

Federated Hermes Government Obligations Fund

Trust Shares

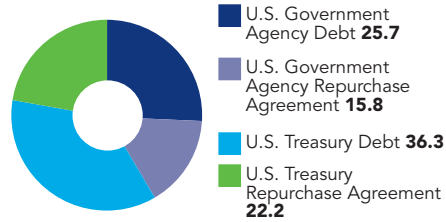
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9/30/20

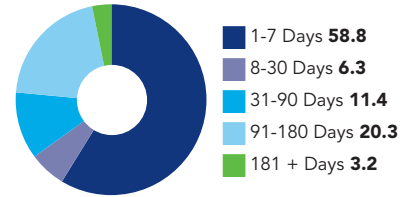
Product highlights

- Complies with Rule 2a-7 definition of a government money market fund.
- Not subject to liquidity fees or redemption gates.
- Pursues current income consistent with stability of principal and liquidity.
- Invests primarily in short-term U.S. Treasury and government securities.
- Includes repurchase agreements collateralized by U.S. Treasury and government agency securities for higher yield potential than a Treasury-exclusive portfolio.
- Holds AAAM, Aaa-mf and AAAMmf ratings from Standard & Poor's, Moody's and Fitch, respectively.
- Intensive credit review integrating ESG factors in a non-exclusionary way.
- Gives investors more time to complete daily cash processing and initiate late-day deposit transactions through 5 p.m. ET cut-off time for purchases and redemptions.

Portfolio composition (%)



Effective maturity schedule (%)



2a-7 liquidity

Daily 65.46%
Weekly 75.58%

Weighted average maturity

43 Days

Weighted average life

107 Days

Portfolio manager(s)

Susan Hill
Deborah Cunningham

Credit ratings

AAAM Standard & Poor's

Aaa-mf Moody's

AAAMmf Fitch

Portfolio assets

\$132.7 billion

Share class statistics

Inception date

3/6/03

Federated Hermes fund number

703

Cut-off times

5:00 p.m. ET — purchases

5:00 p.m. ET — redemptions

Dividends

Declared daily/paid monthly

Fund performance

Net yields (%)		Total return (%)											
7-day	0.01	1-year	0.47										
Annualized yields (%)		Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	June	July	Aug	Sept
7-day		1.21	1.03	0.99	0.95	0.96	0.01	0.01	0.01	0.01	0.01	0.01	0.01

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 -.64% 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.

Rule 2a-7 requires that money market funds maintain at least 10% daily liquidity assets and at least 30% weekly liquidity assets. Both requirements are 'point of purchase' requirements. Thus, it is possible that money market funds may, at any given time, have liquidity percentages reflecting less than the 10% and 30% thresholds. In such circumstances, the portfolio manager will be required to purchase securities to meet the requisite liquidity thresholds prior to purchasing longer-dated securities. Additionally, the SEC requirements for what may be defined as 'daily' and 'weekly' differs from the standard maturities used in calculating the 'Effective Maturity Schedule.' Therefore, the percentages in the 2a-7 Liquidity table will generally not equal the amounts shown in the 'Effective Maturity Schedule.'

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Portfolio manager commentary

Hope for a “V” shaped recovery from the coronavirus-induced shutdown sank in the third quarter due to a resurgence in cases. While the reaction of businesses and authorities was not as severe as in the depths of the crisis—companies and authorities found ways to stay open by mitigating exposure—improvements in economic activity and employment seen earlier in the summer slowed.

The spike in Covid-19 cases was not the only reason for the slowdown. Politics played an outsized role when lawmakers and the Trump administration could not agree on the terms of another stimulus package. The potential funding, which many economists felt would translate into more consumer spending and boost the recovery, got wrapped up in the divisiveness of the march to the presidential election.

Without fiscal support, the Federal Reserve again was the guiding light. In the course of adjusting its special purpose vehicles (including extending the Money Market Mutual Fund Liquidity Facility and the Commercial Paper Funding Facility), providing forward guidance and purchasing government securities, it clearly articulated its

position, which included continued rejection of negative rates. But the Fed’s most substantial act came in August when Chair Jerome Powell unveiled a significant change in monetary policy: a modification of its “Statement on Longer-Run Goals and Monetary Policy Strategy.” This document frames everything U.S. policymakers do, and it isn’t updated often, the last major shift happened in 2012.

The new framework puts an increased emphasis on fostering employment, one of the Fed’s two Congressional mandates. The other is to corral inflation, which the Fed has defined as 2%. Policymakers now say they will tolerate a temporary rise above that level if it is caused by a strong labor market. Expressed in their rate policy, they will refrain from raising them from the current target range of 0-0.25% until economic conditions are not just good, but robust.

Treasury yields ended the month with 1-month at 0.08%, 3-month at 0.11%, 6-month at 0.11% and 12-month at 0.13%. Libor ended the month with 1-month at 0.15%, 3-month at 0.23%, 6-month at 0.26% and 12-month at 0.36%.

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. 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.

The fund has not elected to be subject to the liquidity fees and gates requirement at this time.

Performance shown is for Trust 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.

As of June 29, 2020, the fund was renamed Federated Hermes Government Obligations Fund.

A word about risk

Fund shares are not guaranteed by the U.S. government.

Current and future portfolio holdings are subject to risk.

Definitions

At Federated Hermes, integrating ESG factors means including relevant and financially material environmental, social and governance information in the analysis of a security/issuer. ESG factors are used as qualitative insights with the goal of improving portfolio risk/reward characteristics and prospects for long-term outperformance. ESG investing does not automatically exclude issuers or sectors, but rather attempts to mitigate risks by identifying companies exhibiting positive (or negative) ESG policies and behaviors.

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 9/30/20 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.

Repurchase agreements consist of a financial institution selling securities to a fund and agreeing to repurchase them at a mutually agreed upon price and time.

Ratings and rating agencies

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. A money market fund rated AAAM by Standard & Poor’s is granted after evaluating a number of factors, including credit quality, market price, exposure and management. Money market funds rated Aaa-mf by Moody’s are judged to be of an investment quality similar to Aaa-rated fixed income obligations, that is, they are judged to be of the best quality. 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. For more information on credit ratings, visit standardandpoors.com, moody.com and fitchratings.com.

Ratings are subject to change and do not remove market risk.

Credit ratings do not provide assurance against default or other loss of money and can change.