

# Federated Hermes U.S. Strategic Dividend ETF

Ticker symbol — FDV | Listing exchange — NYSE | Cusip — 31423L305

6/30/24

## Product highlights

- Pursues income and long-term capital appreciation.
- Seeks a higher dividend yield than that of the broad equity market.
- Seeks to invest in high-dividend-paying stocks of U.S. companies with dividend growth potential.
- Offers the potential for competitive upside performance in strong market environments and the potential for lower volatility in weak environments.

## Morningstar category

Large Value

## Benchmark

S&P 500® Index

## Key investment team

Daniel Peris, Ph.D., CFA

Deborah Bickerstaff

Jared Hoff

Michael Tucker

## Yields (%)

30-day yield 3.60

## Fund statistics

Portfolio assets \$102.5 m

Number of securities 56

Dividends Paid monthly

Foreign securities 0.0%

Portfolio beta (Source: 5 yr weighted avg beta of underlying stocks versus the S&P 500® Index) 0.80

Weighted median P/E (NTM) 15.2x

Weighted median P/E (LTM) 19.3x

Weighted median market cap \$77.4 b

Weighted median price/book 2.5x

## Top holdings (%)

Amgen Inc. 3.2

Chevron Corp 3.0

Duke Energy Corporation 3.0

Philip Morris International Inc. 3.0

Target Corp. 2.9

Morgan Stanley 2.8

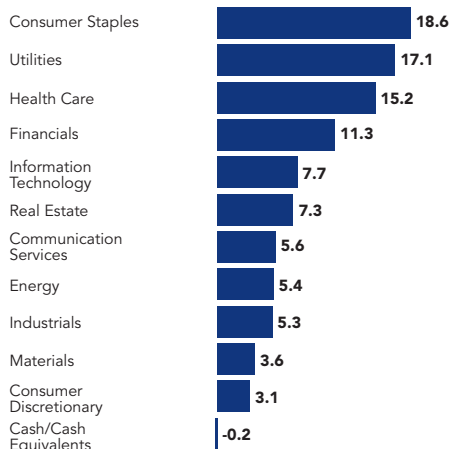
The PNC Financial Services Group, Inc. 2.8

The Southern Company 2.8

Conagra Brands, Inc. 2.7

Verizon Communications Inc. 2.7

## Sector weightings (%)



## Average annual total returns (%)

	Performance inception	Cumulative 3-month	1-year	Since inception	Expense ratio*, †	
					Before waivers	After waivers
NAV	11/15/22	-0.09	8.32	2.59	0.62	0.50
Market price	11/15/22	-0.96	8.23	2.96	0.62	0.50
Benchmark		4.28	24.56	-	-	-

## Calendar year total returns (%)

	YTD	2023	2022	2021	2020	2019	2018	2017	2016	2015	NAV
NAV	5.18	-2.13	-	-	-	-	-	-	-	-	
Benchmark	15.29	26.29	-18.11	-	-	-	-	-	-	-	

Performance quoted represents past performance, which is no guarantee of future results. Fund performance changes over time and current performance may be lower or higher than what is stated. Investment return and principal value will fluctuate so that an investor's shares, when sold or redeemed, may be worth more or less than their original cost and current performance may be lower or higher than the performance quoted. Performance includes reinvestment of dividends and other earnings. To view performance current to the most recent month-end contact us or visit [FederatedHermes.com/us](https://FederatedHermes.com/us).

The market price return is calculated from closing prices as determined by the fund's listing exchange. The returns shown do not represent the returns you would receive if you traded shares at other times.

\* 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 1/1/25 or the date of the fund's next effective prospectus.

†Includes acquired fund fees and other expenses.

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Fund shares are bought and sold on an exchange at market price (not NAV) and are not individually redeemed from the fund. However, shares may be redeemed at NAV directly by certain authorized broker-dealers (Authorized Participants) in very large creation/redemption units. The returns shown do not represent the returns you would receive if you traded shares at other times. Shares may trade at a premium or discount to their NAV in the secondary market. Brokerage commissions will reduce returns. Market price returns are based on the official closing price of an ETF share or, if the official closing price isn't available, the midpoint between the national best bid and national best offer ("NBBO") as of the time the ETF calculates the current NAV per share. NAVs are calculated using prices as of 4:00 PM Eastern Time. Recent information, including information about the fund's NAV, market price, premiums and discounts, and bid-ask spreads, is included on the fund's website at [FederatedHermes.com/us](https://FederatedHermes.com/us).

Although the information provided in this document has been obtained from sources which Federated Hermes believes to be reliable, it does not guarantee accuracy of such information and such information may be incomplete or condensed.

*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 [FederatedHermes.com/us](https://FederatedHermes.com/us). Please carefully read the summary prospectus or the prospectus before investing.*

*Past performance is no guarantee of future results.*

## A word about risk

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.

Diversification does not assure a profit nor protect against loss.

## Definitions

**The holdings percentages** are based on net assets at the close of business on 6/30/24 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 holdings 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 expense waivers or reimbursements.

**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. The standardized computation is designed to facilitate yield comparisons among different funds. In the absence of expense waivers or reimbursements, the 30-day yield would have been 3.44%.

**Beta** analyzes the market risk of a fund by showing how responsive the fund is to the market. The beta of the market is 1.00. Accordingly, a fund with a 1.10 beta is expected to perform 10% better than the market in up markets and 10% worse in down markets. Usually the higher betas represent riskier investments.

**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 median price/book** is a ratio comparing share price to book value or assets minus liabilities.

**S&P 500® Index** is an unmanaged capitalization-weighted index of 500 stocks designated to measure performance of the broad domestic economy through changes in the aggregate market value of 500 stocks representing all major industries.

Indexes are unmanaged and cannot be invested in directly.

## 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. ©2024 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.