

# In need of dividend income?

## FDV - Federated Hermes U.S. Strategic Dividend ETF

As of 4/30/26

### Portfolio objective

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

### Ticker symbol

- FDV

### Key portfolio characteristics

- 3.59% gross weighted average dividend yield<sup>^</sup>
- 164 dividend increases and zero cuts since inception (11/15/22)
- 52 dividend increases and zero cuts in the TTM\*
- 50 portfolio holdings
- Beta: 0.55\*\*
- Invests in US companies only\*\*\*

### Dividend payment history

- 92% of holdings have paid consecutive dividends for 20 years.
- 80% of holdings have paid consecutive dividends for 30 years.
- 50% of holdings have paid consecutive dividends for 50 years.
- 18% of holdings have paid consecutive dividends for 100 years.

### Dividend increase history

- 66% of holdings have raised dividends each year for 10 years.
- 30% of holdings have raised dividends each year for 20 years.
- 20% of holdings have raised dividends each year for 30 years.
- 12% of holdings have raised dividends each year for 50 years.

Holding	Prospective dividend yield (%) <sup>^</sup>	Paid dividends consecutively since	Consecutive years of dividend increases	TTM* dividend change date	TTM* dividend % change	S&P credit rating
<b>Communication Services 2.01%</b>						
<b>Verizon Communications Inc.</b>	5.89	1893	20	Sep-25 & Jan-26	4.4%	BBB+
<b>Consumer Discretionary 2.96%</b>						
<b>Best Buy Co., Inc.</b>	6.35	2004	13	Mar-26	1.1%	BBB+
<b>Darden Restaurants, Inc.</b>	2.99	1995	5	Jun-25	7.1%	BBB
<b>Consumer Staples 11.78%</b>						
<b>Altria Group, Inc.</b>	5.84	1928	57	–	–	BBB+
<b>Coca-Cola Company</b>	2.69	1920	64	Feb-26	3.9%	A+
<b>McCormick &amp; Co., Inc.</b>	3.78	1925	40	Nov-25	6.7%	BBB
<b>Mondelez International Inc.</b>	3.26	2001	13	Jul-25	6.4%	BBB
<b>PepsiCo, Inc.</b>	3.74	1952	54	Feb-26	4.0%	A+
<b>Philip Morris International Inc.</b>	3.56	1928	18	Sep-25	8.9%	A-
<b>Sysco Corporation</b>	2.94	1972	50	Apr-26	1.9%	BBB
<b>Energy 9.69%</b>						
<b>Chevron Corp.</b>	3.68	1912	9	Jan-26	4.1%	AA-
<b>ConocoPhillips</b>	2.67	1934	9	Nov-25	7.7%	A-
<b>EOG Resources, Inc.</b>	2.90	1990	8	May-25	4.6%	A-
<b>Exxon Mobil Corporation</b>	2.67	1911	5	Oct-25	4.0%	AA-
<b>Targa Resources</b>	1.92	2011	5	Feb-26	25.0%	BBB
<b>Financials 16.58%</b>						
<b>CME Group, Inc.<sup>1</sup></b>	3.94	2003	13	Feb-26	4.0%	AA-
<b>Morgan Stanley</b>	2.10	1993	5	Jul-25	8.1%	A-
<b>PNC Financial Services Group, Inc.</b>	3.05	1979	5	Jul-25	6.2%	A-
<b>Principal Financial Group, Inc.<sup>2</sup></b>	3.25	2002	18	Apr-26	2.5%	A-
<b>Truist Financial Corp.</b>	4.04	1980	0	–	–	A-
<b>U.S. Bancorp</b>	3.67	1980	5	Jul-25	4.0%	A

continued on next page

<sup>1</sup> CME Group Inc.'s policy is to pay a base dividend of 50% to 60% of the prior year's cash earnings plus an annual "variable dividend." The amount of the variable dividend is determined at the end of each year, and is based on operating results, capex, potential M&A activity, and other uses of capital.

<sup>2</sup> Principal Financial Group typically raises their dividend each quarter. This is the first dividend increase earned by the portfolio since its purchase.

<sup>^</sup> Dividend yield is only one component of available portfolio characteristics and it is not and should not be viewed as a statement of current or future performance of the fund.

Dividend changes prior to sale in the TTM\*: On 5/23/25, LyondellBasell Industries N.V. increased its dividend by 2.2%. On 6/12/25, Target Corp. increased its dividend by 1.8%. On 7/1/25, Bank of New York Mellon Corp. increased its dividend by 12.8%. On 7/1/25, JPMorgan Chase & Co. increased its dividend by 7.1%. On 7/30/25, Clorox Co. increased its dividend by 1.6%. On 7/30/25, Kenvue Inc. increased its dividend by 1.2%. On 12/9/25, Realty Income Corporation increased its dividend by 2.8%. On 2/17/26, Genuine Parts Co. increased its dividend by 3.2%.

Realty Income paid an additional monthly dividend to catch up prior missed distributions in 2025. Dividend income will appear lower in 2026 as they return to their normal distribution pattern.

**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**

\* TTM represents trailing twelve months.

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

\*\*\* US companies refers to those domiciled and/or with operations in the United States, or listed on US-based exchanges.

