

## INTERNATIONAL

### Product Highlights

- Pursues a high level of current income with a secondary objective of capital appreciation.
- Invests primarily in government and corporate bonds of emerging market governments and corporations.

### Morningstar Category

Emerging Markets Bond

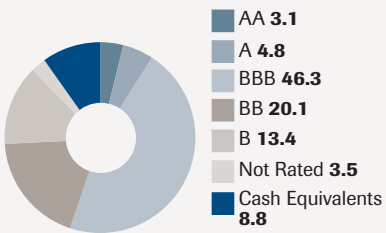
### Benchmark

J.P. Morgan Emerging Markets Bond Index Global

### Nasdaq Symbols

Class A Shares (A)	IHIAX
Class B Shares (B)	IHIBX
Class C Shares (C)	IHICX
Class F Shares (F)	IHIFX

### Quality Breakdown (%) \*\*



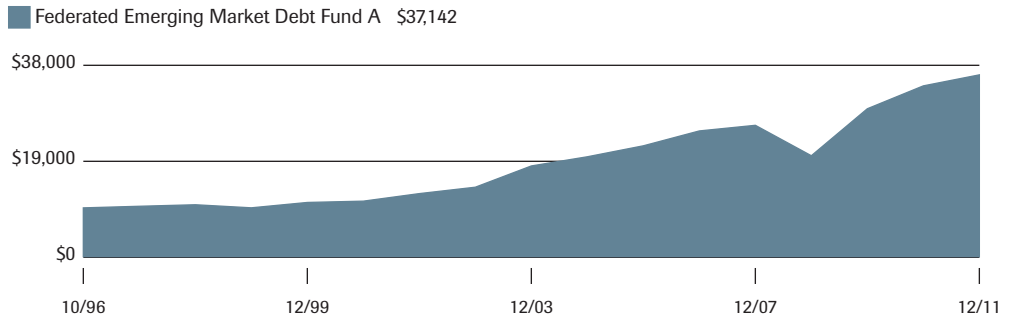
LIPPER  
FUND AWARDS 2011  
UNITED STATES

We are pleased to announce that IHIAX has received a Lipper Fund Award as Best Fund for the three year period ending 12/31/2010 out of 74 funds in the Lipper emerging markets debt fund universe.

Not FDIC Insured  
May Lose Value • No Bank Guarantee

### Growth Over Time

If you had invested \$10,000 on 10/31/96 (month end of the fund's performance inception) and reinvested all distributions, here's how your account would have grown by 12/31/11.



### Average Annual Total Returns (%)

Performance shown is before tax.

NAV	Performance Inception	Cumulative 3 Month	1 Year	5 Year	10 Year	15 Year	Since Inception	Expense Ratio*	
								Before Waivers	After Waivers
A	10/2/96	6.07	6.43	7.62	11.10	8.86	8.99	1.75	1.27
B	10/2/96	5.88	5.52	6.80	10.42	8.42	8.55	2.47	2.02
C	10/2/96	5.89	5.65	6.81	10.25	8.04	8.16	2.47	2.02
F	5/31/07	6.06	6.42	N/A	N/A	N/A	7.42	1.71	1.27
Benchmark		5.12	8.46	8.10	11.06	9.81	N/A	N/A	N/A
Lipper Emerging Markets Debt Funds Average		2.90	1.64	6.53	10.91	9.59	N/A	N/A	N/A

### Calendar Year Total Returns (%)

Class A Shares/NAV

2011	2010	2009	2008	2007	2006	2005	2004	2003	2002
6.43	15.40	46.25	-23.05	4.46	13.34	10.89	10.06	30.29	10.06
2001	2000	1999	1998	1997	1996	1995	1994	1993	1992
13.41	2.41	10.85	-5.84	2.95	N/A	N/A	N/A	N/A	N/A

Performance data quoted represents past performance which is no guarantee of future results. Investment return and principal value will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost. Current performance may be lower or higher than what is stated. To view performance current to the most recent month-end, and for after tax returns, contact us or visit [FederatedInvestors.com](http://FederatedInvestors.com). Maximum Offering Price figures reflect the maximum sales charges of 4.5% for Class A Shares and 1% for Class F Shares, and the maximum contingent deferred sales charges of 5.5% for Class B Shares, 1% for Class C Shares and 1% for Class F Shares. See the prospectus for other fees and expenses that apply to a continued investment in the fund.

