

FEDERATED MUNI AND STOCK ADVANTAGE
FUND

Federated

WORLD-CLASS INVESTMENT MANAGER®

PORTFOLIO AS OF MARCH 31, 2009
CURRENT NET ASSETS -- \$ 541,351,048

Principal Amount or Shares		Value
	<i>COMMON STOCKS (1)--38.0%</i>	
	Consumer Discretionary--2.2%	
\$ 63,615	Block (H&R), Inc.	\$ 1,157,157
92,555	Gap (The), Inc.	1,202,289
15,625	Genuine Parts Co.	466,562
20,920	Hasbro, Inc.	524,464
24,415	Home Depot, Inc.	575,217
127,320	Leggett and Platt, Inc.	1,653,887
125,160	Mattel, Inc.	1,443,095
18,340	McDonald's Corp.	1,000,814
18,610	Stanley Works	541,923
109,925	Time Warner, Inc.	2,121,552
19,510	V.F. Corp.	1,114,216
	TOTAL	11,801,176
	Consumer Staples--5.0%	
90,570	Altria Group, Inc.	1,450,931
27,395	Corn Products International, Inc.	580,774
15,240	Heinz (H.J.) Co.	503,834
71,350	Kimberly-Clark Corp.	3,289,949
32,640	PepsiCo, Inc.	1,680,307
105,195	Procter & Gamble Co.	4,953,633
28,680	Reynolds American, Inc.	1,027,891
120,390	Sysco Corp.	2,744,892
68,710	The Coca-Cola Co.	3,019,804
54,710	The Pepsi Bottling Group, Inc.	1,211,279
131,915	Wal-Mart Stores, Inc.	6,872,771
	TOTAL	27,336,065
	Energy--5.1%	
25,655	BP PLC, ADR	1,028,765
89,320	Chevron Corp.	6,005,877
120,125	ConocoPhillips	4,704,095
17,250	Diamond Offshore Drilling, Inc.	1,084,335
24,905	ENI S.p.A, ADR	954,360
94,285	Exxon Mobil Corp.	6,420,808
66,425	Marathon Oil Corp.	1,746,313

Principal Amount or Shares		Value
7,145	PetroChina Co. Ltd. - ADR	569,456
22,215	Royal Dutch Shell PLC	984,124
35,545 (2)	Southern Union Co.	540,995
28,590	Technip SA	997,791
29,035	Tenaris SA, ADR	585,636
14,785	Tidewater, Inc.	548,967
31,330	Total SA, ADR	1,537,050
	TOTAL	27,708,572
	Financials--6.5%	
73,540	Ace, Ltd.	2,971,016
51,705	Bancorpsouth, Inc.	1,077,532
60,370	Bank of Hawaii Corp.	1,991,003
120,425	Chubb Corp.	5,096,386
30,200	Commerce Bancshares, Inc.	1,096,260
49,810	Cullen Frost Bankers, Inc.	2,338,081
64,980	Glacier Bancorp, Inc.	1,020,836
97,185	Hudson City Bancorp, Inc.	1,136,093
123,720	Morgan Stanley	2,817,104
100,105	New York Community Bancorp, Inc.	1,118,173
9,780	Northern Trust Corp.	585,040
16,345	PartnerRe Ltd.	1,014,534
24,735	People's United Financial, Inc.	444,488
38,685	Prosperity Bancshares, Inc.	1,058,035
44,395	The Bank of New York Mellon Corp.	1,254,159
167,650	The Travelers Cos, Inc.	6,813,296
24,300	UMB Financial Corp.	1,032,507
50,220	WestAmerica Bancorp.	2,288,023
	TOTAL	35,152,566
	Health Care--6.1%	
20,525	Abbott Laboratories	979,042
46,460	AstraZeneca Group PLC, ADR	1,647,007
106,835	Bristol-Myers Squibb Co.	2,341,823
138,380	Johnson & Johnson	7,278,788
16,215	Lilly (Eli) & Co.	541,743
18,345	Medtronic, Inc.	540,627
140,415	Merck & Co., Inc.	3,756,101
25,950	Novartis AG, ADR	981,688
149,865	PDL BioPharma, Inc.	1,061,044
484,215	Pfizer, Inc.	6,595,008
174,190	Wyeth	7,497,138
	TOTAL	33,220,009
	Industrials--3.4%	
11,730	3M Co.	583,216
39,750	ABB Ltd., ADR	554,115
37,835	CSX Corp.	978,035
13,600	General Dynamics Corp.	565,624
58,625	General Electric Co.	592,699
40,205	Lockheed Martin Corp.	2,775,351
34,680	Norfolk Southern Corp.	1,170,450
81,675	Northrop Grumman Corp.	3,564,297
27,700	Raytheon Co.	1,078,638
31,170	Republic Services, Inc.	534,565

