

Federated Equity Advantage Fund

Nasdaq Symbol — IS: FEKIX | A: FEKAX

Product Highlights

- Pursues capital appreciation by primarily investing in leveraged company stocks across all market capitalizations.
- Targets leveraged companies with strong free-cash-flow characteristics.
- Selects stocks through a fundamental bottom-up investment process, combining high-yield credit research and equity analysis.
- Managed by Federated's high-yield team.
- Credit analysis offers a distinct advantage in identifying mispriced stocks and mitigating risk.
- A concentrated, high-active-share portfolio can complement core small- and mid-cap equity allocations.

Morningstar Category

Small Value

Benchmark

Russell 2000® Index

Key Investment Team

Mark Durbiano, CFA
Gene Neavin, CFA

Yields

30-Day Yield - IS	0.62%
30-Day Yield - A	0.36%

Fund Statistics

Portfolio Assets	\$2.2 m
Number of Securities	34
Dividends	Paid Annually
Weighted Average Market Cap	\$6.0 b
Weighted Average Debt/Equity	70.5
Weighted Average EV/EBITDA	12.5
Weighted Average Price/Book	3.0
Weighted Median P/E (NTM)	12.0x
Weighted Median P/E (LTM)	21.9x
Weighted Median Market Cap	\$3.6 b
Weighted Median Price/Book	2.8x
Weighted Average P/CF	7.7x
Minimum Market Cap	\$0.1 b
Median Market Cap	\$3.5 b
Maximum Market Cap	\$37.5 b

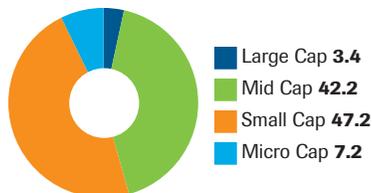
Top Holdings (%)

Lumentum Holdings, Inc.	4.4
Red Rock Resorts, Inc.-Class A	4.4
Graphic Packaging Holding Co.	4.3
WestRock Co.	4.3
TTM Technologies, Inc.	4.2
Enviva Partners, LP	4.1
Boyd Gaming Corporation	3.9
Gaming and Leisure Properties, Inc.	3.9
Goodyear Tire & Rubber Co.	3.7
Lear Corp.	3.7

Overall Morningstar Rating™

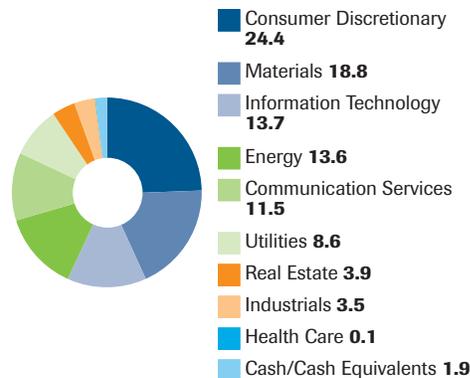


Portfolio Composition — Market Cap (%)



Rating is based on risk adjusted total return for A Shares and Institutional Shares out of 387 Funds in Small Value Category. The overall rating is derived from a weighted average of the fund's three-, five-, and ten-year average annual returns, as applicable.

Sector Weightings (%)



Average Annual Total Returns (%)

Performance shown is before tax.

NAV	Performance Inception	Cumulative 3 Month	1 Year	3 Year	Since Inception	Expense Ratio*	
						Before Waivers	After Waivers
IS	2/26/16	13.61	26.55	5.97	11.73	9.80	0.98
A	2/26/16	13.61	26.17	5.70	11.49	9.88	1.23
Benchmark		9.94	25.53	8.59	-	-	-
Maximum Offering Price							
A	2/26/16	7.32	19.29	3.72	9.87	9.88	1.23

Calendar Year Total Returns (%)

A Shares/NAV

	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010
NAV	26.17	-20.53	17.76	-	-	-	-	-	-	-
Benchmark	25.53	-11.01	14.65	21.31	-4.41	4.89	38.82	16.35	-4.18	26.85

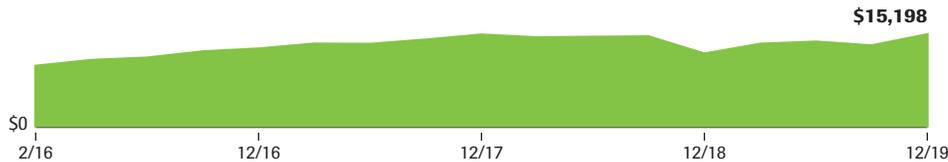
Performance quoted represents past performance, which is no guarantee of future results. Investment return and principal value will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost. Current performance may be lower or higher than what is stated. 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 5.5% for A 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 12/1/20 or the date of the fund's next effective prospectus.

