

# In need of dividend income?

## Federated Hermes International Strategic Value Dividend Fund

### As of 7/31/24

#### Portfolio objective

- Seeks to provide dividend income and long-term capital appreciation driven by dividend growth.
- Invests primarily in high-quality companies that are located outside the U.S. and positioned to increase their dividends over time.

#### Ticker symbols

- R6 Shares - IVFLX
- Institutional Shares - IVFIX
- A Shares - IVFAX
- C Shares - IVFCX

#### Key portfolio characteristics

- 5.21% gross weighted average dividend yield
- 432 dividend increases and 10 cuts since 1/1/13
- 47 dividend increases and zero cuts in the TTM\*
- 44 portfolio holdings
- Beta: 0.81\*\*\*

#### Dividend payment history

- 95% of holdings have paid consecutive dividends for 10 years.
- 89% of holdings have paid consecutive dividends for 20 years.
- 36% of holdings have paid consecutive dividends for 50 years.

| Holding                                   | TTM* dividend yield (%) | Country     | Dividends paid consecutively since | TTM* dividend change date | TTM* dividend % change | S&P credit rating |
|---|-------------------------|-------------|------------------------------------|---------------------------|------------------------|-------------------|
| <b>Communication Services 12.65%</b>      |                         |             |                                    |                           |                        |                   |
| <b>BCE Inc.</b>                           | 8.57                    | Canada      | 1949                               | Feb-24                    | 3.1%                   | BBB+              |
| <b>Deutsche Telekom AG</b>                | 3.19                    | Germany     | 2004                               | Nov-23                    | 10.0%                  | BBB+              |
| <b>Elisa Oyj</b>                          | 5.23                    | Finland     | 2005                               | Jan-24                    | 4.7%                   | BBB+              |
| <b>Telenor ASA</b>                        | 7.31                    | Norway      | 2010                               | Feb-24                    | 1.1%                   | A-                |
| <b>Telus Corporation</b>                  | 6.98                    | Canada      | 1999                               | Nov-23 & May-24           | 7.0%                   | BBB               |
| <b>Consumer Discretionary 1.40%</b>       |                         |             |                                    |                           |                        |                   |
| <b>Compagnie des Michelin</b>             | 3.69                    | France      | 1995                               | Feb-24                    | 8.0%                   | A-                |
| <b>Consumer Staples 17.24%</b>            |                         |             |                                    |                           |                        |                   |
| <b>British American Tobacco PLC</b>       | 8.58                    | U.K.        | 1998                               | Feb-24                    | 2.0%                   | BBB+              |
| <b>Coca-Cola FEMSA</b>                    | 3.60                    | Mexico**    | 2004                               | -                         | -                      | A-                |
| <b>Diageo PLC</b>                         | 3.33                    | U.K.        | 1985                               | Jul-24                    | 4.7%                   | A-                |
| <b>Kimberly-Clark De Mexico</b>           | 5.61                    | Mexico**    | 1965                               | Mar-24                    | 14.8%                  | A-                |
| <b>Koninklijke Ahold Delhaize N.V.</b>    | 3.69                    | Netherlands | 2007                               | Aug-23                    | 4.8%                   | BBB+              |
| <b>Nestle SA</b>                          | 3.37                    | Switzerland | 1959                               | Feb-24                    | 1.7%                   | AA-               |
| <b>Philip Morris International Inc.</b>   | 4.52                    | U.S.        | 1928                               | Sep-23                    | 2.4%                   | A-                |
| <b>Reckitt Benckiser Group PLC</b>        | 4.70                    | U.K.        | 1985                               | Jul-24                    | 5.0%                   | A-                |
| <b>Unilever PLC</b>                       | 3.10                    | U.K.        | 1949                               | Jul-24                    | 3.0%                   | A+                |
| <b>Energy 14.75%</b>                      |                         |             |                                    |                           |                        |                   |
| <b>Enbridge Inc.</b>                      | 7.08                    | Canada      | 1953                               | Nov-23                    | 3.1%                   | BBB+              |
| <b>Pembina Pipeline Corp.</b>             | 5.16                    | Canada      | 1998                               | May-24                    | 3.4%                   | BBB               |
| <b>Shell PLC</b>                          | 3.77                    | U.K.        | 1943                               | Feb-24                    | 3.9%                   | A+                |
| <b>TC Energy Corp.</b>                    | 6.55                    | Canada      | 1985                               | Feb-24                    | 3.2%                   | BBB+              |
| <b>TotalEnergies SE</b>                   | 5.06                    | France      | 1945                               | Feb-24                    | 6.8%                   | A+                |
| <b>Financials 12.35%</b>                  |                         |             |                                    |                           |                        |                   |
| <b>Allianz SE</b>                         | 5.29                    | Germany     | 1985                               | Feb-24                    | 21.1%                  | AA                |
| <b>Bank of Montreal</b>                   | 5.32                    | Canada      | 1922                               | Dec-23 & May-24           | 5.4%                   | A+                |
| <b>Canadian Imperial Bank of Commerce</b> | 5.04                    | Canada      | 1868                               | Nov-23                    | 3.4%                   | A+                |
| <b>Nordea Bank Abp</b>                    | 8.50                    | Finland     | 1997                               | Feb-24                    | 15.0%                  | AA-               |
| <b>Royal Bank of Canada</b>               | 3.68                    | Canada      | 1870                               | Nov-23 & May-24           | 5.2%                   | AA-               |
| <b>Scor SE</b>                            | 9.09                    | France      | 2021                               | Mar-24                    | 28.6%                  | A+                |
| <b>Zurich Insurance Group AG Ltd.</b>     | 5.38                    | Switzerland | 1999                               | Feb-24                    | 8.3%                   | AA                |