Principal Amount or Shares		Value
9,795	Siemens AG, ADR	558,021
53,735	Tyco International Ltd.	1,051,057
24,950	Union Pacific Corp.	1,025,694
12,420	United Parcel Service, Inc.	611,312
37,405	United Technologies Corp.	1,607,667
38,560	Waste Management, Inc.	987,136
	TOTAL	18,237,877
	Information Technology--2.4%	
23,030	Adtran, Inc.	373,316
141,895	Intel Corp.	2,135,520
45,340	International Business Machines Corp.	4,392,993
274,820	Microsoft Corp.	5,048,443
212,350	Xerox Corp.	966,192
	TOTAL	12,916,464
	Materials--2.0%	
31,240	Air Products & Chemicals, Inc.	1,757,250
56,925	Allegheny Technologies, Inc.	1,248,365
45,260	Bemis Co., Inc.	949,102
9,640	Compass Minerals International, Inc.	543,407
385,920	Gold Fields Ltd., ADR	4,376,333
15,755	PPG Industries, Inc.	581,359
87,985	Sealed Air Corp.	1,214,193
	TOTAL	10,670,009
	Telecommunication Services--3.8%	
375,420	AT&T, Inc.	9,460,584
100,875	BCE, Inc.	2,007,413
40,490	Deutsche Telekom AG, ADR	500,051
24,680	Nippon Telegraph & Telephone Corp., ADR	469,660
17,990	Telefonica SA	1,072,564
140,005	Verizon Communications	4,228,151
151,260	Vodafone Group PLC, ADR	2,634,949
	TOTAL	20,373,372
	Utilities--1.5%	
41,350	AGL Resources, Inc.	1,097,016
163,155	CenterPoint Energy, Inc.	1,701,707
18,945	Edison International	545,805
30,035	Exelon Corp.	1,363,289
21,375	FirstEnergy Corp.	825,075
23,725	P G & E Corp.	906,769
36,900	Sempra Energy	1,706,256
	TOTAL	8,145,917
	TOTAL COMMON STOCKS	205,562,027
	MUNICIPAL BONDS--58.3%	
	Alabama--0.3%	
1,050,000	Courtland, AL IDB, (International Paper Co.), PCR Refunding Bonds (Series 2005A), 5.000%, 06/01/2025	657,846
1,370,000	Montgomery, AL BMC Special Care Facilities Finance Authority, (Health Care Authority for Baptist Health, AL), Revenue Refunding Bonds (Series 2004-C), 5.125%, 11/15/2024	1,172,350
	TOTAL	1,830,196
	Alaska--0.2%	
1,000,000	Alaska Municipal Bond Bank, Revenue Bonds, 5.250%, (MBIA Insurance Corp. INS), 12/01/2022	1,023,370
	Arizona--3.8%	

Principal Amount or Shares		Value
4,145,000	Arizona State University, COP (Series 2005A), 5.000%, (AMBAC INS), 09/01/2027	3,962,164
5,525,000	Phoenix, AZ Civic Improvement Corp., Excise Tax Revenue Bonds, 5.000%, (FGIC & MBIA Insurance Corp. INS), 07/01/2030	5,425,274
4,315,000	Phoenix, AZ Civic Improvement Corp., Senior Lien Airport Revenue Refunding Bonds (Series 2008C), 5.000%, 07/01/2022	4,459,984
2,000,000	Salt River Project, AZ Agricultural Improvement & Power District, Electric System Revenue Bonds (Series 2008A), 5.000%, 01/01/2028	2,015,360
4,000,000	Salt River Project, AZ Agricultural Improvement & Power District, Electric System Revenue Bonds (Series 2009A), 5.000%, 01/01/2039	3,944,800
669,000	Tempe, AZ IDA, (Friendship Village of Tempe), Senior Living Refunding Revenue Bonds (Series 2004A), 5.375%, 12/01/2013	613,366
	TOTAL	20,420,948
	Arkansas--0.2%	
1,000,000	Independence County, AR, (Entergy Arkansas, Inc.), PCR Refunding Bonds (Series 2005), 5.000%, 01/01/2021	917,240
	California --5.3%	
100,000	ABAG Finance Authority for Non-Profit Corporations, CA, (Hamlin School), Revenue Bonds (Series 2007), 5.000%, 08/01/2037	61,127
200,000	ABAG Finance Authority for Non-Profit Corporations, CA, (Institute on Aging), Insured Health Facility Revenue Bonds (Series 2008A), 5.650%, (GTD by California Mortgage Insurance), 08/15/2038	174,540
150,000	Bay Area Toll Authority, CA, San Francisco Bay Area Toll Bridge Revenue Bonds (Series 2007F), 5.000%, 04/01/2024	152,522
200,000	Beverly Hills, CA Unified School District, UT GO Bonds (Election 2002-Series B), 5.000%, 08/01/2027	196,920
2,000,000	California Educational Facilities Authority, (California College of the Arts), Revenue Bonds (Series 2005), 5.000%, 06/01/2035	1,259,340
200,000	California Health Facilities Financing Authority, (Sutter Health), Revenue Bonds (Series 2007A), 5.250%, 11/15/2046	173,714
100,000	California Health Facilities Financing Authority, (Sutter Health), Revenue Bonds (Series 2008A), 5.250%, 08/15/2022	100,287
570,000	California Health Facilities Financing Authority, Health Facility Revenue Bonds (Series 2004I), 4.95% TOBs (Catholic Healthcare West), Mandatory Tender 7/1/2014	568,655
100,000	California Infrastructure & Economic Development Bank, (Walt Disney Family Museum), Revenue Bonds (Series 2008), 5.000%, 02/01/2023	93,346
400,000	California State Department of Water Resources Power Supply Program, Revenue Bonds (Series 2008H), 5.000%, (FSA INS), 05/01/2022	413,076
300,000	California State, Refunding UT GO Bonds, 5.000%, 12/01/2017	309,675
3,000,000	California State, UT GO Bonds, 5.000%, 11/01/2022	2,918,310
315,000	California State, UT GO Bonds, 5.250%, 02/01/2019	319,788
250,000	California State, Various Purpose UT GO Bonds, 5.250%, 11/01/2018	255,300
900,000	California State, Various Purpose UT GO Bonds, 5.000%, 11/01/2021	886,095
300,000	California State, Various Purpose UT GO Bonds, 5.250%, 11/01/2019	304,446
1,100,000	California State, Various Purpose UT GO Bonds, 5.500%, 03/01/2026	1,089,198
3,000,000	California State, Various Purpose UT GO Bonds, 6.000%, 04/01/2038	2,987,730
100,000	California Statewide Communities Development Authority, (Daughters of Charity Health System), Revenue Bonds (Series 2005A), 5.250%, 07/01/2035	63,852
100,000	California Statewide Communities Development Authority, (Front Porch at Walnut Village), Revenue Bonds (Series 2007A), 5.125%, 04/01/2037	62,196
300,000	Chino Basin Desalter Authority, Desalter Revenue Refunding Bonds (Series 2008A), 5.000%, (Assured Guaranty Corp. INS), 06/01/2021	313,602
300,000	Eastern Municipal Water District of Riverside County, CA, Water & Sewer Revenue Fixed Rate COP (Series 2008H), 5.000%, 07/01/2026	295,884
860,000	Glendale, CA Unified School District, UT GO Bonds (Series 2003F), 5.000%, (MBIA Insurance Corp. INS), 09/01/2023	883,951

