merrill Lynch Global High Yield Constrained (Euro Hedged).

On 11 July 2017, a new exception was made to the Capacity Management Measures to allow investors to aggregate their available Daily Limit and make it fungible across all their nominee accounts.

19. Approval of Financial Statements

The Financial Statements were approved by the Board of Directors on 29 August 2017.

Hermes Investment Funds Public Limited Company
Unaudited Schedule of Significant Portfolio Movements
For the period ended 30 June 2017

Hermes Global Emerging Markets Fund

Total purchases in the period

\$967,859,922

Major Purchases	Nominal Holdings	Cost \$
Alibaba ADR	438,386	52,489,655
Naspers	266,290	47,489,561
Samsung Electronics	24,976	46,597,262
Wal-Mart de Mexico SAB de CV	21,542,608	44,886,383
Taiwan Semiconductor Manufacturing ADR	1,279,396	41,385,901
Credicorp	201,044	33,289,071
Klabin	5,448,942	26,814,249
AIA	4,110,200	26,669,783
Techtronic Industries	6,570,000	26,433,798
China Biologic Products	244,480	26,093,395
Mail.Ru Group	1,084,622	24,568,941
Sberbank of Russia ADR	2,209,115	23,947,661
Abu Dhabi Commercial Bank PJSC	11,995,839	23,607,830
Tencent	779,200	22,274,458
Samsonite	6,352,600	21,683,425
Foschini	1,869,747	21,460,482
Bank Rakyat Indonesia Persero	22,310,000	21,360,161
KB Financial	433,876	19,965,645
Samsung Fire & Marine Insurance	78,758	18,823,164
Power Grid of India	6,088,335	18,763,996
Itau Unibanco - Preferred	1,511,368	18,595,740
Richter Gedeon	783,536	18,521,751
Tong Yang Industry	9,912,000	18,051,766
Chipbond Technology	10,928,000	16,643,961
China Mengniu Dairy	8,271,000	16,464,154
Magnit	100,592	16,282,869
Advantech	1,901,000	15,601,453
Hero MotoCorp	284,204	15,240,478
BB Seguridade Participacoes	1,627,900	15,138,049
NMC Health	661,231	14,846,435
Galaxy Entertainment	2,551,000	13,263,546
HCL Technologies	997,745	12,945,673
Shoprite	884,928	12,919,344
Land Mark Optoelectronics	1,329,000	12,593,546
Shenzhen International	7,530,678	12,353,705
Bharat Forge	698,830	12,110,596
Ultrapar Participacoes	497,000	11,340,158
Motherson Sumi Systems	1,890,146	11,242,733
Lojas Renner	1,291,000	10,851,826
Hon Hai Precision Industry	3,252,000	10,654,138

The above represents aggregate purchases of a security exceeding 1 per cent of the total value of purchases for the period. If there were fewer than 20 purchases that exceed 1 per cent during the period the largest 20 purchases are disclosed.

Hermes Investment Funds Public Limited Company
Unaudited Schedule of Significant Portfolio Movements
For the period ended 30 June 2017 (continued)

Hermes Global Emerging Markets Fund (continued)

Total sales in the period		\$281,701,915
Major Sales	Nominal Holdings	Proceeds \$
ICICI Bank ADR	3,764,224	31,336,393
MMC Norilsk Nickel ADR	1,566,497	25,426,177
Banregio Grupo Financiero	3,195,620	17,101,460
Itau Unibanco - Preferred	1,259,135	14,453,107
Banco Macro ADR	158,879	12,073,833
Pampa Energia ADR	212,702	11,988,974
Life Healthcare	4,949,744	11,236,806
Sberbank of Russia ADR	761,193	8,519,480
Bank Rakyat Indonesia Persero	8,605,800	8,131,415
Hangzhou Hikvision Digital Technology 09/04/2019	1,738,092	8,066,664
Samsung Electronics	3,478	7,147,900
KB Financial	161,508	6,956,028
Credicorp	40,447	6,762,978
Motherson Sumi Systems	874,044	6,586,207
Tencent	183,800	6,569,714
Lojas Renner	698,600	5,843,428
Tung Thih Electronic	855,000	5,727,774
Alibaba ADR	41,836	5,628,180
Taiwan Semiconductor Manufacturing ADR	144,793	5,193,725
Container Corporation of India	201,651	3,723,558
Techtronic Industries	648,000	3,015,712
Samsonite	715,800	2,936,634

The above represents aggregate sales of a security exceeding 1 per cent of the total value of sales for the period. If there were fewer than 20 sales that exceed 1 per cent during the period the largest 20 sales are disclosed.

Hermes Investment Funds Public Limited Company
Unaudited Schedule of Significant Portfolio Movements
For the period ended 30 June 2017 (continued)

Hermes Global Equity Fund		
Total purchases in the period		\$45,747,107
Major Purchases	Nominal Holdings	Cost \$
Microsoft	70,690	4,657,647
Procter & Gamble	33,803	3,003,959
Walt Disney	18,865	2,070,858
ABN Amro Group	75,122	1,941,026
Pandora	13,208	1,532,055
Baxter International	27,001	1,378,977
Start Today	55,500	1,226,780
Amazon.com	1,289	1,137,652
Sysco	20,169	1,122,872
Dick's Sporting Goods	20,230	1,064,331
Svenska Cellulosa	59,722	993,448
UGI	20,058	967,271
Lion	46,000	839,829
Randgold Resources	8,952	776,860
Allied Irish Bank	150,425	739,011
Apple	4,698	656,101
BT Investment Management	68,161	587,126
DONG Energy	15,649	563,274
Roche	2,163	556,739
Vonovia	16,220	556,261
American Water Works	6,400	496,071
Delta Air Lines	9,824	481,444
Heineken	5,555	457,446
Total sales in the period		\$158,331,692
Major Sales	Nominal Holdings	Proceeds \$
Berkshire Hathaway	21,634	3,616,026
Apple	27,234	3,543,992
Alphabet Class A	3,438	2,888,450
Kroger	91,141	2,758,149
TJX	30,459	2,309,647
CVS Health	29,239	2,279,084
JPMorgan Chase	24,501	2,145,183
ING Groep	134,068	2,031,215
Cisco Systems	64,148	2,021,310
State Street	24,964	1,987,730
SAP	19,170	1,870,438
Bank of America	78,775	1,837,612
Wells Fargo	32,990	1,830,748
General Electric	57,511	1,738,723
Oasis Petroleum	118,682	1,710,955
Lam Research	13,312	1,660,125
East West Bancorp	31,390	1,659,081
Analog Devices	21,199	1,632,602
Abbott Laboratories	37,658	1,611,914
Worldpay	443,438	1,579,549

The above represents aggregate purchases of a security exceeding 1 per cent of the total value of purchases for the period or aggregate sales greater than 1 per cent of the total value of sales. If there were fewer than 20 purchases/sales that exceed 1 per cent during the period the largest 20 purchases/sales are disclosed.