continued on next page

\* TTM represents trailing twelve months.

\*\* Dividend growth may be variable due to the payment of irregular dividends in some Mexican investments.

\*\*\* Morningstar 3-year beta versus MSCI World ex USA Index calculated using monthly returns.

Dividend changes prior to sale in the TTM\*: On 11/1/23, Coca-Cola Europacific Partners PLC increased its dividend by 9.5%. On 12/12/23, SK Telecom Co., Ltd. increased its dividend by 26.5%. On 2/26/24, Munich Re Group increased its dividend by 29.3%. On 7/24/24, Koninklijke KPN NV increased its dividend by 12.9%.

Dividend increase and cut history is shown from 1/1/13, when tracking of dividend changes in the portfolio began.

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

**Not FDIC Insured • May Lose Value • No Bank Guarantee**

## Federated Hermes International Strategic Value Dividend Fund

| Holding                               | TTM*<br>dividend<br>yield (%) | Country     | Dividends paid<br>consecutively<br>since | TTM*<br>dividend<br>change date | TTM*<br>dividend<br>% change | S&P<br>credit<br>rating |
|---------------------------------------|-------------------------------|-------------|--|---------------------------------|------------------------------|-------------------------|
| Health Care 14.97%                    |                               |             |  |                                 |                              |                         |
| <b>GlaxoSmithKline PLC</b>            | 3.97                          | U.K.        | 1889                                     | May-24                          | 2.2%                         | A                       |
| <b>Novartis AG</b>                    | 3.35                          | Switzerland | 1997                                     | Jan-24                          | 3.1%                         | AA-                     |
| <b>Roche Holding AG</b>               | 3.36                          | Switzerland | 1990                                     | Feb-24                          | 1.1%                         | AA                      |
| <b>Sanofi</b>                         | 3.94                          | France      | 1985                                     | Feb-24                          | 5.6%                         | AA                      |
| <b>Sonic Healthcare Ltd.</b>          | 3.80                          | Australia   | 1994                                     | Feb-24                          | 2.9%                         | -1                      |
| <b>Takeda Pharmaceutical Co. Ltd.</b> | 4.37                          | Japan       | 1949                                     | -                               | -                            | BBB+                    |
| Materials 5.57%                       |                               |             |  |                                 |                              |                         |
| <b>Ancor PLC</b>                      | 4.75                          | U.S.        | 1922                                     | Oct-23                          | 2.0%                         | BBB                     |
| <b>UPM - Kymmene Oyj</b>              | 4.91                          | Finland     | 1991                                     | -                               | -                            | BBB+                    |
| Utilities 19.80%                      |                               |             |  |                                 |                              |                         |
| <b>Canadian Utilities Ltd.</b>        | 5.61                          | Canada      | 1972                                     | Jan-24                          | 1.0%                         | NR                      |
| <b>Emera, Inc.</b>                    | 5.76                          | Canada      | 1992                                     | Sep-23                          | 4.0%                         | BBB                     |
| <b>ENEL S.p.A.</b>                    | 6.52                          | Italy       | 2000                                     | -                               | -                            | BBB                     |
| <b>Fortis, Inc.</b>                   | 4.09                          | Canada      | 1972                                     | Sep-23                          | 4.4%                         | A-                      |
| <b>Iberdrola SA<sup>2</sup></b>       | 4.54                          | Spain       | 1985                                     | Oct-23                          | 10.9%                        | BBB+                    |
| <b>Italgas S.p.A.</b>                 | 7.13                          | Italy       | 2017                                     | Mar-24                          | 11.0%                        | Baa2 <sup>3</sup>       |
| <b>National Grid PLC<sup>4</sup></b>  | 5.79                          | U.K.        | 1996                                     | Nov-23                          | -                            | BBB+                    |
| <b>Snam S.p.A.</b>                    | 6.38                          | Italy       | 2001                                     | Nov-23                          | 2.5%                         | BBB+                    |
| <b>Terna S.p.A.</b>                   | 4.42                          | Italy       | 2004                                     | Nov-23                          | 8.0%                         | BBB+                    |