\* The Adviser and its affiliates have voluntarily agreed to waive their fees and/or reimburse expenses so that total annual fund operating expenses (excluding acquired fund fees and expenses of 0.02%) paid by Class A, B, C and F Shares (after the voluntary waivers and/or reimbursements) will not exceed 1.25%, 2.00%, 2.00% and 1.25% respectively, through the later of 1/31/12 or the date of the fund's next effective prospectus.

### Lipper Fund Award

The currency for the calculation corresponds to the currency of the country for which the awards are calculated and relies on monthly data. Classification averages are calculated with all eligible share classes for each eligible classification. The calculation periods extend over 36, 60, and 120 months. The highest Lipper Leader for Consistent Return (Effective Return) value within each eligible classification determines the fund classification winner over three, five, or ten years. For a detailed explanation please review the Lipper Leaders methodology document on [www.lipperweb.com](http://www.lipperweb.com). Although Lipper makes reasonable efforts to ensure the accuracy and reliability of the data contained herein, the accuracy is not guaranteed by Lipper. Users acknowledge that they have not relied upon any warranty, condition, guarantee or representation made by Lipper. Any use of the data for analyzing, managing or trading financial instruments is at the user's own risk. This is not an offer to buy or sell securities.

Past performance is no guarantee of future results.

# Federated Emerging Market Debt Fund

## Key Investment Team Members

Roberto Sanchez-Dahl, CFA  
Paolo H. Valle

## Fund Statistics

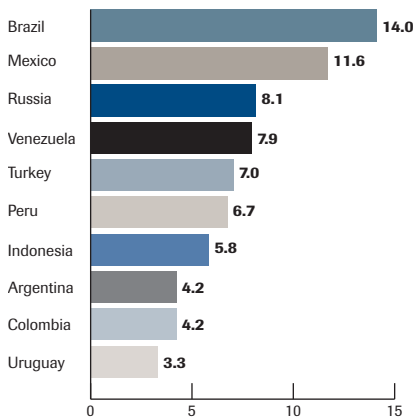
Portfolio Assets	\$179.4 m
Number of Holdings	84
Dividends	Paid Monthly
30-Day Yield	4.19%
Weighted Average Effective Maturity	14.2 Years
Weighted Average Effective Duration	7.9 Years

## Top Holdings (%)

Turkey, Government of, <i>Turkey</i>	7.0
Brazil, Government of, <i>Brazil</i>	6.0
Russia, Government of, <i>Russia</i>	4.7
Peru, Government of, <i>Peru</i>	4.6
Argentina, Government of, <i>Argentina</i>	4.2
Venezuela, Government of, <i>Venezuela</i>	3.8
Petroleos de Venezuela, S.A., <i>Venezuela</i>	3.5
United Mexican States, <i>Mexico</i>	3.4
Republica Oriental del Uruguay, <i>Uruguay</i>	3.3
Indonesia, Government of, <i>Indonesia</i>	3.2

## Country Weightings (%)

### Top Countries



## Federated knows...

### Stability

Ranks as a leading global investment manager, managing approximately \$370 billion in assets, delivering competitive and consistent results since 1955 and fostering growth by reinvesting in the company

### Investment Solutions

Offers broad product lines spanning domestic and international equity, fixed income, alternative and money market strategies with the goal of long-term, consistent, competitive performance

### Diligence

Takes the long view, believing that doing business the right way over time will present opportunity for future growth

**Investors should carefully consider the fund's investment objectives, risks, charges and expenses before investing. To obtain a summary prospectus or prospectus containing this and other information, contact us or visit [FederatedInvestors.com](http://FederatedInvestors.com). Please carefully read the summary prospectus or the prospectus before investing.**

### Past performance is no guarantee of future results.

Effective February 21, 2011, the fund's name was changed from Federated International High Income Fund to Federated Emerging Market Debt Fund.

