

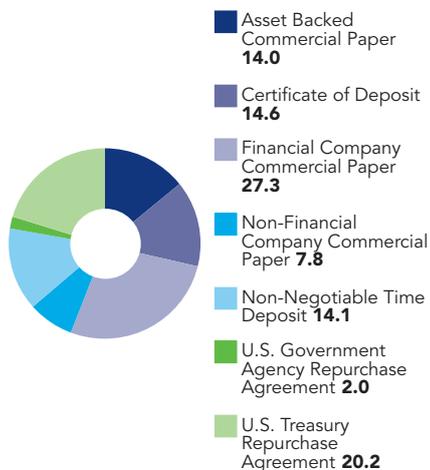
# Federated Hermes Short-Term U.S. Prime Fund

## Investment-Dividend Series

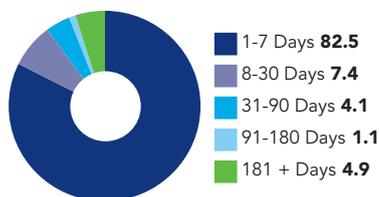
Standard & Poor's AAAM rated | Fitch AAAMmf rated

31 October 2022

### Portfolio composition (%)



### Effective maturity schedule (%)



### Weighted average maturity

19 Days

### Weighted average life

63 Days

### Liquidity\*\*

Daily	39.3%
Weekly	57.1%

\*\*Calculated in accordance with Regulation of the European Parliament and of the Council on Money Market Funds.

### Fund information

Launch date	14 February 2005
Dealing cut off	Close of the NYSE normally 4:00 p.m. (US Eastern Time)
Fund currency	US dollar
Benchmark	IMMFA USD Prime MMF's Stable NAV
Sales charge	None
Fund volume	US \$1.7 billion

### Key investment team

Deborah A. Cunningham, CFA  
Paige Wilhelm  
Gary Skedged

### Investment objective and strategy

The investment objective of Federated Hermes Short-Term U.S. Prime Fund is to achieve current income while maintaining stability of principal and liquidity. The fund pursues its objective by investing in a portfolio of high quality (i.e., awarded one of the two highest short-term credit ratings of each recognised statistical rating organisation that has rated the security or been determined by the Advisor to be of comparable quality to securities having such ratings) US dollar denominated short-term debt instruments which comply with the criteria for money market instruments as set out in the UCITS regulations. The maximum weighted average maturity of the securities in the fund's portfolio will not exceed 60 days. The weighted average life of the fund's portfolio will be limited to 120 days or less. The types of debt securities in which the fund may invest, but is not limited to, include transferable securities listed or traded on regulated markets such as commercial paper & notes, repurchase agreements, variable rate instruments, and bank instruments, as well as shares of other short-term money market funds. The Central Bank has authorised the fund to invest up to 100% of its assets in US Government Agency Securities and US Treasury Securities on the basis that such securities will be comprised of at least six different issues and any one issue will not account for more than 30% of the net assets of the fund. The fund is considered a Short-Term Money Market Fund in accordance with the requirements of the Central Bank Notices on money market funds. The securities in which the fund invests are restricted to securities which have a residual maturity until the legal redemption date of less than or equal to 397 days.

### Investment manager's report

Thinking about the past in the financial markets should be done selectively. One investment strategy's strong year is another's miserable one. Cash managers have good reason to look back, however. The Federal Reserve tightening cycle has pushed money market yields to levels not seen since 2006-7. Of course, trouble was brewing in the housing market then, and an unhealthy haze of cigarette smoke permeated trading floors. But the fed funds effective rate topped 4%. The landscape has changed, but with industry yields of liquidity products steadily increasing, it feels like the good old days have returned. The rising yields are alluring, especially as those of many deposit products continue to underwhelm. But the appeal of cash alternatives today arguably is greater than in the mid-aughts. Then, it competed with robust performance of stocks and bonds. Today, liquidity products also offer a good hiding place for those wanting to take a breather from battered equity and fixed-income markets. The U.S. economy continues to fight the Fed. The personal consumption expenditures index increased at the same pace in September as August, and the preliminary reading of third-quarter gross domestic product growth returned to positive territory at 2.6% year-over-year after two quarters in the red. This indicates we probably were not in a recession in the first half of the year, but gives little comfort about avoiding one in the future. Tough inflation presents no reason to think the Fed is leaving the ring. At the end of October, yields on 1-, 3-, 6- and 12-month U.S. Treasuries were 3.63%, 4.03%, 4.40% and 4.69%, respectively; the 1-, 3-, 6- and 12-month Bloomberg Short-Term Bank Yield Index rates (BSBY) were 3.66%, 4.31%, 4.99% and 5.40%, respectively; and the 1-, 3-, 6- and 12-month London interbank offered rates were 3.84%, 4.46%, 4.92% and 5.45%, respectively.

### Average annual total returns (%)

(See important legal information)

Cumulative 3-month	Year to date	1-year	3-year	5-year	10-year	Since inception
0.44	0.53	0.54	0.29	0.67	0.35	0.89

Past performance is no guarantee of future performance and the value of investments and income (yield) from them may fall as well as rise and investors may not get back the amount originally invested.

Although the fund attempts to maintain a stable net asset value of US \$1.00, there is no guarantee it will be able to do so. The fund's yield may vary.

### Calendar year end returns (%)

2021	2020	2019	2018	2017
0.01	0.18	1.45	1.12	0.24

Source: Federated Hermes, Inc.