Principal Amount or Shares		Value
300,000	Grossmont-Cuyamaca, CA Community College District, Refunding UT GO Bonds, 5.000%, (Assured Guaranty Corp. INS), 08/01/2020	318,666
50,000	Irvine, CA Assessment District No. 04-20, Special Assessment Bonds (Group One), 5.000%, 09/02/2030	37,115
300,000	Los Angeles, CA Community College District, GO Bonds (2001 Election 2008 Series E-1), 5.000%, 08/01/2033	288,942
100,000	Los Angeles, CA Harbor Department, Revenue Refunding Bonds (Series 2001A), 5.000%, (AMBAC INS), 08/01/2025	100,299
1,390,000	Los Angeles, CA Unified School District, UT GO Bonds (Series 2009D), 5.000%, 01/01/2034	1,307,239
200,000	Regents of the University of California Medical Center, Libor Floating Rate Index Bonds (Series 2007C-2), (MBIA Insurance Corp. INS), 1.566%, 05/15/2043	83,800
50,000	Roseville, CA Natural Gas Financing Authority, Gas Revenue Bonds (Series 2007), 5.000%, 02/15/2028	31,066
100,000	Sacramento, CA Unified School District, (Election of 2002, Series 2005), 5.000%, (MBIA Insurance Corp. INS), 07/01/2030	95,580
360,000	San Mateo, CA Union High School District, UT GO Bonds (Election 2006 Series A), 5.000%, 09/01/2020	382,399
1,000,000	Trustees of the California State University, Revenue Bonds (Series A), 5.125%, (AMBAC INS), 11/01/2026	1,001,740
150,000	University of California, General Revenue Bonds (Series 2008L), 5.000%, 05/15/2025	152,091
5,000,000	University of California, General Revenue Bonds (Series 2009O), 5.750%, 05/15/2029	5,228,400
4,000,000	University of California, LT Project Revenue Bonds (2005 Series B), 5.000%, (FSA INS), 05/15/2023	4,084,680
1,545,000	Yucaipa Valley Water District, CA, Water System Revenue COP (Series 2004A), 5.250%, (MBIA Insurance Corp. INS), 09/01/2023	1,493,845
	TOTAL	28,489,416
	Colorado—1.2%	
1,500,000	Colorado Educational & Cultural Facilities Authority, (Peak to Peak Charter School Project), Refunding Revenue Bonds, 5.250%, (Syncora Guarantee, Inc. INS), 08/15/2019	1,404,375
710,000	Colorado Health Facilities Authority, (Evangelical Lutheran Good Samaritan Society), Health Facilities Revenue Bonds (Series 2004A), 5.250%, 06/01/2034	530,313
495,000	Colorado Health Facilities Authority, (Evangelical Lutheran Good Samaritan Society), Health Facilities Revenue Bonds (Series 2005), 5.250%, 06/01/2023	427,903
1,590,000	Colorado State Higher Education Capital Construction Lease Purchase Financing Program, COP (Series 2008), 5.500%, 11/01/2027	1,626,777
1,250,000	Conservatory Metropolitan District, CO, LT GO Bonds, 6.750%, (United States Treasury PRF 12/1/2013@102), 12/01/2034	1,539,638
1,000,000	Denver, CO Health & Hospital Authority, Revenue Bonds, 6.250%, (United States Treasury PRF 12/1/2014@100), 12/01/2033	1,197,820
	TOTAL	6,726,826
	Connecticut--0.2%	
1,100,000	Connecticut State, UT GO Bonds (Series 2009A), 5.000%, 02/15/2029	1,133,660
	District of Columbia--1.8%	
3,965,000	District of Columbia Water & Sewer Authority, Public Utility Refunding Revenue Bonds (Series 2008A), 5.000%, (Assured Guaranty Corp. INS), 10/01/2026	3,976,895
1,000,000	District of Columbia Water & Sewer Authority, Public Utility Subordinated Lien Revenue Refunding Bonds (Series 2008A), 5.000%, (Assured Guaranty Corp. INS), 10/01/2023	1,024,860
5,000,000	District of Columbia, UT GO Bonds (Series 2004A), 5.000%, (FSA INS), 06/01/2025	5,054,100
	TOTAL	10,055,855
	Florida--2.6%	
900,000	Broward County, FL Educational Facilities Authority, (Nova Southeastern University), Educational Facilities Revenue Bonds (Series 2004B), 5.600%, 04/01/2029	740,367
640,000	East Homestead, FL Community Development District, Special Assessment Revenue Bonds (Series 2005), 5.450%, 05/01/2036	383,494
2,275,000	Florida State Department of Children & Families, (Florida State), (South Florida Evaluation Treatment Center) COP, 5.000%, 10/01/2020	2,313,493

