

Committed to liquidity management

Cash is the lifeblood of any business or portfolio. For 50 years, liquidity management has been a core business of Federated Hermes. We use our decades of experience, history of innovation and unwavering client focus to provide sound liquidity management through all market environments.

A franchise built through commitment



Experience

Experience has delivered results

Our deep bench of investment professionals averages 24 years of industry experience. Federated Hermes' dedication to liquidity management has created an investment culture of commitment and industry leadership that has delivered capital preservation while maximising yield opportunities through all market conditions. That's why our short-term money market portfolios have never broken their NAV, and we have never had to infuse capital to protect NAV.¹

Innovation

Innovation anticipates changing needs

Innovation improves client experiences and outcomes. We innovate by developing liquidity strategies, pioneering regulatory changes, enhancing access to securities and more. Federated Hermes' innovation supports the changing needs of our clients.

Client focus

Client focus fuels our culture

Our liquidity specialists and portfolio managers (PMs) partner with clients to understand and cater to their unique liquidity needs. Our dedication to serving clients is at the center of all our investment decisions.

Seeking to preserve client capital: a case study

Over the decades, Federated Hermes has used our experience, innovation and client focus during the most volatile and uncertain market conditions to preserve our clients' capital while still maximising yield potential. It was no different when the Covid-19 pandemic hit in 2020 and caused historic turmoil in the liquidity markets. We helped our investors navigate market uncertainty while working to preserve their capital. See how we did it below.

Experience

When the pandemic hit, our team talked to regulators daily about the market's challenges and potential solutions. We drew on our experience with past Federal Reserve programs to advocate for the specific programs needed during the Covid-19 market to support clients' liquidity needs.

Experience is instrumental in delivering expected client outcomes, particularly during a crisis.

Innovation

In recent years, we helped facilitate the expansion of the FICC Sponsored Repo Program, which enhances liquidity management by broadening the market's cleared reverse/repurchase agreement (repo) options. This innovation proved valuable in 2020. We promptly put client's cash to work while seeking opportunities further out the yield curve.

We innovate to improve the structure of the capital markets, our portfolios and most importantly, our clients' experiences.

Client focus

During the market unrest in early 2020, we anticipated concerns and proactively reached out to provide guidance. The liquidity team hosted seven highly attended client conference calls to address growing uneasiness in the market. In addition, our liquidity specialists and PMs had countless one-on-one conversations with clients discussing specific concerns.

Our mission is to understand our clients' needs and provide comprehensive liquidity solutions that meet their objectives.

Our commitment to liquidity is a commitment to supporting clients' needs

We aim to support investors' need for liquidity, capital preservation and a competitive yield in their cash allocation. Our liquidity management team uses their experience, drive for innovation and client focus to support the changing needs of investors. Whether clients use their cash daily or invest it for the long term, Federated Hermes has provided sound liquidity investment opportunities for over 50 years and managed through all types of market environments.

For professional investors only. The value of investments and income from them may go down as well as up, and you may not get back the original amount invested.

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¹ Although Federated Hermes stable NAV money market portfolios have never broken the stated price, there is no guarantee that such price stability will be achieved in the future. Past performance is no guarantee of future results.

Repurchase agreements consist of a financial institution selling securities to a fund agreeing to repurchase them at a mutually agreed upon price and time.

For more information about Federated Hermes' cash management investment options and how they can help you pursue your financial goals, please contact your investment professional.

An investment in money market funds is neither insured nor guaranteed by any government agency. Although some short-term money market funds seek to preserve the value of your investment per share, it is possible to lose money by investing in these funds.