### Share class details

	ISIN	WKN	Bloomberg	Dividend	Ongoing charges*
IDS	IE00B065YD98	A0D8JV	FEDSUDS	Declared daily and paid monthly	0.50%

\* As of 27 May 2022, the manager of the fund, Hermes Fund Management Ireland Limited, receives an annual management fee equal to the sum of 1.00% of the fund's average daily net assets which fee shall accrue daily and be paid monthly in arrears. The management agreement provides that the manager may voluntarily undertake to reduce or waive its management fee or to make other arrangements to reduce expenses of the fund to the extent that such expenses exceed such lower expense limitation as the manager may, by notice to the Company, voluntarily declare to be effective.

# Federated Hermes Short-Term U.S. Prime Fund

## Investment-Dividend Series

### Top portfolio issuers

Mizuho Financial Group, Inc.  
Groupe BPCE  
Bank of Nova Scotia  
Mitsubishi UFJ Financial Group, Inc.  
Toronto Dominion Bank  
Philip Morris International, Inc.  
BNP Paribas SA  
Royal Bank of Canada  
Canadian Imperial Bank of Commerce  
Bank of Montreal

*These holdings may not be indicative of future portfolio composition. Because this is a managed portfolio, the investment mix will change. References to specific securities or industries should not be considered investment advice or a recommendation.*

### About Federated Hermes

A financial industry pioneer since 1955, Federated Hermes, Inc. ("Federated Hermes," formerly, "Federated Investors, Inc.") is one of the largest US investment managers. Known for our stability, diligence and diverse product line, Federated Hermes takes the long view, believing that doing business the right way over time will present opportunity for future growth. We apply the same approach to managing our international undertakings, which began in 1984 with the launch of one of the first international equity funds. Since then Federated Hermes has established a host of international funds and offices, including Hermes Fund Managers Ireland Limited in Dublin to manage Irish domiciled UCITS, Federated Hermes (UK) LLP (formerly Federated Investors (UK) LLP), to manage UK-domiciled UCITS, as well as the Federated Hermes Short-Term Daily U.S. Dollar Fund, Ltd., based in the Cayman Islands. Highly experienced investment professionals direct our operations, and we continually look to increase our robust global footprint through organic growth and strategic acquisitions.

### Important legal information

Federated Hermes International Funds plc (the "Company") is organized pursuant to the Companies Act 2014, as amended (the "Companies Acts"), and the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations 2011, as amended (the "UCITS Regulations"). The Company is incorporated in Ireland under C.R.O. No. 168193. The Company is an open-ended umbrella investment company with variable capital and segregated liability between sub-funds.

**Source: Federated Hermes, Inc. Past performance may not be a reliable guide to future performance. The value of an investment can go down as well as up and return on your investment will therefore be variable. Income (yield) may fluctuate in accordance with market conditions and taxation arrangements. Changes in exchange rates may have an adverse effect on the value price or income of the product, depending on an investor's home currency.**

An AAAM rating by Standard & Poor's is obtained after S&P evaluates a number of factors, including credit quality, market price exposure and management. S&P monitors the portfolio weekly for developments that could cause changes in the ratings. Fitch's money market fund ratings are an assessment of a money market fund's capacity to preserve principal and provide liquidity through limiting credit, market and liquidity risk. Ratings are based on an evaluation of several factors, including credit quality, diversification, and maturity of assets in the portfolio, as well as management strength and operational capabilities. Ratings are subject to change and do not remove market risks.

**Total return** represents the change in value of an investment after reinvesting all income and capital gains. Total return was not calculated according to the BVI method.

These shares have not been registered under the US Securities Act of 1933 (the "1933 Act"), as amended, or the US Investment Company Act of 1940, as amended, and may not be directly or indirectly offered or sold in the US or for the benefit of a US Person (as determined by Regulation S under the 1933 Act). This document is produced for information purposes only and does not constitute an offer to buy or a solicitation to sell, nor shall it form the basis of or be relied upon in connection with any contract or commitment whatsoever or to be taken as investment advice. Potential investors should read the key investor information document (KIID) and the prospectus for the fund carefully and consult their own advisors before investing in the fund.

**For more information about the fund, please call your financial intermediary for a prospectus, KIID, semi-annual report and/or annual report, or visit [fiml.federatedinvestors.com](http://fiml.federatedinvestors.com). The prospectus is available in English, French and German, and the KIID is available in English, French and German. You should carefully consider the fund's investment objectives, risks, charges, and expenses before you invest. Full details of this fund are set out in the prospectus, which you should read carefully before investing. Any objective of the fund will be treated as a target only and should not be considered as an assurance or guarantee of performance of the fund or any part of it.**

In Switzerland, Société Générale, Paris, Zürich Branch, Talacker 50, Postfach 1928 8021 Zürich, Switzerland has been authorised by the Swiss Financial Market Supervisory Authority (FINMA) as Swiss representative and as paying agent of the Company.

### Further information

**Federated Hermes International Funds plc**  
c/o BNY Mellon Fund Services (Ireland) Designated Activity Company  
One Dockland Central  
Guild Street  
International Financial Services Centre  
Dublin 1, D01 E4X0, Ireland

**Hermes Fund Managers Ireland Limited**  
7/8 Upper Mount Street  
Dublin 2, D02 FT59, Ireland

+353 (0) 21 4380600 (Outside the United States)  
+1 800 861 3430 (Within the United States)

[fiml.federatedinvestors.com](http://fiml.federatedinvestors.com)