Hermes Investment Funds Public Limited Company
Unaudited Schedule of Significant Portfolio Movements
For the period ended 30 June 2017 (continued)

Hermes European Alpha Equity Fund

Total purchases in the period **€96,099,893**

Major Purchases	Nominal Holdings	Cost €
Merck	107,252	11,119,581
ASOS	151,945	10,639,274
KION	173,447	9,396,287
Gas Natural SDG	406,565	7,460,298
Lundin Petroleum	396,902	6,985,119
Reckitt Benckiser	56,234	4,886,138
Imperial Brands	103,750	4,733,108
Nokia	773,364	4,014,597
Sodexo	30,583	3,517,015
ConvaTec	1,032,455	3,349,387
Pandora	32,356	3,326,627
Worldpay	960,973	3,309,940
Allied Irish Bank	621,814	2,735,982
Roche	5,049	1,214,422
Umicore	20,385	1,163,653
Bayer	10,594	1,121,324
Adidas	5,967	1,048,504
GlaxoSmithKline	49,536	959,380
Deutsche Boerse	10,590	922,789
ING Groep	64,781	906,106
Amadeus IT	19,297	899,581

Total sales in the period **€313,957,435**

Major Sales	Nominal Holdings	Proceeds €
Vodafone	7,647,424	17,959,076
ING Groep	1,180,993	16,313,376
Delta Lloyd	2,447,806	13,160,084
Bayer	106,519	11,852,193
Roche	50,763	11,681,862
Adidas	59,991	10,165,876
Swedbank	430,541	9,857,463
GlaxoSmithKline	498,059	9,478,268
Amadeus IT	194,025	9,462,131
Hennes & Mauritz	362,275	9,287,389
Gamesa Tecnologica	441,125	9,089,632
Fresenius	115,130	8,633,283
Sberbank of Russia ADR	810,618	8,534,261
Statoil	542,195	8,484,871
ASML Holding	70,574	8,186,764
Valeo	135,866	8,128,555
Reckitt Benckiser	92,873	8,003,025
Inditex	236,516	7,960,570

The above represents aggregate purchases of a security exceeding 1 per cent of the total value of purchases for the period or aggregate sales greater than 1 per cent of the total value of sales. If there were fewer than 20 purchases/sales that exceed 1 per cent during the period the largest 20 purchases/sales are disclosed.

Hermes Investment Funds Public Limited Company
Unaudited Schedule of Significant Portfolio Movements
For the period ended 30 June 2017 (continued)

Hermes European Alpha Equity Fund (continued)

Total sales in the period (continued)

€313,957,435

Major Sales	Nominal Holdings	Proceeds €
Nokia	1,469,468	7,719,560
Legrand	133,525	7,570,934
Sodexo	64,283	7,246,514
DNB	465,312	7,024,123
Aena	41,553	6,478,508
Wirecard	124,957	6,449,510
Imperial Brands	150,883	6,294,608
Novo Nordisk	178,711	6,267,417
Pandora	58,146	5,770,540
ConvaTec	1,717,551	5,673,529
Renault	66,803	5,630,425
Worldpay	1,590,184	5,453,177
Schroders	144,929	5,167,578
Deutsche Boerse	58,715	4,661,117
Dufry	33,017	4,573,591
ProSiebenSat.1 Media	119,462	4,558,514
UCB	64,465	4,213,309

The above represents aggregate sales of a security exceeding 1 per cent of the total value of sales for the period. If there were fewer than 20 sales that exceed 1 per cent during the period the largest 20 sales are disclosed.

Hermes Investment Funds Public Limited Company
Unaudited Schedule of Significant Portfolio Movements
For the period ended 30 June 2017 (continued)

Hermes Global High Yield Credit Fund

Total purchases in the period **€165,524,348**

Major Purchases	Nominal Holdings	Cost €
United States Treasury Bill 0% 13/07/2017	23,175,000	21,787,046
United States Treasury Bill 0% 26/10/2017	22,925,000	20,965,054
FMG Resources August 2006 9.750% 01/03/2022	5,800,000	6,206,455
Fiat Chrysler Finance Europe 6.750% 14/10/2019	4,367,000	4,958,915
Aircastle 4.125% 01/05/2024	4,669,000	4,396,746
Tesco 6.125% 24/02/2022	2,917,000	3,905,053
Arconic 5.720% 23/02/2019	3,750,000	3,713,238
Vale Overseas 6.250% 10/08/2026	3,160,000	3,149,626
Quintiles IMS 3.250% 15/03/2025	3,073,000	3,073,625
Cemex Finance 9.375% 12/10/2022	3,036,000	3,053,122
Ally Financial 3.250% 05/11/2018	3,000,000	2,854,985
Petroleos Mexicanos 4.875% 21/02/2028	2,787,000	2,777,307
Bank of Ireland 31/12/2049	2,450,000	2,648,963
VimpelCom Holdings 3.950% 16/06/2021	2,902,000	2,589,569
Petrobras Global Finance 4.750% 14/01/2025	2,360,000	2,391,985
AerCap Ireland Capital 4.625% 01/07/2022	2,400,000	2,330,934
Credit Logement 31/12/2049	2,900,000	2,302,613
Seagate HDD Cayman 4.250% 01/03/2022	2,352,000	2,176,732
Severstal Via Steel Capital 5.900% 17/10/2022	2,500,000	2,079,980
Plains All American Pipeline 2.850% 31/01/2023	2,100,000	1,883,406
BPCE 31/12/2049	2,104,000	1,814,498
Goodyear Tire & Rubber 4.875% 15/03/2027	1,778,000	1,684,897
Phoenix Group Holdings 4.125% 20/07/2022	1,400,000	1,666,186

