

**Report of Organizational Actions
Affecting Basis of Securities**

OMB No. 1545-2224

► See separate instructions.

Part I Reporting Issuer

1 Issuer's name FEDERATED U. S. GOVERNMENT BOND FUND		2 Issuer's employer identification number (EIN) 25-1502815	
3 Name of contact for additional information Client Service Repr	4 Telephone No. of contact 800-341-7400	5 Email address of contact investors@federatedinv.com	
6 Number and street (or P.O. box if mail is not delivered to street address) of contact 4000 ERICSSON DRIVE		7 City, town, or post office, state, and Zip code of contact WARRENDALE, PA 15086-7561	
8 Date of action August 24, 2012		9 Classification and description Tax Free Reorganization pursuant to IRC Section 368(a)	
10 CUSIP number 314284100	11 Serial number(s)	12 Ticker symbol FEDBX	13 Account number(s)

Part II Organizational Action Attach additional statements if needed. See back of form for additional questions.

- 14 Describe the organizational action and, if applicable, the date of the action or the date against which shareholders' ownership is measured for the action ► On August 24, 2012, pursuant to a plan of reorganization within the meaning of IRC Section 368(a),
(1) all or substantially all of the assets of Federated U.S. Government Fund (the Reorganizing Fund) were transferred in exchange solely for shares of Federated Total Return Government Bond Fund (the Surviving Fund),
(2) Federated Total Return Government Bond Fund shares were distributed to holders of the outstanding shares of Federated U.S. Government Bond Fund, and
(3) Federated U.S. Government Bond Fund was liquidated and dissolved.
- 15 Describe the quantitative effect of the organizational action on the basis of the security in the hands of a U.S. taxpayer as an adjustment per share or as a percentage of old basis ► Due to the tax free status of this reorganization, Federated U.S. Government Bond Fund shareholders' aggregate basis for the Federated Total Return Government Bond Fund shares received remains the same as the aggregate basis of their Federated U.S. Government Bond Fund shares exchanged. The per share basis, however, will change due to the differing number of shares received. This change will be calculated based upon the relative fair market value of the two funds as of the date of the reorganization.
- 16 Describe the calculation of the change in basis and the data that supports the calculation, such as the market values of securities and the valuation dates ► For each tax lot held in Federated U.S. Government Bond Fund, the change in tax basis will be calculated by multiplying its cost basis as of the date of the reorganization by an adjustment factor of 1.16428219. The resulting amount represents the adjusted per share tax basis. The holding period of the shares received includes the period that the exchanged Federated U.S. Government Bond Fund shares were held.

Part II Organizational Action (continued)

17 List the applicable Internal Revenue Code section(s) and subsection(s) upon which the tax treatment is based ► The tax free status of the reorganization and its impact to affected shareholders are governed by IRC Sections 354, 358, 368, and 1223.

18 Can any resulting loss be recognized? ► No loss will be recognized solely as a result of this tax free reorganization. A loss may be recognized upon disposition of the shares received by the shareholder.

19 Provide any other information necessary to implement the adjustment, such as the reportable tax year ► Shareholders should consult their tax advisor if they have questions regarding their use of the information provided on this Form.

Sign Here

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than officer) is based on all information of which preparer has any knowledge.

Signature ► /s/ Michael E. Long Date ► October 8, 2012

Print your name ► Michael E. Long Title ► Assistant Treasurer

Paid Preparer Use Only

Print/Type preparer's name	Preparer's signature	Date	Check <input type="checkbox"/> if self-employed	PTIN
Firm's name ►	Firm's EIN ►		Phone no.	
Firm's address ►				