Federated California Municipal Cash Trust

Cash II Shares

Nasdaq Symbol: **CALXX** | Cusip Number: **60934N179** | Newspaper Listing: **CAMuniCII**

Product Highlights

- Pursues current income exempt from federal regular income tax and California state income tax, consistent with stability of principal.
- Invests in short-term, high-quality, California tax-exempt securities.
- Offers California residents the potential for attractive taxable-equivalent yields compared to taxable money market funds and direct securities.
- Income may be subject to the federal alternative minimum tax (AMT). However, the fund will normally invest its assets so that distributions are exempt from AMT.

Portfolio Manager(s)

Michael Sirianni
Kyle Stewart

Portfolio Assets

$1.1 billion

Credit/Obligor Exposure

Kaiser Permanente
Assured Guaranty Municipal Corp.
Royal Bank of Canada
Federal Home Loan Bank of San Francisco
Barclays Bank plc
California State Department of Water Resources
Bank of America N.A.
University of California (The Regents of)
San Diego County, CA Water Authority
Fairfield-Suisun, CA Unified School District

Total % of Portfolio: 66.58%

Share Class Statistics

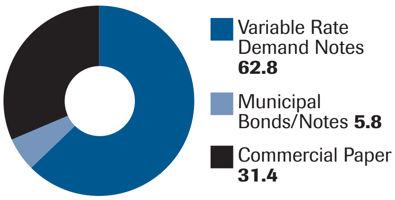
Inception Date
12/15/00

Federated Fund Number
280

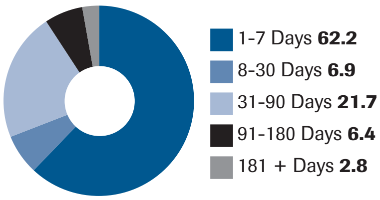
Cut-Off Times
1:00 p.m. ET — Purchases
12:00 p.m. ET — Redemptions

Dividends
Declared Daily/Paid Monthly

Portfolio Composition (%)



Effective Maturity Schedule (%)



Weighted Average Maturity

30 Days

Weighted Average Life

30 Days

Fund Performance

Net Yields (%)		Total Return (%)	
7-Day	0.78	1 Year	0.90

Annualized Yields (%)	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	June	July	Aug	Sept
7-Day	0.95	1.01	1.05	0.76	1.03	0.93	1.40	0.77	1.09	0.74	0.67	0.78

Performance quoted represents past performance, which is no guarantee of future results. Investment return will vary. An investor's shares, when redeemed, may be worth more or less than the original cost. Current performance may be lower or higher than what is stated. To view performance current to the most recent month-end, contact us or visit FederatedInvestors.com.

Although not contractually obligated to do so, the advisor and/or certain fund service providers waived all or a portion of their fees or reimbursed the fund for certain operating expenses. These voluntary waivers and reimbursements may be modified or terminated at any time; accordingly, the fund's expenses may vary (i.e., increase or decrease) during the fund's fiscal year. These waivers increase income to the fund and result in a higher return to investors.

Otherwise, the 7-day yield would have been .5% and total return would have been lower.

Total return represents the change in value of an investment after reinvesting all income and capital gains. Yield quotations more closely reflect the current earnings of the fund than the total return quotation.

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MONEY MARKET MUNICIPAL RETAIL

Portfolio Manager Commentary

In the third quarter of 2019, the Federal Reserve cut its benchmark rate twice, the Libor curve returned to being positively sloped and U.S.-China trade negotiations remained unresolved. The policy easing steps by the Federal Reserve and other developments put downward pressure on yields on short-term securities and returns in the liquidity space. However, investors continued to favor money market funds and similar products, with inflows continuing.