Total sales in the period

€143,634,483

Major Sales	Nominal Holdings	Proceeds €
United States Treasury Bill 0% 13/07/2017	23,175,000	21,298,575
Telecom Italia 7.375% 15/12/2017	5,500,000	6,710,296
General Motors Financial 3.200% 13/07/2020	7,000,000	6,662,300
United States Treasury Bill 0% 26/10/2017	7,000,000	6,228,734
Schaeffler Finance 4.250% 15/05/2021	5,800,000	5,296,182
Rite Aid 6.125% 01/04/2023	5,900,000	5,213,978
Faurecia 3.625% 15/06/2023	4,450,000	4,670,407
VimpelCom 6.255% 01/03/2017	4,000,000	3,789,314
Tesco 5.500% 15/11/2017	3,900,000	3,729,400
Fiat Chrysler Finance Europe 6.750% 14/10/2019	3,000,000	3,372,000
Allied Irish Banks 26/11/2025	2,900,000	2,991,559
EMC 1.875% % 01/06/18	3,178,000	2,926,716
Air Lease 4.250% 15/09/2024	3,000,000	2,916,120
Vale Overseas 5.875% 10/06/2021	2,560,000	2,544,190
International Lease Finance 8.750% 15/03/2017	2,400,000	2,240,548
SoftBank 5.250% 30/07/2027	1,950,000	2,227,875
Severstal Via Steel Capital 5.900% 17/10/2022	2,500,000	2,079,980
Smurfit Kappa Acquisitions 4.875% 15/09/2018	2,120,000	2,054,476
Valeant Pharmaceuticals International 4.500% 15/05/2023	2,799,000	1,964,305
Tesco 2.700% 05/01/2017	2,062,000	1,945,191
Groupama 29/05/2049	1,700,000	1,890,945

The above represents aggregate purchases of a security exceeding 1 per cent of the total value of purchases for the period or aggregate sales greater than 1 per cent of the total value of sales. If there were fewer than 20 purchases/sales that exceed 1 per cent during the period the largest 20 purchases/sales are disclosed.

Hermes Investment Funds Public Limited Company
Unaudited Schedule of Significant Portfolio Movements
For the period ended 30 June 2017 (continued)

Hermes Europe Ex-UK Equity Fund

Total purchases in the period

€23,965,993

Major Purchases	Nominal Holdings	Cost €
Dialog Semiconductor	146,963	6,192,697
Lundin Petroleum	156,089	2,767,541
Umicore	43,464	2,356,433
Novo Nordisk	40,553	1,549,762
Cerved Information Solutions	147,928	1,244,942
Ubisoft Entertainment	21,475	1,068,057
UCB	14,245	1,003,470
Bankinter	130,047	1,001,326
TKH	25,069	1,000,214
Legrand	16,259	998,541
Euronext	19,550	920,750
Deutsche Boerse	10,467	914,834
Statoil	43,862	783,093
Renault	6,889	585,919
Dufry	3,108	452,970
Allied Irish Bank	92,223	426,262
Intesa Sanpaolo	132,924	362,724
Randgold Resources	3,912	336,458

Total sales in the period

€241,738,323

Major Sales	Nominal Holdings	Proceeds €
Roche	46,565	10,702,149
Bayer	85,916	9,538,276
Cerved Information Solutions	865,747	8,034,295
Ubisoft Entertainment	219,075	7,946,163
Valeo	132,275	7,884,315
ING Groep	544,123	7,858,330
Sartorius - Preferred	90,713	7,340,192
Adidas	42,736	7,244,503
Novo Nordisk	201,399	7,169,309
Wirecard	138,152	7,137,306
MTU Aero Engines	58,732	7,087,822
KION	114,137	7,007,109
ASM International	138,933	6,978,327
Gamesa Tecnologica	336,691	6,942,484
Amadeus IT	142,353	6,932,995

The above represents aggregate purchases of a security exceeding 1 per cent of the total value of purchases for the period or aggregate sales greater than 1 per cent of the total value of sales. If there were fewer than 20 purchases/sales that exceed 1 per cent during the period the largest 20 purchases/sales are disclosed. The above represents all purchases during the period.

Hermes Investment Funds Public Limited Company
Unaudited Schedule of Significant Portfolio Movements
For the period ended 30 June 2017 (continued)

Hermes Europe Ex-UK Equity Fund (continued)

Total sales in the period (continued)

€241,738,323

Major Sales	Nominal Holdings	Proceeds €
Fresenius	87,881	6,579,014
Dufry	47,278	6,549,286
Inditex	202,928	6,317,847
Aena	40,460	6,311,258
Duerr	72,232	6,216,544
ASML Holding	52,971	6,152,711
Randgold Resources	72,189	5,974,741
Syngenta	14,862	5,920,052
Bankinter	742,662	5,901,528
TKH	135,069	5,880,494
Freenet	200,628	5,822,279
Merck	55,905	5,810,556
Legrand	101,798	5,809,265
Dialog Semiconductor	123,821	5,609,710
Renault	66,108	5,517,738
Euronext	117,071	5,065,421
Statoil	265,132	4,265,061
UCB	58,842	3,857,708
Deutsche Boerse	47,452	3,812,256
ProSiebenSat.1 Media	96,108	3,671,930
Intesa Sanpaolo	1,437,205	3,661,526
Deutsche Boerse	35,635	3,315,124
Paddy Power Betfair	25,245	2,484,581

The above represents aggregate sales of a security exceeding 1 per cent of the total value of sales for the period. If there were fewer than 20 sales that exceed 1 per cent during the period the largest 20 sales are disclosed.

Hermes Investment Funds Public Limited Company
Unaudited Schedule of Significant Portfolio Movements
For the period ended 30 June 2017 (continued)

Hermes US SMID Equity Fund		
Total purchases in the period		\$242,978,972
Major Purchases	Nominal Holdings	Cost \$
Sterling Bancorp	773,405	18,132,690
WABCO	146,817	15,901,648
Fortune Brands Home & Security	259,040	15,283,697
Manhattan Associates	292,842	14,930,289
Wintrust Financial	106,723	7,609,591
West Pharmaceutical Services	86,224	7,218,567
Signature Bank	44,396	6,850,406
Wabtec	77,918	6,601,712
Alimentation Couche-Tard	116,146	5,322,826
Woodward	64,703	4,453,879
LKQ	143,057	4,313,030
Brunswick	65,157	3,899,967
Alleghany	5,942	3,701,420
Sally Beauty Holdings	170,101	3,627,552
Diplomat Pharmacy	240,453	3,609,827
Broadridge Financial Solutions	50,865	3,492,859
Kirby	45,751	3,207,428
STERIS	45,478	3,187,712
Cooper Cos	16,029	3,129,379
ANSYS	28,847	3,007,023
SEI Investments	58,420	2,959,017
Reinsurance of America	23,097	2,952,411
RPM International	54,180	2,877,016
Bio-Rad Laboratories	14,537	2,863,437
Equifax	21,728	2,831,508
White Mountains Insurance	3,087	2,778,127
WEX	24,608	2,738,340
National Instruments	83,565	2,737,244
Gildan Activewear	102,452	2,656,324
Genesee & Wyoming	35,789	2,591,565
Retail Opportunity Investments Reits	119,688	2,549,656
Matson	72,715	2,502,748
FLIR Systems	68,249	2,496,091
Bank of the Ozarks	46,456	2,487,466
Alliant Energy	64,247	2,484,767
Axalta Coating Systems	82,527	2,459,427
Simpson Manufacturing	56,060	2,430,509

The above represents aggregate purchases of a security exceeding 1 per cent of the total value of purchases for the period. If there were fewer than 20 purchases that exceed 1 per cent during the period the largest 20 purchases are disclosed.