Principal Amount or Shares		Value
3,000,000	Florida State Education System, Facilities Revenue Bonds (Series 2005A), 5.000%, (MBIA Insurance Corp. INS), 05/01/2027	2,940,420
750,000	Miami Beach, FL Health Facilities Authority, (Mt. Sinai Medical Center, FL), Hospital Revenue Bonds (Series 2001A), 6.700%, 11/15/2019	577,140
1,100,000	Miami-Dade County, FL Aviation, Revenue Bonds (Series 2008B), 5.000%, (Assured Guaranty Corp. INS), 10/01/2023	1,100,825
385,000	Orlando, FL Urban Community Development District, Capital Improvement Revenue Bonds, 6.000%, 05/01/2020	298,233
3,000,000	Palm Beach County, FL, Public Improvement Revenue Bonds (Series 2008-2), 5.375%, 11/01/2028	3,084,690
1,715,000	Tolomato Community Development District, FL, Special Assessment Revenue Bonds (Series 2006), 5.400%, 05/01/2037	954,260
1,500,000	Volusia County, FL Education Facility Authority, (Embry-Riddle Aeronautical University, Inc.), Educational Facilities Refunding Revenue Bonds (Series 2005), 5.000%, (Radian Asset Assurance, Inc. INS), 10/15/2025	1,201,200
485,000	Winter Garden Village at Fowler Groves Community Development District, FL, Special Assessment Bonds (Series 2006), 5.650%, 05/01/2037	345,490
	TOTAL	13,939,612
	Georgia--1.1%	
5,000,000	Athens-Clarke County, GA Water & Sewerage, Revenue Bonds (Series 2008), 5.625%, 01/01/2028	5,285,850
615,000	Atlanta, GA, (Eastside Tax Allocation District), Tax Allocation Bonds (Series 2005B), 5.600%, 01/01/2030	413,151
	TOTAL	5,699,001
	Illinois--2.5%	
2,615,000	Chicago, IL Housing Authority Capital Program, Refunding Revenue Bonds, 5.000%, (FSA INS), 07/01/2017	2,749,437
5,600,000	Chicago, IL Housing Authority Capital Program, Refunding Revenue Bonds, 5.000%, (FSA INS), 07/01/2026	5,398,848
1,180,000	Chicago, IL O'Hare International Airport, General Airport Third Lien Revenue Bonds (Series 2005A), 5.250%, (MBIA Insurance Corp. INS), 01/01/2026	1,164,389
1,000,000	Chicago, IL Park District, LT GO Bonds (Series 2004A), 5.000%, (AMBAC INS), 01/01/2026	1,003,130
415,000	DuPage County, IL, (Naperville Campus LLC), Special Tax Bonds (Series 2006), 5.625%, 03/01/2036	233,172
1,335,000	Harvey, IL, Refunding & Improvement UT GO Bonds (Series 2007A), 5.625%, 12/01/2032	1,194,705
1,000,000	Illinois Finance Authority, (Friendship Village of Schaumburg), Revenue Bonds (Series 2005A), 5.625%, 02/15/2037	554,200
875,000	Illinois Finance Authority, (Landing at Plymouth Place), Revenue Bonds (Series 2005A), 6.000%, 05/15/2025	634,384
625,000	Illinois Finance Authority, (Landing at Plymouth Place), Revenue Bonds (Series 2005A), 6.000%, 05/15/2037	389,813
	TOTAL	13,322,078
	Indiana--0.6%	
2,500,000	Indiana Health & Educational Facility Financing Authority, (Baptist Homes of Indiana), Revenue Bonds (Series 2005), 5.250%, 11/15/2035	1,710,225
2,500,000	St. Joseph County, IN Hospital Authority, (Madison Center Obligated Group), Health Facilities Revenue Bonds (Series 2005), 5.375%, 02/15/2034	1,698,450
	TOTAL	3,408,675
	Iowa--0.3%	
2,035,000	Iowa Finance Authority, (Deerfield Retirement Community, Inc.), Senior Living Facility Revenue Refunding Bonds (Series 2007A), 5.500%, 11/15/2037	1,164,325
500,000	Scott County, IA, (Ridgecrest Village), Revenue Refunding Bonds (Series 2004), 5.625%, 11/15/2018	404,190
	TOTAL	1,568,515
	Louisiana--0.6%	

Principal Amount or Shares		Value
1,000,000	St. John the Baptist Parish, LA, (Marathon Oil Corp.), Environmental Improvement Refunding Revenue Bonds (Series 1998), 5.350%, 12/01/2013	928,780
3,000,000	St. John the Baptist Parish, LA, (Marathon Oil Corp.), Revenue Bonds (Series 2007A), 5.125%, 06/01/2037	2,082,390
	TOTAL	3,011,170
	Maryland--0.1%	
265,000	Maryland State Health & Higher Educational Facilities Authority, (King Farm Presbyterian Retirement Community), Revenue Bonds (Series 2007B), 5.000%, 01/01/2017	202,031
500,000	Maryland State IDFA, (Our Lady of Good Counsel High School), EDRBs (Series 2005A), 6.000%, 05/01/2035	326,350
	TOTAL	528,381
	Massachusetts--0.9%	
4,000,000	Commonwealth of Massachusetts, UT GO Bonds (Series 2009A), 5.000%, 03/01/2034	3,971,640
205,000	Massachusetts HEFA, (Milford Regional Medical Center), Revenue Bonds (Series 1998C), 5.750%, 07/15/2013	194,244
960,000	Massachusetts Water Resources Authority, General Revenue Bonds (Series 2009A), 5.000%, 08/01/2039	943,738
	TOTAL	5,109,622
	Michigan--2.8%	
9,000,000	Detroit, MI City School District, UT GO Bonds (Series 2005A), 5.000%, (FSA INS), 05/01/2017	9,304,560
4,370,000	Detroit, MI, UT GO Bonds (Series 2008-A), 5.000%, (Assured Guaranty Corp. INS), 04/01/2024	3,655,592
1,000,000	Michigan State Hospital Finance Authority, (Oakwood Obligated Group), Revenue Bonds, 5.500%, 11/01/2013	1,002,760
1,000,000	Riverview, MI Community School District, Refunding UT GO Bonds, 5.000%, (GTD by Q-SBLF), 05/01/2021	1,039,030
	TOTAL	15,001,942
	Mississippi--0.1%	
900,000	Mississippi Hospital Equipment & Facilities Authority, (Southwest Mississippi Regional Medical Center), Refunding & Improvement Revenue Bonds, 5.750%, 04/01/2023	754,614
	Missouri--0.6%	
1,500,000	Missouri Development Finance Board, (Branson, MO), Infrastructure Facilities Revenue Bonds (Series 2004A), 5.250%, 12/01/2019	1,317,195
2,000,000	Missouri State HEFA, (BJC Health System, MO), Health Facilities Revenue Bonds, 5.250%, 05/15/2018	2,045,720
	TOTAL	3,362,915
	Nevada--1.2%	
3,585,000	Clark County, NV School District, LT GO School Bonds (2007C), 5.000%, 06/15/2025	3,503,011
500,000	Clark County, NV, (Summerlin-Mesa SID No. 151), Special Assessment Revenue Bonds (Series 2005), 5.000%, 08/01/2025	240,915
2,000,000	Clark County, NV, IDRBs (Series 2003C), 5.45% TOBs (Southwest Gas Corp.), Mandatory Tender 3/1/2013	1,837,500
245,000	Henderson, NV, (Falls at Lake Las Vegas LID No. T-16), Local Improvement District No. T-16 LT Obligation Improvement Bonds, 5.100%, 03/01/2022	98,088
580,000	Henderson, NV, (Falls at Lake Las Vegas LID No. T-16), Local Improvement District No. T-16 LT Obligation Improvement Bonds, 5.125%, 03/01/2025	231,437
655,000	Las Vegas Valley, NV Water District, Refunding LT GO Bonds (Series 2003B), 5.000%, (MBIA Insurance Corp. INS), 06/01/2027	634,440
	TOTAL	6,545,391
	New Jersey--1.5%	
2,225,000	New Jersey EDA, (New Jersey State), School Facilities Construction Bonds (Series 2008Y), 5.000%, 09/01/2019	2,331,667
1,000,000	New Jersey EDA, (Winchester Gardens at Ward Homestead), First Mortgage Refunding Revenue Bonds (Series 2004A), 4.800%, 11/01/2013	946,540