### A WORD ABOUT RISK

Mutual funds are subject to risks and fluctuate in value. International investing involves special risks including currency risk, increased volatility, political risks and differences in auditing and other financial standards. Prices of emerging markets securities can be significantly more volatile than the prices of securities in developed countries, and currency risk and political risks are accentuated in emerging markets.

High yield, lower-rated securities generally entail greater market, credit/default and liquidity risks, and may be more volatile than investment grade securities.

Bond prices are sensitive to changes in interest rates and a rise in interest rates can cause a decline in their prices.

### DEFINITIONS

The holdings percentages are based on net assets at the close of business on 12/31/11 and may not necessarily reflect adjustments that are routinely made when presenting net assets for formal financial statement purposes. Because this is a managed portfolio, the investment mix will change.

Total return represents the change in value of an investment after reinvesting all income and capital gains. Total return would have been lower in the absence of temporary expense waivers or reimbursements.

The 30-day yield for Class A Shares is calculated by dividing the net investment income per share for the 30 days ended on the date of calculation by the maximum offering price per share on that date. The figure is compounded and annualized. In the absence of temporary expense waivers or reimbursements, the 30-day yield would have been 3.86%. Yields for other classes will vary.

Growth Over Time performance is for the fund's Class A Shares. Figures do not reflect the 4.5% maximum sales charge. The fund offers additional share classes whose performance will vary due to differences in charges and expenses.

Weighted average effective maturity is the average time to maturity of debt securities held in the fund.

Weighted average effective duration is a measure of security's price sensitivity to changes in interest rates. Securities with longer durations are more sensitive to changes in interest rates than securities of shorter durations.

J.P. Morgan Emerging Markets Bond Global Index (EMBI) is a total return, unmanaged trade weighted index for U.S. dollar-denominated debt instruments issued by emerging market sovereign and quasi-sovereign entities: Brady bonds, loans, Eurobonds. The EMBI Global tracks total return for issuers in 31 countries. Indexes are unmanaged and cannot be invested in directly.

\*\* The ratings agencies that provided the ratings are Standard and Poor's, Moody's and Fitch. When ratings vary, the highest rating is used. Credit ratings of A or better are considered to be high credit quality; credit ratings of BBB are good credit quality and the lowest category of investment grade; credit ratings BB and below are lower-rated securities ("junk bonds"); and credit ratings of CCC or below have high default risk. The credit quality breakdown does not give effect to the impact of any credit derivative investments made by the fund.

### RATINGS AND RATING AGENCIES

Lipper Averages represent the average total returns reported by all mutual funds designated by Lipper, Inc. as falling into the respective categories indicated and do not reflect sales charges. Data Source: Lipper, A Reuters Company. Copyright 2012© Reuters. All rights reserved. Any copying, republication or redistribution of Lipper content, including by caching, framing or similar means, is expressly prohibited without the prior written consent of Lipper. Lipper shall not be liable for any errors or delays in the content, or for any actions taken in reliance thereon.

Morningstar Category identifies funds based on their actual investment styles as measured by their underlying portfolio holdings over the past three years. If the fund is less than three years old, the category is based on the life of the fund. ©2012 Morningstar, Inc. All Rights Reserved. The information contained herein: (1) is proprietary to Morningstar and/or its content providers; (2) may not be copied or distributed; and (3) is not warranted to be accurate, complete or timely. Neither Morningstar nor its content providers are responsible for any damages or losses arising from any use of this information. Past performance is no guarantee of future results.