Hermes Investment Funds Public Limited Company
Unaudited Schedule of Significant Portfolio Movements
For the period ended 30 June 2017 (continued)

Hermes US SMID Equity Fund (continued)

Total sales in the period		\$224,541,118
Major Sales	Nominal Holdings	Proceeds \$
CLARCOR	164,188	13,481,109
Sally Beauty Holdings	662,807	13,014,983
ANSYS	86,040	10,382,708
Bio-Rad Laboratories	44,077	9,199,283
Cognex	114,159	8,870,342
STERIS	106,697	7,822,070
Gildan Activewear	258,723	7,337,278
West Pharmaceutical Services	67,243	6,566,141
John Wiley & Sons	117,087	6,316,152
Silicon Laboratories	90,914	6,163,884
Kirby	84,224	5,704,508
Reinsurance of America	44,550	5,585,258
FLIR Systems	148,795	5,386,778
Clean Harbors	91,420	5,219,384
CACI International	41,276	5,144,138
Woodward	73,286	5,122,772
Matthews International	59,241	4,204,357
National Instruments	104,232	3,736,398
AMN Healthcare Services	87,924	3,256,154
Wintrust Financial	40,527	3,078,804
Cooper Cos	12,085	2,860,946
Alleghany	4,482	2,711,661
Wabtec	29,546	2,605,072
Signature Bank	16,664	2,400,163
SEI Investments	44,035	2,367,434
Equifax	16,380	2,325,091
RPM International	40,842	2,264,844

The above represents aggregate sales of a security exceeding 1 per cent of the total value of sales for the period. If there were fewer than 20 sales that exceed 1 per cent during the period the largest 20 sales are disclosed.

Hermes Investment Funds Public Limited Company
Unaudited Schedule of Significant Portfolio Movements
For the period ended 30 June 2017 (continued)

Hermes Asia Ex Japan Equity Fund

Total purchases in the period

\$975,735,428

Major Purchases	Nominal Holdings	Cost \$
Alibaba ADR	582,005	71,290,858
Hyundai Steel	1,209,123	61,987,367
Baidu ADR	232,874	41,310,002
PICC Property & Casualty	24,352,000	40,394,682
China South Publishing & Media 18/03/2020 (CLSA)	15,772,725	39,562,611
Tech Mahindra	5,379,936	38,577,401
KCC	120,266	37,988,640
Soulbrain	767,699	34,338,238
Hollysys Automation Technologies	2,025,888	33,333,661
JD.com ADR	991,512	30,963,745
Kinsus Interconnect Technology	11,102,000	29,298,431
Tingyi Cayman Islands	23,602,184	27,906,851
Samsung Electronics	15,978	27,239,699
Beijing Enterprises	5,101,004	26,296,548
China Merchants Port	8,456,000	24,176,267
MediaTek	3,293,000	23,428,435
Youngone	852,128	22,485,655
Hyundai Wia	377,425	22,236,409
Chow Tai Fook Jewellery Group	22,732,400	21,928,526
Kunlun Energy	24,714,000	21,792,789
Advanced Semiconductor Engineering	17,059,000	21,468,889
LG Chem	82,731	20,394,727
Simplo Technology	5,170,000	16,996,995
COSCO Shipping Ports	14,416,000	15,667,724
LS Industrial Systems	365,589	15,457,051
Asustek Computer	1,592,000	15,152,155
Chongqing Changan Automobile	10,862,300	14,937,501
Uni-President China Holdings	21,206,000	14,828,161
Samsung Fire & Marine Insurance	60,176	14,153,492
Belle International	20,444,927	13,602,564
Ardentec	15,862,000	13,332,169
China Life Insurance	10,813,000	10,831,563
LOTTE Fine Chemical	386,637	10,827,850

The above represents aggregate purchases of a security exceeding 1 per cent of the total value of purchases for the period. If there were fewer than 20 purchases that exceed 1 per cent during the period the largest 20 purchases are disclosed.

Hermes Investment Funds Public Limited Company
Unaudited Schedule of Significant Portfolio Movements
For the period ended 30 June 2017 (continued)

Hermes Asia Ex Japan Equity Fund (continued)

Total sales in the period **\$545,878,280**

Major Sales	Nominal Holdings	Proceeds \$
E-Mart	418,125	83,613,485
Hana Financial	2,030,073	66,588,029
Genting Singapore	71,426,900	54,761,296
JD.com ADR	1,105,294	37,673,605
New Oriental Education & Technology ADR	564,477	29,536,819
Xinyi Glass	28,712,640	25,830,846
Wuliangye Yibin 17/01/2017 (Citigroup)	3,268,177	23,389,010
Hyundai Wia	377,425	23,280,754
Samsung Electronics	10,752	21,563,439
GAIL India	3,343,391	20,549,296
KB Financial	488,486	20,309,724
Nexon	1,144,700	19,076,397
Hyundai Engineering & Construction	369,662	15,518,869
Beijing Capital International Airport	10,965,575	15,301,175
Radiant Opto-Electronics	6,381,000	14,276,750
Powertech Technology	5,260,000	14,101,923
Power Grid of India	4,016,808	11,908,949
KIWOOM Securities	126,000	10,092,576
GS Home Shopping	40,614	6,599,467
China Life Insurance	6,431,000	6,315,302
Samsung SDI	50,142	5,985,954

The above represents aggregate sales of a security exceeding 1 per cent of the total value of sales for the period. If there were fewer than 20 sales that exceed 1 per cent during the period the largest 20 sales are disclosed.