Principal Amount or Shares		Value
900,000	New Jersey Health Care Facilities Financing Authority, (Children's Specialized Hospital), Revenue Bonds, (Series 2005A), 5.500%, 07/01/2030	701,379
575,000	New Jersey State Educational Facilities Authority, (Georgian Court University), Revenue Bonds (Series 2007), 5.250%, 07/01/2027	486,807
3,050,000	Tobacco Settlement Financing Corp., NJ, Revenue Bonds, 7.000%, (United States Treasury PRF 6/1/2013@100), 06/01/2041	3,690,226
	TOTAL	8,156,619
	New Mexico--0.5%	
2,000,000	Albuquerque Bernalillo County, NM Water Utility Authority, Joint Water & Sewer System Improvement Revenue Bonds (Series 2009A-1), 5.250%, 07/01/2034	2,026,740
500,000 (3)(4)	Jicarilla, NM Apache Nation, Revenue Bonds, 5.500%, 09/01/2023	505,805
	TOTAL	2,532,545
	New York--6.0%	
500,000	Dutchess County, NY IDA, (St. Francis Hospital and Health Centers), Civic Facility Revenue Bonds (Series 2004B), 7.500%, 03/01/2029	440,640
200,000	Long Island Power Authority, NY, Electric System Revenue Bonds (Series C), 5.000%, 09/01/2022	200,070
4,000,000	New York City, NY IDA, (Yankee Stadium LLC), CPI PILOT Revenue Bonds (Series 2006), (FGIC INS), 03/01/2021	2,933,920
665,000	New York City, NY Municipal Water Finance Authority, Water & Sewer System Revenue Bonds (Series 2009A), 5.750%, 06/15/2040	700,132
1,000,000	New York City, NY Transitional Finance Authority, Future Tax Secured Bonds (2003 Series C), 5.250%, (AMBAC INS), 08/01/2022	1,028,870
40,000	New York City, NY, UT GO Bonds (Fiscal 2003 Series J), 5.500%, 06/01/2023	40,889
350,000	New York City, NY, UT GO Bonds (Fiscal 2004 Series D), 5.250%, 10/15/2020	358,453
800,000	New York City, NY, UT GO Bonds (Fiscal 2004 Series I), 5.000%, 08/01/2019	820,712
1,500,000	New York City, NY, UT GO Bonds (Fiscal 2005 Series C), 5.250%, 08/15/2024	1,515,210
1,000,000	New York City, NY, UT GO Bonds (Fiscal 2005 Series D), 5.000%, 11/01/2025	993,610
2,215,000	New York City, NY, UT GO Bonds (Fiscal 2006 Series E-1), 5.000%, 08/01/2023	2,223,550
5,000,000	New York City, NY, UT GO Bonds (Series 2009E-1), 5.250%, 10/15/2017	5,382,650
4,870,000	New York State Environmental Facilities Corp., (New York State Personal Income Tax Revenue Bond Fund), Revenue Bonds (Series 2007A), 5.000%, 12/15/2022	5,072,446
2,500,000	New York State Thruway Authority, (New York State Personal Income Tax Revenue Bond Fund), Revenue Bonds (Series 2007A), 5.250%, 03/15/2026	2,577,375
1,095,000	New York State Thruway Authority, (New York State Thruway Authority - Dedicated Highway & Bridge Trust Fund), Second General Highway and Bridge Trust Fund Bonds (Series 2008A), 5.000%, 04/01/2022	1,130,084
500,000	Tobacco Settlement Financing Corp., NY, (New York State), Asset-Backed Revenue Bonds (Series 2003A-1), 5.500%, 06/01/2018	509,295
900,000	Tobacco Settlement Financing Corp., NY, (New York State), Revenue Bonds (Series 2003C-1), 5.500%, 06/01/2018	916,731
500,000	Tobacco Settlement Financing Corp., NY, (New York State), Revenue Bonds (Series 2003C-1), 5.500%, 06/01/2022	502,820
5,000,000	Triborough Bridge & Tunnel Authority, NY, General Revenue Bonds (Series 2009A-2), 5.000%, 11/15/2029	5,007,300
	TOTAL	32,354,757
	North Carolina--2.8%	
6,500,000	Johnston Memorial Hospital Authority, NC, (Johnston Memorial Hospital), FHA Insured Mortgage Revenue Bonds (Series 2008), 5.250%, (FSA INS), 10/01/2024	6,274,190
5,000,000	North Carolina Capital Facilities Finance Agency, (Duke University), Revenue Bonds (Series 2009B), 5.000%, 10/01/2038	5,019,550
1,000,000	North Carolina Medical Care Commission, (Arc of North Carolina Projects), Health Care Housing Revenue Bonds (Series 2004A), 5.800%, 10/01/2034	744,180
2,000,000	North Carolina Medical Care Commission, (Pennybyrn at Maryfield), Healthcare Facilities Revenue Bonds (Series 2005A), 5.650%, 10/01/2025	1,313,960