Holding	Prospective dividend yield (%) <sup>^</sup>	Paid dividends consecutively since	Consecutive years of dividend increases	TTM* dividend change date	TTM* dividend % change	S&P credit rating
Health Care 12.60%						
<b>AbbVie Inc.</b>	3.27	1924	12	Oct-25	5.5%	A-
<b>Amgen Inc.</b>	2.91	2011	14	Dec-25	5.9%	BBB+
<b>Johnson &amp; Johnson</b>	2.33	1944	64	Apr-26	3.1%	AAA
<b>Medtronic PLC</b>	3.51	1977	48	–	–	A
<b>Merck &amp; Co., Inc.</b>	3.11	1932	15	–	–	A+
<b>Pfizer Inc.</b>	6.44	1938	0	–	–	A
Industrials 8.09%						
<b>Automatic Data Processing, Inc.</b>	3.21	1974	51	–	–	AA-
<b>MSC Industrial Direct Co., Inc.</b>	3.40	2003	4	Oct-25	2.4%	– <sup>3</sup>
<b>Paychex, Inc.</b>	4.66	1988	5	May-25	10.2%	BBB+
<b>Snap-on Incorporated</b>	2.55	1972	16	Nov-25	14.0%	A-
<b>Watsco, Inc.</b>	3.01	1974	14	Feb-26	10.0%	– <sup>3</sup>
Information Technology 6.50%						
<b>Amdocs Ltd.</b>	3.52	2012	14	–	–	BBB
<b>HP Inc.</b>	5.75	1965	10	Nov-25	3.7%	BBB
<b>Texas Instruments, Inc.</b>	2.02	1962	22	Sep-25	4.4%	A+
Materials 3.73%						
<b>Amcor PLC</b>	6.83	1922	6	Nov-25	2.0%	BBB
<b>Eastman Chemical Company</b>	4.60	1994	16	Dec-25	1.2%	BBB
Real Estate 8.93%						
<b>American Tower Corporation</b>	3.84	2011	15	Mar-26	5.3%	BBB+
<b>Kimco Realty Corporation</b>	4.32	1992	6	Oct-25	4.0%	A-
<b>NNN REIT, Inc.</b>	5.22	1985	36	Jul-25	3.4%	BBB+
<b>Prologis Inc.</b>	2.71	1994	13	Feb-26	5.9%	A
Utilities 16.86%						
<b>American Electric Power Co., Inc.</b>	2.77	1910	13	Oct-25	2.2%	BBB+
<b>Duke Energy Corporation</b>	3.29	1926	18	Jul-25	1.9%	BBB+
<b>Entergy Corp.</b>	2.17	1988	11	Oct-25	6.7%	BBB+
<b>Evergy, Inc.</b>	3.36	1980	20	Nov-25	4.1%	BBB+
<b>FirstEnergy Corp.</b>	3.91	1998	4	Feb-26	4.5%	BBB+
<b>NextEra Energy Inc.</b>	2.55	1980	32	Feb-26	10.0%	A-
<b>PPL Corporation</b>	3.04	1946	4	Feb-26	4.6%	A-
<b>Southern Company</b>	3.14	1948	25	Apr-26	2.7%	A-
<b>WEC Energy Group, Inc.</b>	3.23	1942	22	Dec-25	6.7%	A-

\* TTM represents trailing twelve months.

<sup>^</sup> Dividend yield is only one component of available portfolio characteristics and it is not and should not be viewed as a statement of current or future performance of the fund.

<sup>3</sup> No Corporate Bond Issuance.

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

Information as of 4/30/26. The fund is a managed portfolio and holdings are subject to change.

Credit ratings do not protect against market risk.

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

## Average annual total returns (%) as of 4/30/26

	Ticker symbol	Monthly returns (as of 4/30/26)				Quarterly returns (as of 3/31/26)					Expense ratio*	
		3-month	1-year	3-year	Since inception (11/15/22)	3-month	1-year	3-year	Since inception (11/15/22)	30-day yield	Before waivers	After waivers
<b>NAV</b>	FDV	4.40	21.42	12.29	10.14	8.43	12.54	11.54	9.59	2.99	0.61	0.50
<b>Market price</b>	FDV	4.75	21.22	12.34	10.37	8.45	12.91	11.65	9.86	–	0.61	0.50

**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 sold or 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, contact us or visit [FederatedHermes.com/us](https://www.federatedhermes.com/us).**

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 1/1/27 or the date of the fund's next effective prospectus.

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.

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 temporary expense waivers or reimbursements, the 30-day yield would have been 2.89% at net asset value.

**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.**

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.

Weighted average dividend yield is the prospective dividend yield for each security averaged based on the percentages of the securities in the portfolio. Prospective dividend yield is calculated by taking the most recent declared dividend payment multiplied by the number of dividend payments typically made during the year for each holding divided by the current share price for each security. This is calculated based on a snapshot in time and may change due to fluctuations in share prices, dividends actually paid and changes in holdings in the portfolio.

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.

The Bloomberg Issuer Default Risk model generates the probability of default over the next year. The model categorizes stocks based on three categories: Investment Grade, High Yield, and Distressed. The highest rating (lowest probability of default) for an Investment Grade stock is IG1, the lowest rating is IG10.

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 the end of regular trading on the New York Stock Exchange (normally 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://www.federatedhermes.com/us).

Diversification does not assure a profit nor protect against loss.

ETFs are subject to risks and fluctuate in value.

The value of equity securities in the fund's portfolio will fluctuate and, as a result, the fund's share price may decline. Equity securities may decline in value because of an increase in interest rates or changes in the stock market.

Mid-cap companies often have narrower markets and limited managerial and financial resources compared to larger and more established companies.

Large-cap companies may have fewer opportunities to expand the market for their products or services, may focus their competitive efforts on maintaining or expanding their market share, and may be less capable of responding quickly to competitive challenges. The above factors could result in the share price of large-cap companies lagging the overall stock market or growth in the general economy, and, as a result, could have a negative effect on the fund's portfolio, performance and share price.

**This material must be preceded or accompanied by a [prospectus](#).**