Hermes Investment Funds Public Limited Company
Unaudited Schedule of Significant Portfolio Movements
For the period ended 30 June 2017 (continued)

Hermes Global Equity ESG Fund

Total purchases in the period **\$20,472,039**

Major Purchases	Nominal Holdings	Cost \$
Procter & Gamble	27,591	2,449,349
Amazon.com	2,320	1,984,262
ABN AMRO Group	57,446	1,484,308
Start Today	59,300	1,304,748
Walt Disney	11,723	1,284,000
Baxter International	24,308	1,196,439
Dick's Sporting Goods	21,150	1,121,639
UGI	19,739	945,361
Allied Irish Banks	178,036	874,659
Pandora	7,152	829,067
Sysco	13,129	730,933
Svenska Cellulosa	19,107	625,303
BT Investment Management	48,296	415,512
Randgold Resources	4,259	365,819
Cognex	5,521	355,772
DONG Energy	6,664	242,656
Prudential	10,515	224,235
Facebook	1,795	222,890
Cooper Cos	897	216,686
Capital One Financial	2,451	215,643
Novo Nordisk	5,860	211,835

Total sales in the period **\$42,207,003**

Major Sales	Nominal Holdings	Proceeds \$
Cisco Systems	79,740	2,545,616
McKesson	15,570	2,185,973
CVS Health	26,751	2,040,751
Hakuhodo	174,000	2,030,423
Lam Research	14,144	1,733,671
State Street	20,862	1,638,512
Worldpay	391,178	1,351,534
Agrium	11,800	1,211,214
Marathon Petroleum	22,374	1,130,176
Stora Enso	104,272	1,128,486
Oasis Petroleum	76,821	1,091,547
Cheung Kong Infrastructure	129,000	1,039,185
TJX	12,395	953,488
Delta Air Lines	18,754	912,773
Amer Sports	36,824	895,745
Dick's Sporting Goods	21,150	866,619

The above represents aggregate purchases of a security exceeding 1 per cent of the total value of purchases for the period or aggregate sales greater than 1 per cent of the total value of sales. If there were fewer than 20 purchases/sales that exceed 1 per cent during the period the largest 20 purchases/sales are disclosed.

Hermes Investment Funds Public Limited Company
Unaudited Schedule of Significant Portfolio Movements
For the period ended 30 June 2017 (continued)

Hermes Global Equity ESG Fund (continued)

Total sales in the period (continued) **\$42,207,003**

Major Sales	Nominal Holdings	Proceeds \$
Kirin	39,500	761,846
Danske Bank	20,409	724,217
Lloyds Banking	854,895	720,532
Macy's	21,832	697,037
UniCredit	42,856	689,211
Capital One Financial	7,525	666,979
Abbott Laboratories	14,761	651,554
Comcast	16,069	600,565
Travelers	4,686	582,006
Kroger	19,888	566,771
East West Bancorp	10,459	552,248
Marine Harvest	31,553	540,854
VF	10,819	536,355
Ryanair	30,700	534,517
Valeo	8,569	517,559
Cummins	2,993	454,449
Bank of America	19,061	445,426

The above represents aggregate sales of a security exceeding 1 per cent of the total value of sales for the period. If there were fewer than 20 sales that exceed 1 per cent during the period the largest 20 sales are disclosed.

Hermes Investment Funds Public Limited Company
Unaudited Schedule of Significant Portfolio Movements
For the period ended 30 June 2017 (continued)

Hermes Multi Strategy Credit Fund

Total purchases in the period **\$913,422,308**

Major Purchases	Nominal Holdings	Cost \$
United States Treasury Bill 0% 26/10/2017	26,000,000	25,883,029
CNH Industrial Finance Europe 6.250% 09/03/2018	22,000,000	25,783,776
Credit Logement 31/12/2049	20,300,000	18,029,030
Gazprom Via Gaz Capita 4.250% 06/04/2024	13,530,000	17,468,886
Telefonica Emisiones 5.375% 02/02/2018	13,118,000	16,964,992
Allianz 3.099% 06/07/2047	14,400,000	15,266,552
Bundesrepublik Deutschland 0.250% 15/02/2027	12,998,000	14,322,809
Reynolds Group Holdings 05/02/2023	13,975,019	14,055,095
Quintiles IMS 3.250% 15/03/2025	12,921,000	13,782,880
HCA 6.500% 15/02/2020	11,850,000	13,022,750
Virgin Media Secured Finance 5.500% 15/01/2021	8,900,000	12,836,011
Apple 1.375% 24/05/2029	11,303,000	12,520,272
L Brands 8.500% 15/06/2019	10,984,000	12,314,084
Stichting Ak Rabobank Certificaten 6.500%	10,312,500	11,909,886
Case New Holland 7.875% 01/12/2017	11,408,000	11,809,130
Vale Overseas 6.250% 10/08/2026	9,940,000	10,680,096
Anglo American Capital 2.750% 07/06/2019	9,000,000	10,321,074
America Movil 0.000% 28/05/2020	9,300,000	9,879,846
American International Group 1.875% 21/06/2027	8,834,000	9,869,029
Sprint Communications 8.375% 15/08/2017	9,600,000	9,841,650
Deutsche Bank 1.875% 28/02/2020	7,800,000	9,761,499
Drax Finco 4.250% 01/05/2022	7,623,000	9,739,908
Sappi Papier 7.750% 15/07/2017	9,400,000	9,543,225

The above represents aggregate purchases of a security exceeding 1 per cent of the total value of purchases for the period. If there were fewer than 20 purchases that exceed 1 per cent during the period the largest 20 purchases are disclosed.

