

This letter is sent to you as a shareholder of the Federated Hermes SDG Engagement Equity Fund (the “Fund”). It is important and requires your immediate attention. If you are in any doubt as to the action to be taken, you should immediately consult your stockbroker, solicitor or attorney, accountant or other independent financial adviser. If you have sold or otherwise transferred your holding in the Fund please immediately send this document to the stockbroker or other agent through whom the sale or transfer was effected for onward transmission to the purchaser or transferee.

This letter has not been reviewed by the Central Bank of Ireland (the “Central Bank”) and it is possible that changes thereto may be necessary to meet the Central Bank’s requirements. The board of directors of Federated Hermes Investment Funds plc (each a “Director” and, together, the “Board”) is of the opinion that there is nothing contained in this letter or in the proposals detailed herein that conflicts with the regulations of the Central Bank or with best industry practice. The Board accepts responsibility for the information contained in this letter.

**Federated Hermes Investment Funds plc**  
(the “Company”)

(an investment company constituted as an umbrella fund with segregated liability between its sub-funds.)

All capitalised terms used in this letter and not defined herein shall have the meanings ascribed to them in the Company’s current prospectus dated 1 June 2021 (the “Prospectus”) and supplement for the Fund (the “Supplement”) dated 1 June 2021.

02 July 2021

Dear Shareholder

**RE: Federated Hermes SDG Engagement Equity Fund – no action required**

We are writing to you in connection with your capacity as a shareholder in the Fund.

We would like to make you aware of the following changes to the Fund which, subject to the approval of the Central Bank, will take effect on or around 9 July 2021:

**Amendment to Investment Strategy**

In order to more accurately reflect the Fund’s investment strategy, we are committing to exclude investment in companies that generate revenue from certain controversial or harmful activities. These exclusions will be detailed in the investment strategy section of the Supplement once it is noted by the Central Bank. Shareholders can see a draft extract of the exclusions in Appendix A of this notice.

The above change will not result in a material change to the overall risk profile or asset allocation of the Fund.

**Reduction in Management Fees**

We are reducing the management fees applied to the Fund. The new management fees are detailed below:

Class	Management Fee (Max)	New Management Fee (Max)
A	0.95%	0.75%
B	1.70%	1.50%
F	0.95%	0.75%
L	0.80%	0.70%
M	0.65%	0.65%
P	0.95%	0.75%
R	1.75%	1.50%
T	0.00%	0.00%
W	1.25%	1.25%
X	0.70%	0.60%
Z	0.00%	0.00%

These reductions have been proposed following a periodic review of the Fund. The Supplement and the Fund's key investor information documents will be updated to reflect this change on the same date.

Copies of the revised Supplement will be available on request from the Manager and the Administrator or alternatively can be viewed on the following website: [www.hermes-investment.com](http://www.hermes-investment.com).

If you would like to discuss this matter further, please contact your usual Federated Hermes representative, or contact the NT investor services team at [FederatedHermes\\_TA\\_Queries@ntrs.com](mailto:FederatedHermes_TA_Queries@ntrs.com).

Yours faithfully



---

Director

For and on behalf of

Federated Hermes Investment Funds plc

## Appendix A

In aiming to provide long-term capital appreciation alongside positive societal impact, the Investment Manager will also exclude investment in the following companies (based on information available to the Investment Manager on these companies):

- Companies that generate over 5% of their revenues from the extraction or exploration of fossil fuels
- Electricity utility companies with a carbon intensity not aligned with a below 1.5 degrees scenario;
- Companies that generate revenue from the production of controversial weapons and companies that generate over 5% of their revenues from production of conventional weapons;
- Companies that generate revenues from the production of tobacco products and companies that receive over 5% of their revenues from tobacco distribution;
- Companies that generate over 2% of their revenues from gambling products; and
- Companies that are in contravention of the principles of the UN Global Compact.