

# In need of dividend income?

## Federated Hermes Strategic Value Dividend Fund

### As of 7/31/24

#### Portfolio objective

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

#### Ticker symbols

- R6 Shares - SVALX
- Institutional Shares - SVAIX
- A Shares - SVAAX
- C Shares - SVACX

#### Key portfolio characteristics

- 4.54% gross weighted average dividend yield
- 672 dividend increases and 17 cuts since inception (3/30/05)
- 36 dividend increases and zero cuts in the TTM\*
- 45 portfolio holdings
- Beta: 0.59\*\*

#### Dividend payment history

- 91% of holdings have paid consecutive dividends for 20 years.
- 84% of holdings have paid consecutive dividends for 30 years.
- 51% of holdings have paid consecutive dividends for 50 years.
- 18% of holdings have paid consecutive dividends for 100 years.

#### Dividend increase history

- 58% of holdings have raised dividends each year for 10 years.
- 22% of holdings have raised dividends each year for 20 years.
- 9% of holdings have raised dividends each year for 30 years.
- 7% 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 6.88%</b>						
<b>AT&amp;T Inc.</b>	5.77	1893	0	–	–	BBB
<b>BCE, Inc.</b>	7.28	1949	16	Feb-24	3.1%	BBB+
<b>Verizon Communications Inc.</b>	6.56	1893	17	Sep-23	1.9%	BBB+
<b>Consumer Discretionary 1.84%</b>						
<b>Best Buy Co., Inc.</b>	4.35	2004	11	Feb-24	2.2%	BBB+
<b>Consumer Staples 11.78%</b>						
<b>British American Tobacco PLC</b>	8.58	1998	27	Feb-24	2.0%	BBB+
<b>Coca-Cola Company</b>	2.91	1920	62	Feb-24	5.4%	A+
<b>Conagra Brands, Inc.</b>	4.62	1977	4	–	–	BBB-
<b>Diageo PLC</b>	3.33	1985	26	Jul-24	4.7%	A-
<b>Kenvue Inc.</b>	4.43	1944	1	Jul-24	2.5%	A
<b>Kimberly-Clark Corporation</b>	3.61	1935	52	Jan-24	3.4%	A
<b>Philip Morris International Inc.</b>	4.52	1928	16	Sep-23	2.4%	A-
<b>Energy 11.57%</b>						
<b>Chevron Corp.</b>	4.06	1912	6	Feb-24	7.9%	AA-
<b>Enbridge Inc.</b>	6.02	1953	28	Nov-23	3.1%	BBB+
<b>TC Energy Corp.</b>	5.57	1985	25	Feb-24	3.2%	BBB+
<b>TotalEnergies SE</b>	5.06	1945	3	Feb-24	6.8%	A+
<b>Financials 17.30%</b>						
<b>Allianz SE</b>	4.50	1985	11	Feb-24	21.1%	AA
<b>Canadian Imperial Bank of Commerce</b>	4.29	1868	13	Nov-23	3.4%	A+
<b>Huntington Bancshares Incorporated</b>	4.15	1971	0	–	–	BBB+
<b>Morgan Stanley</b>	3.58	1993	4	Jun-24	8.8%	A-
<b>PNC Financial Services Group, Inc.</b>	3.53	1979	4	Jul-24	3.2%	A-
<b>Truist Financial Corp.</b>	4.65	1980	0	–	–	A-
<b>U.S. Bancorp</b>	4.37	1980	3	Dec-23	2.1%	A
<b>Health Care 17.58%</b>						
<b>AbbVie Inc.</b>	3.35	1924	10	Oct-23	4.7%	A-
<b>Amgen Inc.</b>	2.71	2011	12	Dec-23	5.6%	BBB+
<b>Bristol-Myers Squibb Company</b>	5.05	1933	18	–	–	A
<b>CVS Health Corporation</b>	4.41	1977	3	–	–	BBB
<b>Gilead Sciences, Inc.</b>	4.05	2015	9	Feb-24	2.7%	BBB+
<b>Johnson &amp; Johnson</b>	3.14	1944	62	Apr-24	4.2%	AAA
<b>Pfizer Inc.</b>	5.50	1938	14	Dec-23	2.4%	A
<b>Sanofi</b>	3.94	1985	29	Feb-24	5.6%	AA
<b>Industrials 2.47%</b>						
<b>Paychex, Inc.</b>	3.06	1988	4	–	–	IG1 <sup>1</sup>
<b>United Parcel Service, Inc.</b>	5.00	1970	15	Jan-24	0.6%	A

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\* TTM represents trailing twelve months.

\*\* Morningstar 3-year beta versus S&P 500<sup>®</sup> Index calculated using monthly returns.

<sup>1</sup>Bloomberg Issuer Default Risk Rating, S&P Global Ratings does not provide a rating for Paychex, Inc. Dividend changes prior to sale in the TTM\*: On 2/13/24, Public Service Enterprises Group, Inc. increased its dividend by 5.3%.

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

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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
Materials 5.25%						
<b>Amcor PLC</b>	4.75	1922	4	Oct-23	2.0%	BBB
<b>LyondellBasell Industries N.V.</b>	5.39	2011	4	May-24	7.2%	BBB
Real Estate 2.81%						
<b>NNN Reit, Inc.</b>	5.08	1985	35	Jul-24	2.7%	BBB+
<b>ProLogis Inc.</b>	2.88	1994	10	–	–	A
Utilities 21.67%						
<b>American Electric Power Co., Inc.</b>	3.59	1910	11	Oct-23	6.0%	BBB+
<b>Dominion Energy, Inc.</b>	4.99	1925	0	–	–	BBB+
<b>Duke Energy Corporation</b>	3.83	1926	17	Jul-24	2.0%	BBB+
<b>Entergy Corp.</b>	3.90	1988	9	Oct-23	5.6%	BBB+
<b>Energy, Inc.</b>	4.43	1980	18	Nov-23	4.9%	BBB+
<b>National Grid PLC<sup>2</sup></b>	5.79	1996	10	Nov-23	–	BBB+
<b>PPL Corporation</b>	3.47	1946	2	Feb-24	7.3%	A-
<b>Southern Company</b>	3.45	1948	23	Apr-24	2.9%	A-
<b>WEC Energy Group, Inc.</b>	3.88	1986	20	–	–	A-

\* TTM represents trailing twelve months.

<sup>2</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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### Average annual total returns (%) as of 7/31/24

	Monthly (as of 7/31/24)						Quarterly (as of 6/30/24)						Expense ratio***	
	Ticker symbol	3-month	1-year	5-year	10-year	Since inception (3/30/05)	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	10.45	13.54	7.72	7.07	7.14	-0.05	7.45	6.01	5.88	6.75	3.93	0.86	0.79
<b>Institutional Shares</b>	SVAIX	10.45	13.52	7.69	7.08	7.31	0.13	7.62	6.03	5.90	6.93	3.90	0.94	0.81
<b>A Shares (NAV)</b>	SVAAX	10.46	13.34	7.44	6.83	7.04	-0.12	7.22	5.73	5.61	6.65	3.66	1.18	1.06
<b>A Shares (MOP)</b>	SVAAX	4.32	7.07	6.22	6.24	6.73	-5.53	1.35	4.53	5.02	6.34	3.45	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 [FederatedHermes.com/us](https://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 1/1/25 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 3.38% at maximum offering price and 3.59% at net asset value for A Shares, 3.86% for R6 Shares and 3.83% 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 S&P Global Ratings (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.

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