Hermes Investment Funds Public Limited Company
Unaudited Schedule of Significant Portfolio Movements
For the period ended 30 June 2017 (continued)

Hermes Multi Strategy Credit Fund (continued)

Total sales in the period		\$686,872,879
Major Sales	Nominal Holdings	Proceeds \$
NXP 11/01/2020	21,171,756	21,171,756
Rite Aid 6.125% 01/04/2023	19,500,000	19,135,554
Sappi Papier 7.750% 15/07/2017	16,052,000	16,052,000
Allianz 3.099% 06/07/2047	14,400,000	15,127,966
Bundesrepublik Deutschland 0.250% 15/02/2027	12,998,000	14,283,183
Apple 1.375% 24/05/2029	11,303,000	12,753,732
Groupama 6.000% 23/01/2027	9,500,000	12,601,932
Stichting Ak Rabobank Certificaten 6.500%	10,312,500	12,246,630
United States Treasury Bill 0% 26/10/2017	12,000,000	11,951,064
Allied Irish Banks 26/11/2025	10,700,000	11,827,075
Case New Holland 7.875% 01/12/2017	11,408,000	11,763,084
American International Group 1.875% 21/06/2027	8,834,000	9,919,879
Drax Finco 4.250% 01/05/2022	7,623,000	9,778,032
Deutsche Bank 1.875% 28/02/2020	7,800,000	9,726,527
Sinopec 2.000% 29/09/2021	9,882,000	9,501,779
Tesco 2.700% 05/01/2017	8,688,000	8,688,000
VimpelCom 6.255% 01/03/2017	8,507,000	8,507,000
AT&T 3.150% 04/09/2036	7,021,000	7,950,848
American Honda Finance 1.300% 21/03/2022	6,350,000	7,711,778
GTH Finance 6.250% 26/04/2020	6,975,000	7,382,263
Silgan Holdings 3.250% 15/03/2025	6,759,000	7,260,034
Bundesrepublik Deutschland 4.000% 04/01/2037	4,100,000	7,248,979
Credit Suisse 7.125% 31/12/2049	7,107,000	7,139,783
Intrum Justitia 2.750% 15/07/2022	6,233,000	7,021,756
Deutsche Telekom 0.875% 30/01/2024	6,443,000	6,919,589

The above represents aggregate sales of a security exceeding 1 per cent of the total value of sales for the period. If there were fewer than 20 sales that exceed 1 per cent during the period the largest 20 sales are disclosed.

Hermes Investment Funds Public Limited Company
Unaudited Schedule of Significant Portfolio Movements
For the period ended 30 June 2017 (continued)

Hermes Multi Asset Inflation Fund

Total purchases in the period		£48,259,611
Major Purchases	Nominal Holdings	Cost £
UK Treasury Inflation Linked Bond 0.125% 22/03/2026	2,138,000	2,706,250
UK Treasury Inflation Linked Bond 0.125% 22/03/2024	2,002,000	2,600,976
UK Treasury Inflation Linked Bond 1.250% 22/11/2027	1,089,000	2,081,155
Societe Generale 0.550% 31/03/2017	2,000,000	2,000,888
Svenska Handelsbanken 0.210% 20/09/2017	2,000,000	2,000,000
Svenska Handelsbanken 0.240% 20/06/2017	2,000,000	2,000,000
Sce Pour Caisse des Depots 0.00% 22/05/2017	2,000,000	1,997,796
UK Treasury Inflation Linked Bond 0.125% 22/03/2029	705,000	1,001,801
BNP Paribas 0.47% 06/03/2017	1,000,000	1,000,162
Nordea Bank 0.250% 11/07/2017	1,000,000	1,000,000
Nordea Bank 0.300% 11/04/2017	1,000,000	1,000,000
Citibank 0.240% 07/08/2017	1,000,000	1,000,000
Bank Of Montreal 0.230% 05/06/2017	1,000,000	1,000,000
Bank Of Nova Scotia 0.230% 19/07/2017	1,000,000	1,000,000
National Bank Of Abu Dhabi 0.280% 28/06/2017	1,000,000	1,000,000
KfW 20/04/2017	1,000,000	999,905
Qatar National Bank 0.000% 10/05/2017	1,000,000	999,899
Commonwealth Bank of Australia 0.00% 01/02/2017	1,000,000	999,896
Qatar National Bank 0.000% 22/02/2017	1,000,000	999,808
Qatar National Bank 0.000% 07/07/2017	1,000,000	999,635
Royal Bank Of Scotland 0.000% 18/04/2017	1,000,000	999,601
OP Corporate Bank 0.000% 30/06/2017	1,000,000	999,533
Nordea Bank 02/06/2017	1,000,000	999,450
Toronto-Dominion Bank 29/06/2017	1,000,000	999,402
FMS Wertmanagement 0.000% 09/06/2017	1,000,000	999,224
National Bank Of Abu Dhabi 06/07/2017	1,000,000	999,212
Royal Bank Of Scotland 0.000% 28/04/2017	1,000,000	999,174
Royal Bank Of Scotland 0.000% 19/07/2017	1,000,000	999,141
Qatar National Bank 0.000% 24/04/2017	1,000,000	999,102
UK Treasury Inflation Linked Bond 1.875% 22/11/2022	512,000	847,486

The above represents aggregate purchases of a security exceeding 1 per cent of the total value of purchases for the period. If there were fewer than 20 purchases that exceed 1 per cent during the period the largest 20 purchases are disclosed.

Hermes Investment Funds Public Limited Company
Unaudited Schedule of Significant Portfolio Movements
For the period ended 30 June 2017 (continued)

Hermes Multi Asset Inflation Fund (continued)

Total sales in the period		£43,809,700
Major Sales	Nominal Holdings	Proceeds £
UK Treasury Inflation Linked Bond 0.125% 22/03/2029	2,216,000	3,185,278
OP Corporate Bank 20/01/2017	2,000,000	2,000,000
Sce Pour Caisse des Depots 0.00% 22/05/2017	2,000,000	2,000,000
Svenska Handelsbanken 0.240% 20/06/2017	2,000,000	2,000,000
Societe Generale 0.550% 31/03/2017	2,000,000	2,000,000
UK Treasury Inflation Linked Bond 0.125% 22/03/2026	1,214,000	1,517,114
UK Treasury Inflation Linked Bond 1.250% 22/11/2027	670,000	1,269,221
UK Treasury Inflation Linked Bond 0.125% 22/03/2024	952,000	1,235,803
KfW 20/04/2017	1,000,000	1,000,000
FMS Wertmanagement 0.000% 09/06/2017	1,000,000	1,000,000
Nordea Bank 0.330% 11/01/2017	1,000,000	1,000,000
Nordea Bank 0.300% 11/04/2017	1,000,000	1,000,000
FMS Wertmanagement 09/03/2017	1,000,000	1,000,000
Rabobank International 0.500% 04/04/2017	1,000,000	1,000,000
Royal Bank Of Scotland 0.000% 28/04/2017	1,000,000	1,000,000
National Bank Of Abu Dhabi 0.300% 28/03/2017	1,000,000	1,000,000
Bank Of Montreal 0.230% 05/06/2017	1,000,000	1,000,000
Credit Agricole 0.000% 02/02/2017	1,000,000	1,000,000
Toronto-Dominion Bank 29/06/2017	1,000,000	1,000,000
National Bank Of Abu Dhabi 0.280% 28/06/2017	1,000,000	1,000,000
Qatar National Bank 0.000% 22/02/2017	1,000,000	1,000,000
Royal Bank Of Scotland 0.350% 10/01/2017	1,000,000	1,000,000
UBS 0.550% 06/02/2017	1,000,000	1,000,000
Qatar National Bank 0.000% 10/05/2017	1,000,000	1,000,000
Nordea Bank 02/06/2017	1,000,000	1,000,000
Citibank 0.28% 01/02/2017	1,000,000	1,000,000
Svenska Handelsbank 0.340% 16/02/2017	1,000,000	1,000,000
Qatar National Bank 0.000% 24/04/2017	1,000,000	1,000,000
OP Corporate Bank 0.000% 30/06/2017	1,000,000	1,000,000
Royal Bank Of Scotland 0.000% 18/04/2017	1,000,000	1,000,000
Commonwealth Bank of Australia 0.00% 01/02/2017	1,000,000	1,000,000
Royal Bank Of Scotland Cd 0.350% 31/01/2017	1,000,000	1,000,000
BNP Paribas 0.47% 06/03/2017	1,000,000	1,000,000
UK Treasury Inflation Linked Bond 1.875% 22/11/2022	570,000	939,643
UK Treasury Inflation Linked Bond 0.125% 22/11/2019	543,000	636,211