\* TTM represents trailing twelve months.

<sup>1</sup>No corporate bond issuance.

<sup>2</sup>Iberdrola SA declared a special dividend valued at 0.005 Euro/share payable in 2024. Including the special dividends, IBE SM provides a yield of 4.76% for 2024.

<sup>3</sup>Moody's rating; S&P Global Ratings does not provide a rating for Italgas S.p.A.

<sup>4</sup>NG announced a 30% dilutive stock issuance, proceeds from rights associated with the issuance valued at 7%, and a 5.6% dividend increase. Netted together it is anticipated that the dividend going forward will be diluted by approximately 15-17%, as a result.

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

Information as of 7/31/24. The fund is a managed portfolio and holdings are subject to change.

Credit ratings do not protect against market risk.

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## Federated Hermes International Strategic Value Dividend Fund

### Average annual total returns (%) as of 7/31/24

|                             | Ticker symbol | Monthly (as of 7/31/24) |        |        |         |                          | Quarterly (as of 6/30/24) |        |        |         |                          | Expense ratio* |                |               |
|-----------------------------|---------------|-------------------------|--------|--------|---------|--------------------------|---------------------------|--------|--------|---------|--------------------------|----------------|----------------|---------------|
|                             |               | 3-month                 | 1-year | 5-year | 10-year | Since inception (6/4/08) | 3-month                   | 1-year | 5-year | 10-year | Since inception (6/4/08) | 30-day yield   | Before waivers | After waivers |
| <b>R6 Shares</b>            | IVFLX         | 6.91                    | 5.95   | 6.73   | 2.41    | -0.36                    | -0.53                     | 1.99   | 5.16   | 1.61    | -0.69                    | 3.51           | 0.92           | 0.85          |
| <b>Institutional Shares</b> | IVFIX         | 6.89                    | 5.93   | 6.76   | 2.46    | 2.37                     | -0.26                     | 1.98   | 5.14   | 1.66    | 2.05                     | 3.50           | 1.01           | 0.86          |
| <b>A Shares (NAV)</b>       | IVFAX         | 6.84                    | 5.68   | 6.45   | 2.22    | 2.13                     | -0.59                     | 1.73   | 4.89   | 1.41    | 1.81                     | 3.23           | 1.26           | 1.11          |
| <b>A Shares (MOP)</b>       | IVFAX         | 0.92                    | -0.22  | 5.27   | 1.63    | 1.77                     | -5.97                     | -3.78  | 3.69   | 0.85    | 1.45                     | 3.05           | 1.26           | 1.11          |

**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 [FederatedHermes.com/us](https://www.federatedhermes.com/us). 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 2/1/25 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 2.97% at maximum offering price and 3.15% at net asset value for A Shares, 3.42% for Institutional Shares and 3.43% for R6 Shares.

The fund's R6 Shares commenced operations on January 27, 2017. 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.**

Dividend yield is a financial ratio that shows how much a company pays out in dividends each year relative to its stock 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 agencies S&P Global Ratings (S&P), Scope, and Moody's. S&P and Scope, and (Moody's), respectively, make the following credit rating classifications: A (A) or better are considered to be high credit quality; credit ratings of BBB (Baa) are good credit quality and the lowest category of investment grade; credit ratings BB (Ba) and below are lower-rated securities ("junk bonds"); and credit ratings of CCC (Caa) 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. NR indicates that a rating has not been assigned or is no longer assigned.

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

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

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