After steadily raising it for several years, in July the Fed reduced its federal funds rate for the first time since the financial crisis. Policymakers took great care in describing the action to the markets for fear it would be misunderstood amid growing calls for easing. Their primary message was that the quarter-point move to a target range of 2-2.25% was not the first step in a descent to the zero-rate environment of the years following the Great Recession, but part of its continuing attempt to normalize policy and spur inflation. Fed Chair Jerome Powell specifically referred to the cut as a "mid-cycle adjustment to policy" rather than the start of a new stimulus cycle. The Treasury yield curve continued to be inverted, a sign that historically predicted a recession, but as the period progressed it began to flatten and eventually steepen as expectations of a Fed cut in September grew. This came to pass, with policymakers lowering the target range again by 25 basis points to 1.75-2%. However, dissent grew, as two members of the Federal Open Market Committee voted to leave rates unchanged and another preferred to lower them by 50 basis points.

The third quarter was an eventful one for the government space. Sandwiched between the two rate cuts was a rare case of volatility in the overnight repo market. The latter resulted from a confluence of technical factors—including corporate quarterly tax payments and a large settlement of net new Treasury supply—not a credit event. The Fed intervened and the volatility subsided. As the quarter ended, domestic economic indicators, while moderating, did not point to an imminent recession.

In the municipal market, the technicals that traditionally take place in early July—stemming from a supply and demand imbalance due to large amounts of maturing securities and coupon payments—held true in the third quarter and the volatility witnessed in the first half of 2019 continued. SIFMA entered the quarter at 1.90%, but dropped to 1.18% in early-July on strong demand. Then the market found its footing, trading in a narrow range around 1.37% through mid-September until quarter-end pressure lifted it to 1.58%.

The Treasury yield curve ended the quarter with 1-month at 1.90%, 3-month at 1.83%, 6-month at 1.83% and 12-month at 1.77%. The London interbank offered rate (Libor) curve finished with 1-month at 2.03%, 3-month at 2.10%, 6-month at 2.06% and 12-month at 2.04%.

You could lose money by investing in the fund. Although the fund seeks to preserve the value of your investment at $1.00 per share, it cannot guarantee it will do so. The fund may impose a fee upon the sale of your shares or may temporarily suspend your ability to sell shares if the fund's liquidity falls below required minimums because of market conditions or other factors. An investment in the fund is not insured or guaranteed by the Federal Deposit Insurance Corporation or any other government agency. The fund's sponsor has no legal obligation to provide financial support to the fund, and you should not expect that the sponsor will provide financial support to the fund at any time.

Performance shown is for Cash II Shares. The fund offers additional share classes whose performance will vary due to differences in charges and expenses. Please consult your financial institution regarding your eligibility to purchase these classes.

A Word About Risk

Income may be subject to the federal alternative minimum tax. Although the fund will normally invest its assets so that distributions of annual interest income are exempt from federal regular income tax and AMT, the Fund may invest its assets in securities the interest from which may be subject to AMT, state and/or federal income tax. Consult your tax professional for more information.

Current and future portfolio holdings are subject to risk.

Definitions

Net yields are based on the average daily income dividend and average net asset value for the 7 days ended on the date of calculation. The 7-day net annualized yield is based on the average net income per share for the 7 days ended on the date of calculation and the offering price on that date.

The fund is a managed portfolio and its holdings are subject to change.

The holdings percentages are based on net assets at the close of business on 9/30/19 and may not necessarily reflect adjustments that are routinely made when presenting net assets for formal financial statement purposes.

Weighted Average Maturity is the mean average of the periods of time remaining until the securities held in the fund's portfolio (a) are scheduled to be repaid, (b) would be repaid upon a demand by the fund or (c) are scheduled to have their interest rate readjusted to reflect current market rates. Securities with adjustable rates payable upon demand are treated as maturing on the earlier of the two dates if their scheduled maturity is 397 days or less, and the later of the two dates if their scheduled maturity is more than 397 days. The mean is weighted based on the percentage of the amortized cost of the portfolio invested in each period.

Weighted Average Life 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.

Variable rate demand notes are tax-exempt securities that require the issuer or a third party, such as a dealer or bank, to repurchase the security for its face value upon demand. The securities also pay interest at a variable rate intended to cause the securities to trade at their face value.

This must be preceded or accompanied by a current prospectus.

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