

Federated Hermes Conservative Municipal Microshort Fund

Nasdaq symbol — IS: FHMIX

9/30/21

Product highlights

- Seeks to provide current income consistent with preservation of capital with an emphasis on maintaining liquidity on a tax-exempt basis.
- Invests primarily in short-term, high-quality, tax-exempt securities.
- Generally maintains a dollar-weighted average portfolio maturity of 180 days or less.
- Can potentially provide a taxable-equivalent yield advantage over taxable money market funds in exchange for some share price fluctuation.**

Morningstar category

Municipal National Short

Benchmark

Bloomberg BVAL Municipal Yield Curve (Callable) 3-Month Index

Key investment team

Mary Jo Ochson, CFA

Kyle Stewart, CFA

Yields (%)

30-day yield - IS 0.28

Fund statistics

Portfolio assets	\$11.6 m
Number of securities	59
Dividends	Paid monthly
Weighted average effective maturity	76 days
Weighted average maturity	76 days
Weighted average effective duration	0.19 years
Weighted average life	76 days
AMT	16.7%

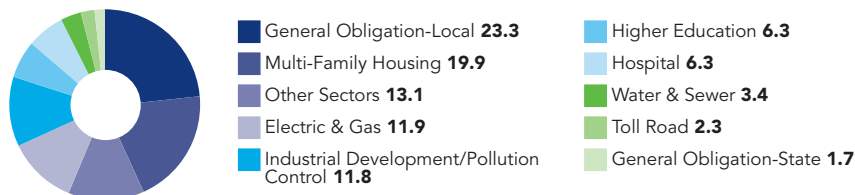
Interest rate basis (%)

Fixed rate	44.3
Floating rate	55.7

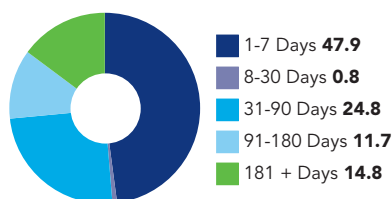
Top holdings (%)

Montana State Board of Housing, (HRDC IX Affordable Housing Solutions LP), Mizuho 3a-7 (2021-MIZ9061), Due 11/4/21, Mizuho Bank Ltd. Guaranteed, Mizuho Bank Ltd. Liquidity	6.2
East Hempfield Township, PA IDA, (BGT Realty), (Series of 2005), Due 10/7/21, Fulton Bank, N.A. LCD	5.5
Invesco Value Municipal Income Trust, PUTTERS 3a-7 (VMTP 5027), Due 10/1/21, JPMorgan Chase Bank, N.A. Liquidity	5.2
Austin, TX Affordable Public Finance Authority, (LDG Belmont LP), (Series 2021-XF1102), Due 10/7/21, Deutsche Bank AG LCD, Deutsche Bank AG Liquidity	4.3
Illinois Finance Authority, (Saint Xavier University), (Series 2006), Due 10/7/21, Huntington National Bank LCD	4.3
North Central Texas HFDC, (Gala at Waxahachie, LP), Tender Option Bond Trust Certificates (Series 2021-XF1099), Due 10/7/21, Deutsche Bank AG Liquidity, Deutsche Bank AG LCD	4.3
Nuveen AMT-Free Quality Municipal Income Fund, Series D, Due 10/7/21	4.3
Los Angeles, CA Multi-Family Housing Revenue Bonds, (CORE Related/ GALA Rentals, LP), SPEAR'S 3a7 (Series DBE-8081), Due 11/29/21, Deutsche Bank AG Liquidity, Deutsche Bank AG LCD	4.1
Burke County, GA Development Authority, (Georgia Power Co.), (Series 2008), Due 10/1/21	3.0
Garfield County, OK Industrial Authority Pollution Control, (Oklahoma Gas and Electric Co.), (Series 1995-A), Due 10/7/21	3.0

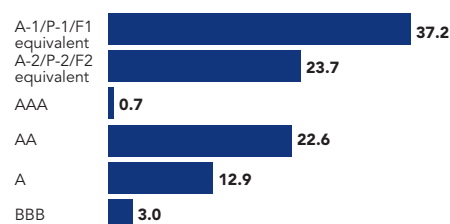
Sector weightings (%)



Effective maturity schedule (%)



Quality breakdown (%) **



Credit quality is based on the fund's prospectus guidelines.

Totals may not add up to 100% due to rounding.

Average annual total returns (%)

NAV	Performance inception	Cumulative 1-month	Cumulative 3-month	Cumulative since inception	Expense ratio*	
					Before waivers	After waivers
IS	2/3/21	0.02	0.06	0.18	0.44	0.25
Benchmark		0.01	0.02	-	-	-

Performance quoted represents past performance, which is no guarantee of future results. Investment return and principal value will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost. Current performance may be lower or higher than what is stated. To view performance current to the most recent month-end, and for after-tax returns, contact us or visit FederatedInvestors.com.

