

# In need of dividend income?

## Federated Hermes Strategic Value Dividend Fund

As of 8/31/22

### Portfolio objective

- Seeks to provide income and long-term capital appreciation.

### Portfolio highlights

- 4.39% gross weighted average dividend yield
- 595 dividend increases and 17 cuts since inception (3/30/05)
- 37 dividend increases and two cuts in the TTM\*
- 49 portfolio holdings
- Beta: 0.67\*\*

### Dividend payment history

- 88% of holdings have paid consecutive dividends for 20 years.
- 80% of holdings have paid consecutive dividends for 30 years.
- 57% of holdings have paid consecutive dividends for 50 years.
- 14% of holdings have paid consecutive dividends for 100 years.

### Dividend increase history

- 45% of holdings have raised dividends each year for 10 years.
- 18% of holdings have raised dividends each year for 20 years.
- 6% of holdings have raised dividends each year for 30 years.
- 2% of holdings have raised dividends each year for 50 years.

Holding	Prospective dividend yield	Dividends paid consecutively since	Consecutive years of dividend increases	TTM* dividend change date	TTM* dividend % change	S&P credit rating
<b>Communication Services 12.02%</b>						
<b>AT&amp;T, Inc.</b>	6.33	1893	0	Feb-22	-46.6%	BBB
<b>BCE, Inc.</b>	4.94	1949	14	Feb-22	5.1%	BBB+
<b>Verizon Communications</b>	6.12	1893	15	Sep-21	2.0%	BBB+
<b>Vodafone Group PLC</b>	6.72	1990	0	-	-	BBB
<b>Consumer Discretionary 0.66%</b>						
<b>Darden Restaurants, Inc.</b>	3.91	1995	2	-	-	BBB
<b>Consumer Staples 18.21%</b>						
<b>British American Tobacco PLC</b>	6.31	1998	25	Feb-22	1.0%	BBB+
<b>Clorox Co.</b>	3.27	1970	21	Jul-22	1.7%	BBB+
<b>Conagra Brands, Inc.</b>	3.84	1977	3	Jul-22	5.6%	BBB-
<b>Kimberly-Clark Corp.</b>	3.64	1935	50	Jan-22	1.8%	A
<b>Philip Morris International Inc.</b>	5.24	1928	14	Sep-21	4.2%	A
<b>Unilever PLC</b>	3.76	1949	1	-	-	A+
<b>Walgreens Boots Alliance, Inc.</b>	5.48	1932	47	Jul-22	0.5%	BBB
<b>Energy 11.82%</b>						
<b>Chevron Corp.</b>	3.59	1912	5	Jan-22	6.0%	AA-
<b>Enbridge Inc.</b>	5.40	1953	25	Dec-21	3.0%	BBB+
<b>Exxon Mobil Corp.</b>	3.68	1911	1	Oct-21	1.1%	AA-
<b>TC Energy Corporation</b>	4.83	1985	23	Feb-22	3.4%	BBB+
<b>TotalEnergies SE</b>	4.63	1945	1	Apr-22	4.5%	A+
<b>Financials 15.79%</b>						
<b>Allianz SE</b>	5.45	1985	9	-	-	AA
<b>Canadian Imperial Bank of Commerce</b>	4.54	1868	12	Dec-21 & May-22	13.7%	A+
<b>Huntington Bancshares, Inc.</b>	4.63	1971	1	Oct-21	3.3%	BBB+
<b>JPMorgan Chase &amp; Co.</b>	3.52	1972	1	-	-	A-
<b>KeyCorp</b>	4.41	1980	1	Nov-21	5.4%	BBB+
<b>Munich Re Group</b>	4.62	1952	2	-	-	AA-
<b>PNC Financial Services Group</b>	3.80	1979	2	-	-	A-
<b>Truist Financial Corp.</b>	4.44	1980	2	Jul-22	8.3%	A-
<b>U.S. Bancorp</b>	4.03	1980	1	Sep-21	9.5%	A+
<b>Zurich Insurance Group AG</b>	3.98	1999	0	Feb-22	1.8%	AA
<b>Health Care 16.45%</b>						
<b>AbbVie Inc.</b>	4.19	1924	8	Oct-21	8.5%	BBB+
<b>Amgen Inc.</b>	3.23	2011	10	Dec-21	10.2%	A-
<b>Bristol-Myers Squibb Co.</b>	3.20	1933	15	-	-	A+
<b>Cardinal Health, Inc.</b>	2.80	1983	20	May-22	1.0%	BBB
<b>Gilead Sciences, Inc.</b>	4.60	2015	7	Feb-22	2.8%	BBB+
<b>Merck &amp; Co., Inc.</b>	3.23	1932	11	Nov-21	6.2%	A+
<b>Pfizer, Inc.</b>	3.54	1938	12	Dec-21	2.6%	A+
<b>Sanofi</b>	3.44	1985	0	Feb-22	4.1%	AA
<b>Viatis, Inc.</b>	5.03	1938	2	-	-	BBB-

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\* TTM represents trailing twelve months.

\*\* Morningstar 3-year beta versus S&P 500 Index calculated using monthly returns.