Federated Equity Advantage Fund

Growth Over Time

If you had invested \$10,000 in A Shares on 2/29/16 (month end of the fund's performance inception) and reinvested all distributions, here's how your account would have grown by 12/31/19.



A Word About Risk

Mutual funds are subject to risks and fluctuate in value. Securities issued by leveraged companies, including securities of companies that issue below investment grade debt or "junk bonds", may be more volatile, be more sensitive to adverse issuer, political, market or economic developments and have limited access to additional capital than securities of other, higher quality companies or the market as a whole, which can limit their opportunities and ability to weather challenging business environments.

Because the fund invests in smaller companies, it may be more volatile, and subject to greater short-term risk, than funds that invest in larger companies. Smaller companies may have limited resources, product lines and markets and their securities may trade less frequently and in more limited volumes than securities of larger companies.

Definitions

The holdings percentages are based on net assets at the close of business on 12/31/19 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.

Alpha measures the excess returns of a fund relative to the return of a benchmark index.

Active Share is a measure of the percentage of stock holdings in a portfolio that differ from the benchmark index.

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 -7.78% for Institutional Shares and -7.56% for A Shares.

Growth Over Time performance is for the fund's A Shares. Figures do not reflect the 5.5% maximum sales charge. The fund offers an additional share class whose performance will vary due to differences in charges and expenses.

Weighted Median P/E (LTM - Latest Twelve Months) is a ratio comparing share price to earnings per share using data from the previous twelve months.

Weighted Median P/E (NTM - Next Twelve Months) in calculating this, individual holdings with values greater than 60 are capped at 60 in accordance with Morningstar's methodology for calculating "Weighted Median P/E."

Weighted Median Market Capitalization is the calculation represented by the median market capitalization of the stocks in the portfolio, weighted by the amount of each stock.

Weighted Average Price/Book is an average comparing share price to book value or assets minus liabilities.

Weighted Average Market Capitalization is calculated as the average market capitalization of the stocks within the portfolio, weighted by the amount of each stock owned.

Weighted Median Price/Book is a ratio comparing share price to book value or assets minus liabilities.

Weighted Average P/CF is calculated by first determining the price-to-cash flow ratio (current price divided by the trailing 12-month cash flow per share) for each stock in a fund's portfolio, and then taking the weighted average of those ratios.

Weighted Average Debt/Equity is calculated by first determining the debt to equity ratio (most recent debt divided by most recent shareholders' equity) for each stock in a fund's portfolio, and then taking the weighted average of those ratios.

Weighted Average EV/EBITDA is calculated by first determining the EV to EBITDA ratio (current EV divided by EBITDA) for each stock in a fund's portfolio, and then taking the weighted average of those ratios.

Russell 2000® Index measures the performance of the small-cap segment of the U.S. equity universe. The Russell 2000 is a subset of the Russell 3000® Index representing approximately 10% of the total market capitalization of that index. It includes approximately 2000 of the smallest securities based on a combination of their market cap and current index membership. The Russell 2000® Index is constructed to provide a comprehensive and unbiased small-cap barometer and is completely reconstituted annually to ensure larger stocks do not distort the performance and characteristics of the true small-cap opportunity set.

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.

The Morningstar Rating™ for funds, or "star rating", is calculated for managed products (including mutual funds, variable annuity and variable life subaccounts, exchange-traded funds, closed-end funds, and separate accounts) with at least a three-year history. Exchange-traded funds and open-ended mutual funds are considered a single population for comparative purposes. It is calculated based on a Morningstar Risk-Adjusted Return measure that accounts for variation in a managed product's monthly excess performance, placing more emphasis on downward variations and rewarding consistent performance. The top 10% of products in each product category receive 5 stars, the next 22.5% receive 4 stars, the next 35% receive 3 stars, the next 22.5% receive 2 stars, and the bottom 10% receive 1 star. The Overall Morningstar Rating for a managed product is derived from a weighted average of the performance figures associated with its three-, five-, and 10-year (if applicable) Morningstar Rating metrics. The weights are: 100% three-year rating for 36-59 months of total returns, 60% five-year rating/40% three-year rating for 60-119 months of total returns, and 50% 10-year rating/30% five-year rating/20% three-year rating for 120 or more months of total returns. While the 10-year overall star rating formula seems to give the most weight to the 10-year period, the most recent three-year period actually has the greatest impact because it is included in all three rating periods. Ratings do not take sales charges into account. Federated Equity Advantage Fund was rated against the following numbers of U.S.-domiciled Small Value funds over the following time periods. Ratings are for A and Institutional Shares; other classes may have different performance characteristics. For the 3-year period ended 12/31/19, the fund's A Shares received 4 stars and the fund's Institutional Shares received 4 stars, and was rated among 387 funds. Past performance is no guarantee of future results.