* The fund's expense ratio is from the most recent prospectus. The expense ratio may reflect voluntary fee waivers and/or expense reimbursements determined by the fund's Advisor and its affiliates. The voluntary waivers and/or reimbursements, if applicable, are in effect up to but not including the later of 2/1/22 or the date of the fund's next effective prospectus.

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Investors should carefully consider the fund's investment objectives, risks, charges and expenses before investing. To obtain a summary prospectus or prospectus containing this and other information, contact us or visit FederatedInvestors.com. Please carefully read the summary prospectus or the prospectus before investing.

Past performance is no guarantee of future results.

***The fund is not subject to the special regulatory requirements (including maturity, liquidity and credit quality constraints) designed to enable money market funds to maintain a stable share price.

A word about risk

Mutual funds are subject to risks and fluctuate in value.

Bond prices are sensitive to changes in interest rates, and a rise in interest rates can cause a decline in their prices.

The fund is not a "money market" mutual fund. Some money market mutual funds attempt to maintain a stable net asset value through compliance with relevant Securities and Exchange Commission (SEC) rules. The fund is not governed by those rules, and its shares will fluctuate in value.

Interest income from the fund's investments may be subject to the federal alternative minimum tax (AMT) for individuals, and state and local taxes.

Definitions

The holdings percentages are based on net assets at the close of business on 9/30/21 and may not necessarily reflect adjustments that are routinely made when presenting net assets for formal financial statement purposes. Because this is a managed portfolio, the investment mix will change.

Total return represents the change in value of an investment after reinvesting all income and capital gains. Total return would have been lower in the absence of temporary expense waivers or reimbursements.

30-day yield (also known as "SEC yield") is a compounded and annualized figure calculated according to a formula set by the SEC. The formula requires use of a specific methodology for calculating dividends and interest earned, and expenses accrued, during the period, and reflects the maximum offering price per fund share. The standardized computation is designed to facilitate yield comparisons among different funds. In the absence of temporary expense waivers or reimbursements, the 30-day yield would have been -1.29% for Institutional Shares.

Weighted average effective maturity is the average time to maturity of debt securities held in the fund.

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Weighted average effective duration (sometimes called "Option-Adjusted Duration") is a measure of a security's price sensitivity to changes in interest rates calculated using a model that recognizes that the probability of a bond being called or remaining outstanding until maturity may vary if market interest rates change, and that makes adjustments based on a bond's embedded options (e.g., call rights, or in the case of a mortgage-backed security, the probability that homeowners will prepay their mortgages), if any, based on the probability that the options will be exercised. A fund's weighted average effective duration will equal the market value weighted average of each bond's effective duration in the fund's portfolio. As with any model, several assumptions are made so the weighted average effective duration of a fund in the Federated Hermes family of funds may not be comparable to other funds outside of the Federated Hermes family of funds. Securities with longer durations are more sensitive to changes in interest rates than securities of shorter durations.

Weighted average life as it applies to money market funds, is calculated in the same manner as the Weighted Average Maturity (WAM), but is based solely on the periods of time remaining until the securities held in the fund's portfolio (a) are scheduled to be repaid or (b) would be repaid upon a demand by the fund without reference to when interest rates of securities within the fund are scheduled to be readjusted.

Alternative Minimum Tax is a special income tax for high net worth individuals with tax-exempt investments.

Bloomberg BVAL Municipal Yield Curve (Callable) 3-Month Index is a municipal "AAA" 5% coupon benchmark yield curve that is the baseline curve for BVAL tax-exempt municipals. It is populated with high quality US municipal bonds with an average rating of "AAA" from Moody's and S&P. The yield curve is built using non-parametric fit of market data obtained from the Municipal Securities Rulemaking Board, new issues calendars, and other proprietary contributed prices. The benchmark is updated hourly and utilizes eligible "AAA" traded observations throughout the day and accessible on through Bloomberg services. The 3-Month curve is one data point of the overall BVAL Municipal AAA Benchmark Curve.

Indexes are unmanaged and cannot be invested in directly.

Ratings and rating agencies

Morningstar Category identifies funds based on their actual investment styles as measured by their underlying portfolio holdings over the past three years. If the fund is less than three years old, the category is based on the life of the fund. ©2021 Morningstar, Inc. All Rights Reserved. The information contained herein: (1) is proprietary to Morningstar; (2) may not be copied or distributed; and (3) is not warranted to be accurate, complete or timely. Neither Morningstar nor its content providers are responsible for any damages or losses arising from any use of this information. Past performance is no guarantee of future results.

** The ratings agencies that provided the ratings are Standard and Poor's, Moody's and Fitch. When ratings vary, the highest rating is used. Credit ratings of A or better are considered to be high credit quality; credit ratings of BBB are good credit quality and the lowest category of investment grade; credit ratings BB and below are lower-rated securities ("junk bonds"); and credit ratings of CCC or below have high default risk. Short-term debt obligations with ratings of A-1, P-1 or F-1 are considered to have the strongest repayment ability, those rated A-2, P-2 or F-2 have a satisfactory repayment ability, and those rated A-3, P-3 or F-3 have an adequate repayment ability. The credit quality breakdown does not give effect to the impact of any credit derivative investments made by the fund.