The above represents aggregate sales of a security exceeding 1 per cent of the total value of sales for the period. If there were fewer than 20 sales that exceed 1 per cent during the period the largest 20 sales are disclosed.

Hermes Investment Funds Public Limited Company
Unaudited Schedule of Significant Portfolio Movements
For the period ended 30 June 2017 (continued)

Hermes Global Small Cap Equity Fund

Total purchases in the period

\$9,068,321

Major Purchases	Nominal Holdings	Cost \$
SCSK	17,800	713,692
Manhattan Associates	13,116	662,199
Brunswick	9,576	574,572
Relo Group	7,300	322,916
DuluxGroup	55,894	281,599
Amerisur Resources	772,115	260,336
AMN Healthcare Services	5,270	218,394
Petra Diamonds	123,328	204,306
Reinsurance of America	1,207	151,073
Jungheinrich - Preferred	4,348	142,684
Glanbia	7,053	141,924
STERIS	1,971	137,683
Yaoko	3,500	135,394
West Pharmaceutical Services	1,704	134,672
Wintrust Financial	2,018	131,841
RPM International	2,618	131,623
DCC	1,449	131,491
Horiba	2,300	127,396
Silicon Laboratories	1,753	122,053
Kirby	1,743	117,258
Cineworld Group	13,486	113,785
Bio-Rad Laboratories	558	113,662
SSP	20,745	108,671
Cognex	1,329	107,106
WEX	1,028	106,113
Evolution Mining	56,928	102,710
BT Investment Management	12,530	102,528
National Instruments	3,163	101,761
Green Reit	69,290	100,392
Beazley	18,027	99,988
WD-40	960	99,292
Open House	4,000	97,212
CAE	6,295	96,453
MTU Aero Engines	724	96,337
John Wiley & Sons	1,844	95,562
Aalberts Industries	2,530	94,417

The above represents aggregate purchases of a security exceeding 1 per cent of the total value of purchases for the period. If there were fewer than 20 purchases that exceed 1 per cent during the period the largest 20 purchases are disclosed.

Hermes Investment Funds Public Limited Company
Unaudited Schedule of Significant Portfolio Movements
For the period ended 30 June 2017 (continued)

Hermes Global Small Cap Equity Fund (continued)

Total sales in the period		\$5,290,248
Major Sales	Nominal Holdings	Proceeds \$
CLARCOR	9,846	817,218
Nobia	62,575	652,822
Sally Beauty	27,377	536,228
Hoshizaki	6,600	534,084
Intersil	22,086	496,935
Retail Opportunity Investments Reits	21,852	482,257
Ithaca Energy	253,816	367,576
Cognex	3,359	267,746
Bio-Rad Laboratories	1,124	239,578
Kintetsu World Express	13,300	183,444
STERIS	2,430	175,354
Stella International	103,000	166,475
Hitachi Capital	6,600	154,489
Paddy Power Betfair	968	102,878
PC Depot	19,080	91,528
DCC	249	21,636

The above represents aggregate sales of a security exceeding 1 per cent of the total value of sales for the period. If there were fewer than 20 sales that exceed 1 per cent during the period the largest 20 sales are disclosed. The above represents all sales during the period.

Hermes Investment Funds Public Limited Company
Unaudited Schedule of Significant Portfolio Movements
For the period ended 30 June 2017 (continued)

Hermes US All Cap Equity Fund

Total purchases for the period **\$766,480**

Major Purchases	Nominal Holdings	Cost \$
Delta Air Lines	7,600	386,934
Manhattan Associates	4,100	209,893
WABCO	780	83,694
Citigroup	900	49,997
Facebook	230	35,962

Total sales for the period

\$1,196,457

Major Sales	Nominal Holdings	Proceeds \$
NIKE	4,690	243,859
Cognex	1,985	145,004
CACI International	1,060	136,199
MEDNAX	1,868	128,726
John Wiley & Sons	2,230	121,604
WW Grainger	450	110,452
Kirby	1,230	87,530
Ellie Mae	600	55,819
Comcast	710	51,985
Costco Wholesale	300	48,746
STERIS	490	33,776
AT&T	790	32,757

The above represents aggregate purchases of a security exceeding 1 per cent of the total value of purchases for the period or aggregate sales greater than 1 per cent of the total value of sales. If there were fewer than 20 purchases/sales that exceed 1 per cent during the period the largest 20 purchases/sales are disclosed. The above represents all purchases and sales during the period.

