

Federated Hermes SDG Engagement High Yield Credit Fund



Institutional Shares / FHHIX

Annual Shareholder Report | August 31, 2024

A Portfolio of Federated Hermes Adviser Series

This annual shareholder report contains important information about the Federated Hermes SDG Engagement High Yield Credit Fund (the "Fund") for the period of September 1, 2023 to August 31, 2024. You can find additional information about the Fund at FederatedHermes.com/us/FundInformation. You can also request this information by contacting us at 1-800-341-7400, Option 4, or your financial advisor.

This report describes changes to the Fund that occurred during the reporting period.

What were the Fund costs for the last year?

(Based on a hypothetical \$10,000 investment)

Class Name	Costs of a \$10,000 investment	Costs paid as a percentage of a \$10,000 investment
Institutional Shares	\$66	0.62%

Management's Discussion of Fund Performance

The following discussion compares the performance of the Fund to the ICE BofA Global High Yield Constrained USD Hedged Index to show how the Fund's performance compares to the returns of similar investments for the reporting period. See the Average Annual Total Returns table below for the returns of the Fund and related indexes, including the Bloomberg Global Aggregate Index, which represents the overall global investment-grade debt market. The Fund seeks to provide current income and long-term capital appreciation alongside positive societal impact.

Top Contributors to Performance

- From a sector allocation perspective, the Fund's overweight positioning in Banking, Utility and Basic Industry were top contributors to its relative performance.
- The Fund's overweight exposure to European and UK Banks contributed to returns with Natwest, Barclays and BNP Paribas recording strong returns over the period.
- From a regional perspective, the Fund's overweight positioning in Western Europe and the UK contributed to relative performance.
- Performance was positively affected during the reporting period by the Fund's use of credit default swap index contracts as a proxy for market beta. The Fund also made use of U.S. Treasury notes and short government bond futures to manage performance-at-risk that can arise from changes in interest rates. As such, contribution from Fund performance attributed to interest rate duration was additive to the performance of these securities.

Top Detractors from Performance

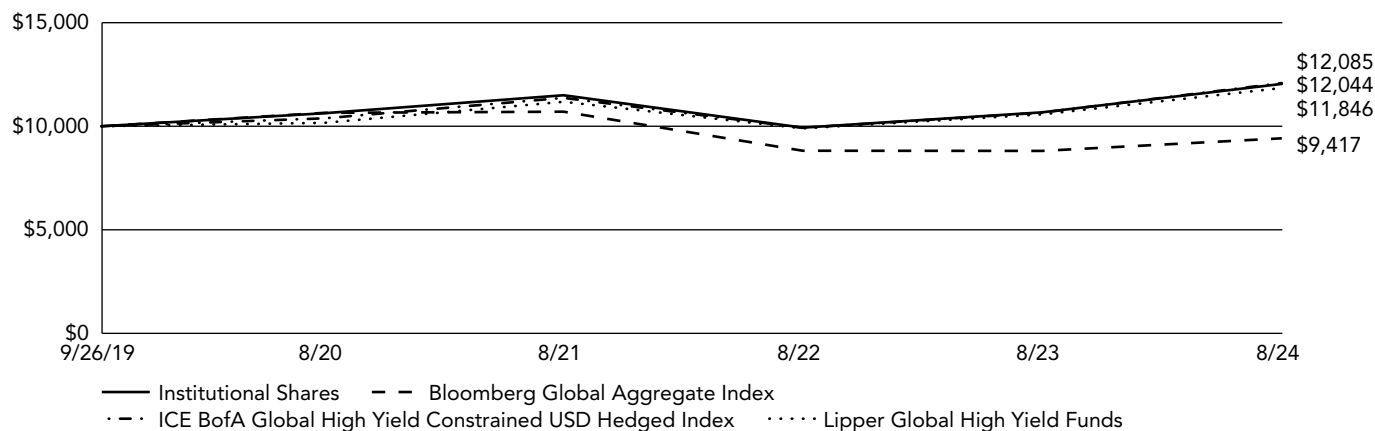
- From a sector allocation perspective, the Fund's underweight positioning in the more cyclical sectors such as Leisure and Energy detracted the most from performance.
- At the individual holdings level, the Fund's lack of exposure to Charter Communications (Media) and Petroleos Mexicanos (Energy) as well as its overweight exposure to Ardagh (Capital Goods) detracted the most from performance.
- From a ratings standpoint, the Fund's underweight positioning in lower quality-rated securities (B-rated and below) detracted the most as these outperformed over the period.

Fund Performance

Keep in mind that the Fund's past performance is not a good predictor of how the Fund will perform in the future. The graph and table do not reflect the deduction of taxes that a shareholder would pay on fund distributions or redemption of fund shares.

Cumulative Performance: September 26, 2019 through August 31, 2024

Initial Investment of \$10,000



Average Annual Total Returns

	1 Year	Since Inception
Institutional Shares ¹	12.86%	3.84%
Bloomberg Global Aggregate Index ²	6.90%	-1.21%
ICE BofA Global High Yield Constrained USD Hedged Index	13.39%	3.91%
Lipper Global High Yield Funds	12.05%	3.55%

¹ Commenced operations on September 26, 2019.

² The Fund has designated the Bloomberg Global Aggregate Index as its new broad-based securities market index in accordance with the SEC's revised definition for such an index.

Visit FederatedHermes.com/us/FundInformation and click on the link to your fund and share class for more recent performance information.

Key Fund Statistics

Net Assets	\$80,246,750
Number of Investments	197
Portfolio Turnover Rate	46%
Total Advisory Fees Paid	\$19,693

Fund Holdings

TOP SECTORS (% OF NET ASSETS)

U.S. Treasuries	17.3%
Banking	12.7%
Basic Industries	11.2%
Telecommunications	8.2%
Capital Goods	7.2%
Utilities	6.9%
Health Care	5.9%
Sovereign	5.0%
Energy	3.3%
Media	3.0%
Technology & Electronics	2.8%

Material Fund Changes

The following is a summary of material changes made to the Fund during the reporting period. For more complete and current information, you may review the Fund's disclosure documents on its webpage at FederatedHermes.com/us/FundInformation or upon request at 1-800-341-7400, Option 4, or by contacting your financial advisor.

Effective May 13, 2024, Fraser Lundie no longer serves as the Fund's portfolio manager. All other portfolio management team members continue to manage the Fund.

Availability of Additional Information

Additional information is available on the Fund's website at FederatedHermes.com/us/FundInformation, including its:

- prospectus
- financial information
- holdings
- proxy voting information

CUSIP 31423A556

Q454749-A (10/24)

Federated Securities Corp., Distributor

FederatedHermes.com/us
© 2024 Federated Hermes, Inc.