Principal Amount or Shares		Value
1,535,000	North Carolina Municipal Power Agency No. 1, Revenue Bonds (Series 2008C), 5.250%, 01/01/2020	1,562,891
	TOTAL	14,914,771
	Ohio--2.2%	
2,850,000	American Municipal Power-Ohio, Inc., Prairie State Energy Campus Project Revenue Bonds (Series 2008A), 5.000%, 02/15/2016	3,079,710
6,680,000	Buckeye Tobacco Settlement Financing Authority, OH, Tobacco Settlement Asset-Backed Bonds (Series 2007A), 6.500%, 06/01/2047	3,919,223
230,000	Cleveland-Cuyahoga County, OH Port Authority, (Port of Cleveland Bond Fund), Development Revenue Bonds (Series 2005B), 5.125%, 05/15/2025	171,251
1,000,000	Ohio State Air Quality Development Authority, Environmental Improvement Refunding Revenue Bonds (Series 1995), 5.00% TOBs (Marathon Oil Corp.), Mandatory Tender 11/1/2011	969,380
1,000,000	Ohio State Higher Educational Facilities, (Mount Union College), Revenue Bonds, 5.250%, 10/01/2026	934,830
2,000,000	Ohio State University, General Receipts Bonds (2008A), 5.000%, 12/01/2028	2,022,800
400,000	Toledo-Lucas County, OH Port Authority, (CSX Corp.), Revenue Bonds, 6.450%, 12/15/2021	368,804
375,000	Toledo-Lucas County, OH Port Authority, (Crocker Park Public Improvement Project), Special Assessment Revenue Bonds, 5.250%, 12/01/2023	311,771
	TOTAL	11,777,769
	Pennsylvania--2.4%	
300,000	Allegheny County, PA Higher Education Building Authority, (Chatham College), Revenue Bonds (Series 2002B), 5.250%, 11/15/2016	276,696
3,095,000	Allegheny County, PA Hospital Development, (UPMC Health System), Hospital Revenue Bonds (Series 2008B), 5.000%, 06/15/2017	3,181,815
1,300,000	Allegheny County, PA IDA, (United States Steel Corp.), Environmental Improvement Refunding Revenue Bonds (Series 2005), 5.500%, 11/01/2016	1,114,776
85,000	Allegheny County, PA IDA, Revenue Bonds (Series 2002B), 5.000%, (MBIA Insurance Corp. INS), 11/01/2022	85,884
2,250,000	Allegheny County, PA, Refunding UT GO Notes (C-59B), (FSA INS), 1.334%, 11/01/2026	1,679,063
2,000,000	Allegheny County, PA, UT GO Bonds (Series C-61), 5.000%, (Assured Guaranty Corp. INS), 12/01/2022	2,116,960
96,000	Crawford County, PA Hospital Authority, (Wesbury United Methodist Community Obligated Group), Senior Living Facilities Revenue Bonds, 5.900%, 08/15/2009	95,997
300,000	Montgomery County, PA IDA, (Whitemarsh Continuing Care Retirement Community), Fixed Rate Mortgage Revenue Bonds (Series 2005), 6.250%, 02/01/2035	180,381
250,000	Pennsylvania State Higher Education Facilities Authority, (Dickinson College), Revenue Bonds (Series 2003AA1), 5.000%, (Radian Asset Assurance, Inc. INS), 11/01/2026	198,575
4,000,000	Pennsylvania State Higher Education Facilities Authority, (Foundation for Indiana University of Pennsylvania), Revenue Bonds (Series 2007A), (Syncora Guarantee, Inc. INS), Floating Rate Notes, 1.611%, 07/01/2039	1,310,000
500,000	Pennsylvania State Higher Education Facilities Authority, (Messiah College), Revenue Bonds (Series AA), 5.500%, (Radian Asset Assurance, Inc. INS), 11/01/2022	438,890
500,000	Pennsylvania State Higher Education Facilities Authority, (UPMC Health System), Health System Revenue Bonds (Series A), 6.250%, 01/15/2018	516,225
1,000,000	Pennsylvania State Higher Education Facilities Authority, (UPMC Health System), Revenue Bonds (Series 2001A), 6.000%, 01/15/2022	1,015,760
500,000	Pennsylvania State Higher Education Facilities Authority, (UPMC Health System), Revenue Bonds, (Series A), 6.000%, 01/15/2031	503,895
250,000	Pennsylvania State Higher Education Facilities Authority, (Ursinus College), Revenue Bonds, 5.250%, (Radian Asset Assurance, Inc. INS), 01/01/2027	225,375
500,000	Philadelphia Authority for Industrial Development, (PresbyHomes Germantown/Morrisville), Senior Living Revenue Bonds (Series 2005A), 5.625%, 07/01/2035	326,750
	TOTAL	13,267,042
	South Carolina--3.1%	

