

Qualifying Money Market Funds: A smart Euro cash management solution

In today's higher interest rate environment, firms are seeking smarter ways to manage client money, not just to meet regulatory obligations, but to enhance financial and operational outcomes. **Qualifying Money Market Funds (QMMFs)** offer a compelling alternative to traditional bank deposits. They aim to preserve capital, offer same-day liquidity, counterparty diversification and yield potential within a robust regulatory framework.

Why consider a QMMF over bank deposits?

While bank accounts remain familiar, they are increasingly constrained by capital rules that limit interest rates and flexibility. A QMMF such as **Federated Hermes Short-Term Euro Prime Fund** offers a strategic alternative.

Federated Hermes liquidity capabilities

- Cash-management pioneer and money market leader since 1974.
- Total managed assets of \$871.2bn of which \$652.8bn AUM in liquidity¹.
- Sterling, euro and dollar denominated money market funds.
- Our dedicated team averages 24 years of industry experience.
- Federated Hermes was the first to use "money market" in a fund name when we launched our inaugural money market fund in 1974.

¹As at 30/09/2025

Investment benefits: Enhancing value and stability

- **UCITS authorised:** Fully compliant as a UCITS Low Volatility NAV (LVNAV) Money Market Fund
- **EU QMMF compliance:** No repurchase agreements, reverse repurchase agreements, financial derivatives or other MMFs as permitted investments
- **AAA-rated fund:** Strong credit quality from leading rating agencies
- **Attractive yield potential:** Competitive returns versus traditional cash holdings
- **Diversified holdings:** Exposure to 40–60 high-quality short-term assets
- **Expert management:** Dedicated professionals with deep market insight
- **Stress-tested reliability:** Regular stress tests for resilience during market dislocation

Operational benefits: Supporting agility and compliance

- **Same-day liquidity (T+0):** Immediate access to full balances
- **Straightforward transactions:** Simple processes for investing and redeeming
- **Secure redemptions:** Proceeds sent only to designated client money accounts
- **Clear client money identification:** Transparent reporting and statements where required
- **Global administration:** Institutional-grade fund servicing

[Learn more about liquidity solutions at Federated Hermes.](#)



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. Any investments overseas may be affected by currency exchange rates. Past performance is not a reliable indicator of future results and targets are not guaranteed.

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The Federated Hermes Short-Term Euro Prime Fund, is a sub-fund of Federated Hermes International Funds Plc (the "Irish Company"). The Irish Company is organised pursuant to the Companies Acts 1963 to 2005, Part 2 and 3 of the Investment Funds, Companies, and Miscellaneous Provisions Act 2006, the Companies (Amendment) Act 2009, the Companies (Miscellaneous Provisions) Act 2009 and the Companies (Amendment) Act 2012, and the Companies (Miscellaneous Provision) Act 2013 (the "Companies Acts"), and the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations 2011, as amended (the "UCITS Regulations"). The Irish Company is incorporated in Ireland under C.R.O. No. 168193. The Irish Company is an open-ended umbrella investment company with variable capital and segregated liability between sub-funds.

For more information about any of our funds, please contact us to request additional documentation, including the prospectus, the key investor information document/key information document, and the latest semi-annual report and annual report, or visit fiml.federatedinvestors.com for fund documents for the Irish Company. Before investing, carefully consider the fund's investment objectives, risks, charges and expenses. Further information about these and other important subjects can be found in each fund's prospectus.

Money market ratings are based on an evaluation of several factors, including credit quality, diversification and maturity of assets in the portfolio, as well as management strength and operational capabilities. A money market fund rating by Standard & Poor's is granted after evaluating a number of factors, including credit quality, market price exposure and management. An AAA rating by Standard & Poor's means that the fund has extremely strong capacity to maintain principal stability and to limit exposure to principal losses due to credit risk. An AAA rating by Standard & Poor's means that the fund's portfolio holdings and counterparties provide extremely strong protection against losses from credit defaults. Money market funds rated Aaa-mf by Moody's are judged to be of an investment quality similar to Aaa-rated fixed income obligations, that is, they are judged to be of the best quality. Fitch's money market fund ratings are an assessment of a money market fund's capacity to preserve principal and provide liquidity through limiting credit, market and liquidity risk. For more information on credit ratings, visit standardandpoors.com, moody.com and fitchratings.com. Ratings are subject to change and do not remove market risk. Credit ratings do not provide assurance against default or other loss of money and can change.

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Federated Hermes

Federated Hermes is a global leader in active, responsible investing.

Guided by our conviction that responsible investing is the best way to create long-term wealth, we provide specialised capabilities across equity, fixed income and private markets, multi-asset and liquidity management strategies, and world-leading stewardship.

Our goals are to help people invest and retire better, to help clients achieve better risk-adjusted returns and, where possible, to contribute to positive outcomes that benefit the wider world.

Our investment and stewardship capabilities:

- **Active equities:** global and regional
- **Fixed income:** across regions, sectors and the yield curve
- **Liquidity:** solutions driven by five decades of experience
- **Private markets:** private equity, private credit, real estate and infrastructure
- **Stewardship:** corporate engagement, proxy voting and policy advocacy

For more information, visit www.hermes-investment.com or connect with us on social media:

