

Federated Hermes Emerging Market Debt Fund

Nasdaq symbol — IS: EMDIX | A: IHIAX | C: IHICX

9/30/20

Product highlights

- Pursues a high level of current income with a secondary objective of capital appreciation.
- Invests primarily in emerging markets government and corporate fixed income investments.
- Investments may be denominated in foreign currencies or U.S. dollars, of any duration and include non-investment grade debt investments.

Morningstar category

Emerging Markets Bond

Benchmark 1

J.P. Morgan Emerging Markets Bond Index Global

Benchmark 2

Equally weighted J.P. Morgan Emerging Markets Bond Index Global / J.P. Morgan Corporate Emerging Markets Bond Index / J.P. Morgan Government Bond Index-Emerging Markets-Unhedged

Key investment team

Ihab Salib
Jason DeVito, CFA®
Mohammed Elmi, CFA®

Yields

30-day yield - IS	3.93%
30-day yield - A	3.52%
30-day yield - C	2.92%

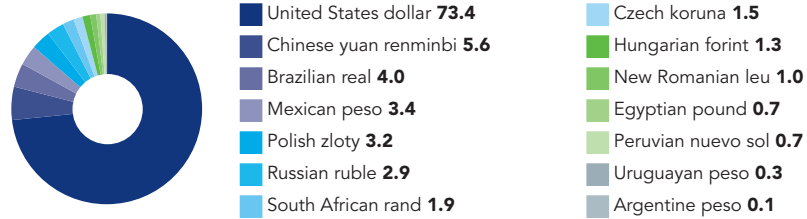
Fund statistics

Portfolio assets	\$32.1 m
Number of securities	140
Dividends	Paid monthly
Weighted average effective maturity	9.81 years
Weighted average effective duration	4.94 years

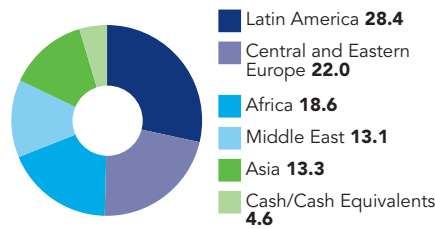
Top holdings (%)

Brazil, Government of, 10%, 1/1/2025, <i>Brazil</i>	6.2
Mexico, Government of, Sr. Unsec'd. Note, Series M, 5.75%, 03/05/2026, <i>Mexico</i>	4.0
Mexico, Government of, Series M, 6.5%, 6/10/2021, <i>Mexico</i>	2.5
Brazil, Government of, 10%, 1/1/2021, <i>Brazil</i>	2.4
China, Government of, Series 1916, 3.12%, 12/05/2026, <i>China</i>	2.3
Russia, Government of, Series 6212, 7.05%, 1/19/2028, <i>Russia</i>	1.9
Russia, Government of, Unsec'd. Note, Series 6222, 7.1%, 10/16/2024, <i>Russia</i>	1.8
Poland, Government of, Unsec'd. Note, Series 0726, 2.5%, 07/25/2026, <i>Poland</i>	1.4
Mexico, Government of, Sr., <i>Mexico</i>	1.3
SovCo Capital Partners BV, Sub. Deb., 144A, 8%, 04/07/2030, <i>Russia</i>	1.3
Eskom Holdings Ltd., Unsec'd. Note, Series REGS, 7.125%, 02/11/2025, <i>South Africa</i>	1.1

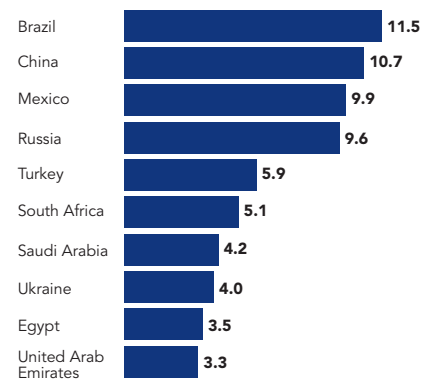
Breakdown by currency (%)



Breakdown by region (%)



Top 10 countries (%)



Average annual total returns (%)

Performance shown is before tax.