Principal Amount or Shares		Value
2,200,000	Georgetown County, SC Environmental Improvements, (International Paper Co.), Refunding Revenue Bonds, 5.700%, 04/01/2014	1,949,662
3,710,000	Greenville, SC Hospital System, Hospital Refunding Revenue Bonds (Series 2008A), 5.000%, 05/01/2016	3,803,900
810,000	Lancaster County, SC, (Sun City Carolina Lakes Improvement District), Assessment Revenue Bonds (Series 2006), 5.450%, 12/01/2037	451,251
60,000	South Carolina Jobs-EDA, (Bon Secours Health System), EDRBs, (Series 2002A), 5.500%, (United States Treasury PRF 11/15/2012@100), 11/15/2023	68,452
325,000	South Carolina Jobs-EDA, (Bon Secours Health System), Health System Revenue Bonds (Series A), 5.625%, (United States Treasury PRF 11/15/2012@100), 11/15/2030	372,210
8,000,000	South Carolina Jobs-EDA, (Palmetto Health Alliance), Hospital Revenue Bonds, 1.290%, Mandatory Tender, 8/1/2013	7,360,000
2,500,000	South Carolina State Public Service Authority (Santee Cooper), Revenue Obligations (Series 2008A), 5.500%, 01/01/2038	2,570,050
	TOTAL	16,575,525
	South Dakota--0.5%	
4,020,000	Educational Enhancement Funding Corp., SD, Tobacco Revenue Bonds (Series 2002B), 6.500%, 06/01/2032	2,785,900
	Texas--4.3%	
1,545,000	Bexar County, Health Facilities Development Corp., (Army Retirement Residence Foundation), Refunding Revenue Bonds (Series 2007), 5.000%, 07/01/2033	936,255
1,000,000	Decatur, TX Hospital Authority, (Wise Regional Health System), Hospital Revenue Bonds (Series 2004A), 7.125%, 09/01/2034	748,860
3,570,000	Harris County, TX Cultural Education Facilities Finance Corp., (Methodist Hospital, Harris County, TX), Revenue Bonds (Series 2008B), 5.250%, 12/01/2016	3,750,749
1,000,000	Harris County, TX, Refunding Sr. Lien Toll Road Revenue Bonds, 5.000%, (MBIA Insurance Corp. INS), 08/15/2027	992,820
2,000,000	Lower Colorado River Authority, TX, (LCRA Transmission Services Corp.), Refunding Revenue Bonds (Series 2008), 5.250%, (Berkshire Hathaway Assurance Corp. INS), 05/15/2028	2,053,840
1,000,000	Lower Colorado River Authority, TX, (LCRA Transmission Services Corp.), Refunding Revenue Bonds (Series 2008), 5.750%, 05/15/2023	1,037,470
1,000,000	Lower Colorado River Authority, TX, Transmission Contract Refunding Revenue Bonds (Series 2003C), 5.250%, (AMBAC INS), 05/15/2018	1,033,960
200,000	Matagorda County, TX Navigation District No. 1, (CenterPoint Energy Houston Electric LLC), COL Refunding Revenue Bonds, 5.600%, 03/01/2027	164,742
500,000	North Central Texas HFDC, (Children's Medical Center of Dallas), Hospital Revenue Refunding Bonds (Series 2002), 5.250%, (AMBAC INS), 08/15/2022	495,235
1,500,000	Pasadena, TX ISD, School Building UT GO Bonds, 5.000%, (GTD by PSFG), 02/15/2027	1,538,490
750,000	Port of Corpus Christi, TX IDC, (Valero Energy Corp.), Revenue Refunding Bonds (Series C), 5.400%, 04/01/2018	612,338
500,000	Sabine River Authority, TX, (Southwestern Electric Power Co.), PCR Refunding Bonds (Series 2006), 4.950%, (MBIA Insurance Corp. INS), 03/01/2018	502,485
250,000	Sabine River Authority, TX, (Texas Competitive Electric Holdings Co. LLC), PCR Refunding Bonds (Series 2003B), 6.150%, 08/01/2022	117,425
2,000,000	Tarrant County, TX Cultural Education Facilities Finance Corp., (Air Force Village), Retirement Facility Revenue Bonds (Series 2007), 5.125%, 05/15/2037	1,298,660
2,425,000	Texas State Transportation Commission, (Texas State), Mobility Fund Bonds (Series 2005A), 5.000%, 04/01/2026	2,484,291
5,675,000	Texas State, Water Financial Assistance UT GO Bonds (Series 2004C&D), 5.000%, 08/01/2027	5,789,011
	TOTAL	23,556,631
	Virginia--1.1%	
4,485,000	Tobacco Settlement Financing Corp., VA, Revenue Bonds, 5.625%, (United States Agency PRF 6/1/2015@100), 06/01/2037	5,130,078

Principal Amount or Shares		Value
1,170,000	Virginia Peninsula Port Authority, (Brinks Co. (The)), Coal Terminal Revenue Refunding Bonds (Series 2003), 6.000%, 04/01/2033	991,949
	TOTAL	6,122,027
	Washington--4.4%	
5,000,000	Energy Northwest, WA, Columbia Generating Station Revenue Bonds (Series C), 5.000%, 07/01/2024	5,063,300
1,160,000	Energy Northwest, WA, Wind Project Revenue Bonds, 5.000%, (AMBAC INS), 07/01/2023	1,168,201
3,650,000	Port of Tacoma, WA, LT GO Bonds (Series 2008A), 5.000%, (FSA INS), 12/01/2030	3,644,963
500,000	Skagit County, WA Public Hospital District No. 1, (Skagit Valley Hospital), Refunding Revenue Bonds (Series 2003), 6.000%, 12/01/2018	448,065
1,000,000	Skagit County, WA Public Hospital District No. 1, (Skagit Valley Hospital), Revenue Bonds (Series 2005), 5.500%, 12/01/2030	693,850
1,000,000	Skagit County, WA Public Hospital District No. 1, (Skagit Valley Hospital), UT GO Bonds (Series 2004), 5.500%, (MBIA Insurance Corp. INS), 12/01/2023	1,006,680
820,000	Tacoma, WA Water, Refunding Revenue Bonds, 5.000%, (FSA INS), 12/01/2023	834,432
500,000	Tacoma, WA Water, Refunding Revenue Bonds, 5.000%, (FSA INS), 12/01/2022	511,470
5,000,000	Washington State Health Care Facilities Authority, (Highline Medical Center), FHA Insured Mortgage Revenue Bonds (Series 2008), 6.250%, (FHA INS), 08/01/2036	5,087,850
5,000,000	Washington State, UT GO Bonds (Series 2009C), 5.000%, 02/01/2022	5,401,250
	TOTAL	23,860,061
	West Virginia--0.5%	
1,000,000	Ohio County, WV County Commission, (Fort Henry Centre Tax Increment Financing District No. 1), Tax Increment Revenue Bonds (Series 2005A), 5.625%, 06/01/2034	648,910
2,900,000	Pleasants County, WV County Commission, (Allegheny Energy Supply Company LLC), PCR Revenue Refunding Bonds (Series 2007F), 5.250%, 10/15/2037	2,149,712
	TOTAL	2,798,622
	Wisconsin--2.6%	
3,565,000	Badger, WI Tobacco Asset Securitization Corp., Asset-Backed Revenue Bonds, 6.125%, 06/01/2027	3,852,838
4,665,000	Wisconsin State General Fund Appropriation, (Wisconsin State), Revenue Bonds (Series 2009A), 5.750%, 05/01/2033	4,696,675
160,000	Wisconsin State HEFA, (Blood Center of Wisconsin, Inc.), Revenue Bonds (Series 2004), 5.750%, 06/01/2034	140,914
250,000	Wisconsin State HEFA, (Southwest Health Center), Revenue Bonds (Series 2004A), 6.250%, 04/01/2034	169,753
5,000,000	Wisconsin State, UT GO Bonds (Series 2003C), 5.000%, 05/01/2024	5,131,250
	TOTAL	13,991,430
	TOTAL MUNICIPAL BONDS	315,543,126
	SHORT-TERM MUNICIPALS--3.7%	
	California--1.9%	
3,000,000	California Infrastructure & Economic Development Bank, (Series 2005) Daily VRDNs (Asian Art Museum Foundation of San Francisco), (MBIA Insurance Corp. INS, JPMorgan Chase Bank, N.A. LIQ), 7.500%, 4/1/2009	3,000,000
400,000	California State, (Series 2004 A-1) Daily VRDNs, 0.300%, 4/1/2009	400,000
7,000,000	California State, GO Tax Exempt Notes, 3.750%, 08/08/2088	7,000,000
	TOTAL	10,400,000
	Michigan--0.3%	
1,500,000	Michigan State Hospital Finance Authority, (Series 1999 A) Weekly VRDNs (Covenant Retirement Communities, Inc.), (Bank of America N.A. LOC), 0.480%, 4/2/2009	1,500,000
	Oklahoma--0.2%	
1,000,000	(3)(4) Tulsa, OK Airport Improvement Trust, Variable Rate Certificates (Series 1997B-2: Tulsa International Airport) Weekly VRDNs, (MBIA Insurance Corp. INS, Bank of America N.A. LIQ), 3.570%, 4/2/2009	1,000,000
	Pennsylvania--1.1%	