Hermes Investment Funds Public Limited Company
Unaudited Schedule of Significant Portfolio Movements
For the period ended 30 June 2017 (continued)

Hermes Absolute Return Credit Fund

Total purchases in the period

\$129,813,476

Major Purchases	Nominal Holdings	Cost \$
United States Treasury Bill 0.0000% 26/10/2017	18,000,000	17,928,303
Fresenius Medical Care US Finance II 5.625% 31/07/2019	2,250,000	2,410,000
CNH Industrial Finance Europe 6.250% 09/03/2018	2,000,000	2,343,370
Aozora Bank 2.750% 09/03/2020	2,000,000	1,998,437
Stichting Ak Rabobank Certificaten 6.500% 31/12/2049	1,687,500	1,948,890
HCA 6.500% 15/02/2020	1,700,000	1,869,125
Bundesrepublik Deutschland 0.250% 15/02/2027	1,661,000	1,830,296
Allianz 3.099% 06/07/2047	1,700,000	1,802,301
Glencore Finance Europe 6.500% 27/02/2019	1,300,000	1,792,901
Apple 1.375% 24/05/2029	1,444,000	1,599,511
American Honda Finance 1.300% 21/03/2022	1,300,000	1,588,335
Smurfit Kappa Acquisitions 4.875% 15/09/2018	1,500,000	1,548,750
Santander Holdings USA 2.700% 24/05/2019	1,500,000	1,503,330
Quintiles IMS 3.250% 15/03/2025	1,415,000	1,498,839
SoftBank 4.500% 15/04/2020	1,400,000	1,442,225
Teva Pharmaceutical Finance IV 2.875% 15/04/2019	1,225,000	1,396,706
Tesco 5.500% 13/12/2019	939,000	1,313,650
FCA Bank SpA/Ireland 2.625% 17/04/2019	1,125,000	1,304,714
SES GLOBAL Americas Holdings 2.500% 25/03/2019	1,241,000	1,239,225
FMG Resources August 2006 9.750% 01/03/2022	988,000	1,141,235

The above represents aggregate purchases of a security exceeding 1 per cent of the total value of purchases for the period. If there were fewer than 20 purchases that exceed 1 per cent during the period the largest 20 purchases are disclosed.

Hermes Investment Funds Public Limited Company
Unaudited Schedule of Significant Portfolio Movements
For the period ended 30 June 2017 (continued)

Hermes Absolute Return Credit Fund (continued)

Total sales in the period		\$89,181,538
Major Sales	Nominal Holdings	Proceeds \$
UPM-Kymmene 6.625% 23/01/2017	1,686,000	2,105,983
Daimler Finance North America 03/08/2017	2,000,000	2,004,664
Stichting Ak Rabobank Certificaten 6.500% 31/12/2049	1,687,500	2,003,994
Bundesrepublik Deutschland 0.250% 15/02/2027	1,661,000	1,825,232
Allianz 3.099% 06/07/2047	1,700,000	1,785,925
Sinopec 2.000% 29/09/2021	1,765,000	1,697,013
Apple 1.375% 24/05/2029	1,444,000	1,629,337
American Honda Finance 1.300% 21/03/2022	1,300,000	1,578,789
Kinder Morgan Energy Partners 6.000% 01/02/2017	1,500,000	1,501,230
NXP 11/01/2020	1,477,099	1,477,099
Tesco 2.700% 05/01/2017	1,200,000	1,200,000
Quintiles IMS 3.250% 15/03/2025	1,100,000	1,175,528
Bundesrepublik Deutschland 4.000% 04/01/2037	600,000	1,060,826
Intrum Justitia 2.750% 15/07/2022	917,000	1,033,038
International Lease Finance 8.750% 15/03/2017	1,028,000	1,028,000
CVS Health 1.900% 20/07/2018	1,000,000	1,004,160
Pepsico 17/07/2017	1,000,000	1,001,305
Heineken 1.400% 01/10/2017	1,000,000	999,930
Actavis Funding 1.850% 01/03/2017	997,000	997,728
Deutsche Bank 1.875% 28/02/2020	800,000	997,611
JPMorgan Chase 0.815% 30/05/2017	750,000	964,575
Ardagh Packaging Finance 2.750% 15/03/2024	887,000	944,018
FCE Bank 4.825% 15/02/2017	750,000	933,938
Toyota Motor Credit 1.125% 07/09/2021	750,000	931,631
American International Group 1.875% 21/06/2027	816,000	916,303
Silgan Holdings 3.250% 15/03/2025	852,000	915,158
Credit Suisse Group 7.125% 31/12/2049	911,000	914,977
VimpelCom 6.255% 01/03/2017	900,000	900,000

The above represents aggregate sales of a security exceeding 1 per cent of the total value of sales for the period. If there were fewer than 20 sales that exceed 1 per cent during the period the largest 20 sales are disclosed.

Hermes Investment Funds Public Limited Company

Unaudited Securities Financing Transaction Regulation Disclosures

Securities Financing Transactions Regulation

The Securities Financing Transaction Regulation (Regulation (EU) 2015/2365) ("SFTR") came into effect on 12 January 2016. The aim of the SFTR is to improve the transparency of securities financing transactions ("SFTs") in the shadow banking sector, giving regulators access to detailed information to enable them to monitor risks in that sector on an ongoing basis.

The SFTR divides SFTs into four categories:

- Repurchase transactions;
- Securities or commodities lending or borrowing transactions;
- Buy-sell back or sell-buy back transactions; and
- Margin lending transactions, which is defined broadly to capture any extension of credit 'in connection with the purchase, sale, carrying or trading of securities'.

For the avoidance of doubt, the Company does not currently employ repurchase/reverse repurchase agreements and securities lending for the purposes of efficient portfolio management.

Currently only the Hermes Multi Asset Inflation Fund employs SFTs as defined by the SFTR and the details of those SFTs employed by the Hermes Multi Asset Inflation Fund are disclosed below in accordance with the requirements of SFTR.

Hermes Multi Asset Inflation Fund

Global Data

Assets engaged by SFT Type	£	% of AUM
Total return swaps – absolute value	16,304	0.02%

Concentration Data

Largest collateral issuers/counterparty	Collateral £
Macquarie Bank Limited	Nil

Aggregate Transaction Data

Total Return Swaps							
Collateral type:	Cash						
Collateral currency:	GBP						
Maturity:	<1 day	1 day - 1 week	1 week - 1 month	1-3 months	3 months – 1 year	> 1 year	Open maturity
- Collateral							Nil
- Total Return Swaps	16,304						
Countries of counterparties:	Australia						
Settlement & clearing type:	Bilateral						

Hermes Investment Funds Public Limited Company
Unaudited Securities Financing Transaction Regulation Disclosures (continued)

Reuse of Collateral

Share of collateral re-used	0%
Maximum permitted collateral re-use per prospectus	Unlimited
Return on cash collateral re-investment	0

Safekeeping – Collateral Granted

Collateral held in:	Collateral %
Segregated accounts	-
Pooled accounts	100
Other	-

Return & Cost

Total Return	
Swaps	
	£
Return	1,038,417
Cost	(1,236,121)

The Returns line shows the realised and unrealised gain for the period and the Cost line shows the realised and unrealised losses for the period under review.