Dividend changes prior to sale in the TTM\*: On 2/8/22, 3M Company increased its dividend by 0.7%. On 2/15/22, Public Service Enterprises Group, Inc. increased its dividend by 5.9%. On 6/29/22, General Mills, Inc. increased its dividend by 5.9%.

**Past performance is no guarantee of future results. For current fund performance, visit [FederatedInvestors.com](https://www.federatedinvestors.com).**

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## Federated Hermes Strategic Value Dividend Fund

Holding	Prospective dividend yield	Dividends paid consecutively since	Consecutive years of dividend increases	TTM* dividend change date	TTM* dividend % change	S&P credit rating
<b>Industrials 1.36%</b>						
<b>United Parcel Service, Inc.</b>	3.13	1970	13	–	–	A
<b>Information Technology 2.83%</b>						
<b>Broadcom, Inc.</b>	3.29	2010	12	Dec-21	13.9%	BBB-
<b>Cisco Systems, Inc.</b>	3.40	2011	11	–	–	AA-
<b>Materials 1.97%</b>						
<b>Amcort PLC</b>	4.00	1922	2	–	–	BBB
<b>Real Estate 3.35%</b>						
<b>National Retail Properties, Inc.</b>	3.77	1985	32	Jul-22	3.8%	BBB+
<b>Omega Healthcare Investors</b>	6.08	2003	16	–	–	BBB-
<b>STORE Capital Corp.</b>	4.52	2014	7	–	–	BBB
<b>Utilities 14.68%</b>						
<b>American Electric Power Co., Inc.</b>	3.11	1910	9	Oct-21	5.4%	A-
<b>Dominion Energy, Inc.</b>	3.26	1925	1	Dec-21	6.0%	BBB+
<b>Duke Energy Corp.</b>	3.76	1926	15	Jul-22	2.0%	BBB+
<b>National Grid PLC</b>	4.73	1996	8	Nov-21	3.7%	BBB+
<b>PPL Corp.</b>	3.09	1946	0	Feb-22	-45.8%	A-
<b>Southern Co.</b>	3.53	1948	21	Apr-22	3.0%	BBB+

\* TTM represents trailing twelve months.

Sources: Bloomberg, FactSet and company websites of current holdings.

Information as of 8/31/22. The fund is a managed portfolio and holdings are subject to change.

Credit ratings do not protect against market risk.

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### Average annual total returns (%) as of 8/31/22

	Ticker symbol	Monthly (as of 8/31/22)					Since inception (3/30/05)	Quarterly (as of 6/30/22)					Expense ratio***	
		3-month	1-year	5-year	10-year	3-month		1-year	5-year	10-year	Since inception (3/30/05)	30-day yield	Before waivers	After waivers
<b>R6 Shares</b>	SVALX	-7.14	7.74	5.90	8.47	7.07	-2.21	11.81	6.46	8.89	7.24	3.73	0.86	0.79
<b>Institutional Shares</b>	SVAIX	-7.15	7.72	5.88	8.50	7.26	-2.22	11.79	6.44	8.93	7.44	3.71	0.94	0.81
<b>A Shares (NAV)</b>	SVAAX	-7.25	7.50	5.61	8.22	6.98	-2.29	11.60	6.17	8.66	7.16	3.44	1.18	1.06
<b>A Shares (MOP)</b>	SVAAX	-12.31	1.61	4.42	7.60	6.64	-7.64	5.39	4.99	8.05	6.81	3.25	1.18	1.06

**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](https://www.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.** Total returns for periods of less than one year are cumulative.

\*\*\* 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 1/1/23 or the date of the fund's next effective prospectus.

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 3.13% at maximum offering price and 3.32% at net asset value for A Shares, 3.66% for R6 Shares and 3.59% for Institutional Shares.

The fund's R6 Shares commenced operations on June 29, 2016. For the period prior to the commencement of operations of the R6 Shares, the performance information shown is for the fund's Institutional Shares adjusted to remove any voluntary waiver of fund expenses related to the fund's Institutional Shares that may have occurred during the periods prior to the commencement of operations of the fund's R6 Shares.

**There are no guarantees that dividend-paying stocks will continue to pay dividends. In addition, dividend-paying stocks may not experience the same capital appreciation potential as non-dividend-paying stocks.**

Prospective dividend yield is the annualized current payment divided by the current share price.

Beta measures a portfolio's volatility relative to the market. A beta greater than 1.00 suggests the portfolio has historically been more volatile than the market as measured by the fund's benchmark. A beta less than 1.00 suggests the portfolio has historically had less volatility relative to the market.

The ratings provided are sourced from securities ratings agency Standard and Poor's (S&P). S&P makes the following credit rating classifications: A or better are considered to be high credit quality; credit ratings of BBB are good credit quality and the lowest category of investment grade; credit ratings BB and below are lower-rated securities ("junk bonds"); and credit ratings of CCC or below have high default risk. A modifier of 1 or + indicates that the obligation ranks in the higher end of its rating category and a modifier of 3 or - indicates a ranking in the lower end of the category.

International investing involves special risks including currency risk, increased volatility, political risks and differences in auditing and other financial standards.

Because the fund may allocate relatively more assets to certain industry sectors than others, the fund's performance may be more susceptible to any developments which affect those sectors emphasized by the fund.

**This material must be preceded or accompanied by a prospectus.**