Principal Amount or Shares		Value
6,310,000	Philadelphia, PA Authority for Industrial Development, (Series 2007A) Daily VRDNs (Fox Chase Cancer Center), (Citizens Bank of Pennsylvania LOC), 3.250%, 4/1/2009	6,310,000
	Texas--0.2%	
600,000	Harris County, TX HFDC, (Series 2006C) Daily VRDNs (Methodist Hospital, Harris County, TX), (FSA INS), 0.400%, 4/1/2009	600,000
400,000	Harris County, TX HFDC, (Series B) Daily VRDNs (St. Luke's Episcopal Hospital), 0.400%, 4/1/2009	400,000
	TOTAL	1,000,000
	TOTAL SHORT-TERM MUNICIPALS	20,210,000
	TOTAL INVESTMENTS	\$ 541,315,153

- (1) With regard to the Fund's equity holdings, the Fund will invest primarily in common stocks and other securities that are eligible for the reduced federal income tax rate on qualifying dividends.
- (2) Non-income producing security.
- (3) Denotes a restricted security that either: (a) cannot be offered for public sale without first being registered, or being able to take advantage of an exemption from registration, under the Securities Act of 1933; or (b) is subject to a contractual restriction on public sales. At March 31, 2009, these restricted securities amounted to \$1,505,805, which represented 0.3% of total net assets.
- (4) Denotes a restricted security that may be resold without restriction to "qualified institutional buyers" as defined in Rule 144A under the Securities Act of 1933 and that the Fund has determined to be liquid under criteria established by the Fund's Board of Trustees. At March 31, 2009, these liquid restricted securities amounted to \$1,505,805, which represented 0.3% of total net assets.

Note: The categories of investments are shown as a percentage of net assets (\$541,351,048) at the close of business on March 31, 2009, and may not necessarily reflect adjustments that are routinely made when presenting net assets for formal financial statement purposes

The following acronyms are used throughout this portfolio:

ADR	--American Depositary Receipt
AMBAC	--American Municipal Bond Assurance Corporation
COL	--Collateralized
COP	--Certificates of Participation
EDA	--Economic Development Authority
EDRBs	--Economic Development Revenue Bonds
FGIC	--Financial Guaranty Insurance Company
FHA	--Federal Housing Administration
FSA	--Financial Security Assurance
GO	--General Obligation
GTD	--Guaranteed
HEFA	--Health and Education Facilities Authority
HFDC	--Health Facility Development Corporation
IDA	--Industrial Development Authority
IDB	--Industrial Development Bond
IDC	--Industrial Development Corporation
IDFA	--Industrial Development Finance Authority
IDRBs	--Industrial Development Revenue Bonds
INS	--Insured

ISD	--Independent School District
LID	--Local Improvement District
LIQ	--Liquidity Agreement
LT	--Limited Tax
PCR	--Pollution Control Revenue
PRF	--Prerefunded
PSFG	--Permanent School Fund Guarantee
Q-SBLF	--Qualified State Bond Loan Fund
SID	--Special Improvement District
TOBs	--Tender Option Bonds
UT	--Unlimited Tax
VRDNs	--Variable Rate Demand Notes

Portfolio holdings are shown as of the date indicated and are unaudited. Since market conditions fluctuate suddenly and frequently, the portfolio holdings may change and this list is not indicative of future portfolio composition. These portfolio holdings are not intended to be and do not constitute recommendations that others buy, sell, or hold any of the securities listed.

For more complete information on the fund, visit www.FederatedInvestors.com for a prospectus. You should consider the fund's investment objectives, risks, charges, and expenses carefully before you invest. Information about these and other important subjects is in the fund's prospectus, which you should read carefully before investing.

NOT FDIC INSURED NO BANK GUARANTEE MAY LOSE VALUE

Federated Securities Corp., Distributor
3/09

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