NAV	Performance inception	Cumulative 3-month	1-year	3-year	5-year	10-year	Expense ratio*		
							Since inception	Before waivers	After waivers
IS	10/2/96	2.32	2.22	1.91	5.26	3.57	6.54	1.85	0.94
A	10/2/96	2.14	1.85	1.62	5.01	3.35	6.81	2.10	1.19
C	10/2/96	1.96	1.09	0.86	4.22	2.58	6.47	2.85	1.94
Benchmark 1		2.28	2.47	3.27	6.03	5.21	-	-	-
Benchmark 2		2.15	1.60	2.41	5.78	3.70	-	-	-
Maximum offering price									
A	10/2/96	-2.45	-2.73	0.05	4.04	2.87	6.60	2.10	1.19
C	10/2/96	0.96	0.10	0.86	4.22	2.58	6.47	2.85	1.94

Calendar year total returns (%)

A Shares/NAV

NAV	YTD										
	2019	2018	2017	2016	2015	2014	2013	2012	2011		
NAV	-1.89	12.89	-5.17	10.36	6.98	-3.33	-0.15	-8.32	19.14	6.43	
Benchmark 1	0.37	14.42	-4.61	9.32	10.19	1.23	5.53	-6.58	18.54	8.46	
Benchmark 2	-1.78	13.89	-4.17	10.84	11.06	-5.56	2.98	-5.81	16.88	3.35	

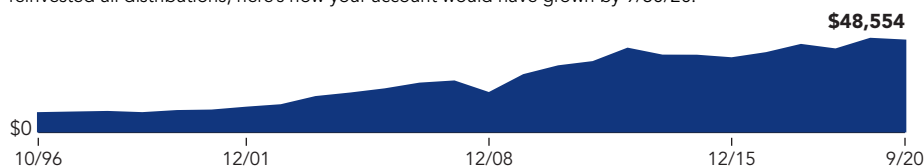
Performance quoted represents past performance, which is no guarantee of future results. Investment return and principal value will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost. Current performance may be lower or higher than what is stated. To view performance current to the most recent month-end, and for after-tax returns, contact us or visit FederatedInvestors.com. Maximum offering price figures reflect the maximum sales charge of 4.5% for A Shares, and the maximum contingent deferred sales charge of 1% for C Shares. See the prospectus for other fees and expenses that apply to a continued investment in the fund.

* 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 2/1/21 or the date of the fund's next effective prospectus.

Federated Hermes Emerging Market Debt Fund

Growth over time

If you had invested \$10,000 in A Shares on 10/31/96 (month end of the fund's performance inception) and reinvested all distributions, here's how your account would have grown by 9/30/20.



The fund's Institutional Shares commenced operations on March 30, 2012. For the period prior to the commencement of operations of the Institutional Shares, the performance information shown is for the fund's A Shares. The performance of the A Shares has not been adjusted to reflect the expenses of the Institutional Shares since the Institutional Shares have a lower expense ratio than the expense ratio of the A Shares. The performance of the A Shares has been adjusted to remove any voluntary waiver of the fund's expenses related to the A Shares that may have occurred during the period prior to the commencement of operations of the Institutional Shares.

As of June 29, 2020, the fund was renamed Federated Hermes Emerging Market Debt Fund.

A word about risk

Mutual funds are subject to risks and fluctuate in value.

International investing involves special risks including currency risk, increased volatility, political risks, and differences in auditing and other financial standards. Prices of emerging market and frontier market securities can be significantly more volatile than the prices of securities in developed countries, and currency risk and political risks are accentuated in emerging markets.

High-yield, lower-rated securities generally entail greater market, credit/default and liquidity risks, and may be more volatile than investment-grade securities.

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

Definitions

The holdings percentages are based on net assets at the close of business on 9/30/20 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 2.63% for Institutional Shares, 2.22% for A Shares, and 1.62% for C Shares.

Growth over time performance is for the fund's A Shares. Figures do not reflect the 4.5% maximum sales charge. The fund offers additional share classes whose performance will vary due to differences in charges and expenses.

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

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.

J.P. Morgan Emerging Markets Bond Index Global tracks total returns for traded external debt instruments in the emerging markets.

J.P. Morgan Corporate Emerging Markets Bond Index tracks total returns of US dollar-denominated debt instruments issued by corporate entities in Emerging Markets countries.

J.P. Morgan Government Bond Index-Emerging Markets - Unhedged tracks local government bond debt.

Indexes are unmanaged and cannot be invested in directly.

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.

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. ©2020 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.