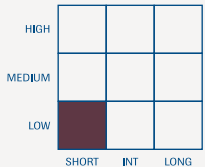


HIGH YIELD

Fund Description

The fund seeks to provide investors with high current income. To pursue its objective, the fund invests in higher yielding, lower-rated corporate bonds.

Morningstar Style Box™



Morningstar Category

High Yield Bond

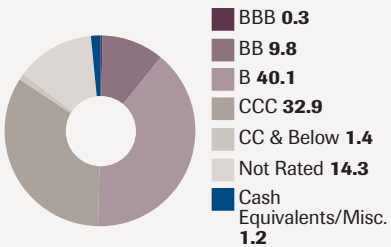
Benchmark

Barclays Capital US Corporate High Yield 2% Issuer Capped Index

Nasdaq Symbols

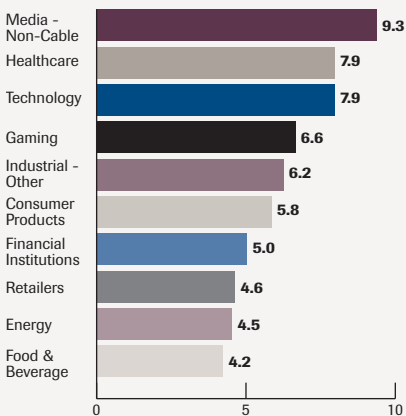
Institutional Service Shares (SS) FHYTX

Quality Breakdown (%) **



Sector Weightings (%)

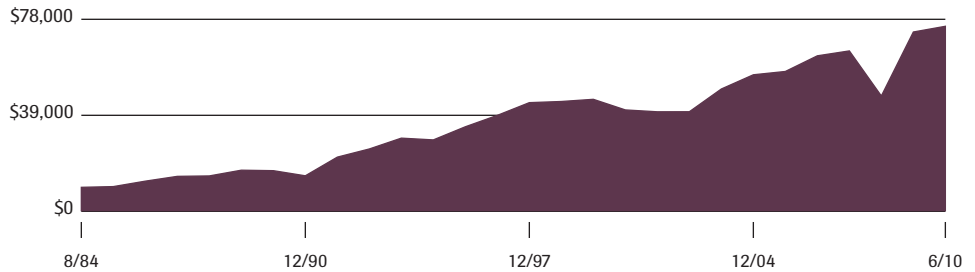
Top Index Classifications



Growth Over Time

If you had invested \$10,000 on 8/31/84 (month end of the fund's performance inception) and reinvested all distributions, here's how your account would have grown by 6/30/10.

Federated High Yield Trust SS \$77,313



Average Annual Total Returns (%)

Performance shown is before tax.

NAV	Performance Inception	Cumulative 3 Month	1 Year	5 Year	10 Year	15 Year	20 Year	Since Inception	Expense Ratio*	
									Before Waivers	After Waivers
SS	8/23/84	-1.47	25.72	6.36	5.35	5.85	7.81	8.23	1.30	1.01
Benchmark		-0.06	26.66	7.22	7.46	7.16	N/A	N/A	N/A	N/A
Lipper High Current Yield Funds Average		-0.56	23.96	5.01	5.36	5.69	5.54	N/A	N/A	N/A
Maximum Offering Price										
SS	8/23/84	-1.47	25.72	6.36	5.35	5.85	7.81	8.23	1.30	1.01

Calendar Year Total Returns (%)

Institutional Service Shares/NAV

2009	2008	2007	2006	2005	2004	2003	2002	2001	2000
55.52	-28.12	3.15	11.20	2.43	11.63	22.81	0.06	-1.85	-9.47
1999	1998	1997	1996	1995	1994	1993	1992	1991	1990
2.00	1.06	13.25	13.49	18.39	-2.41	17.37	15.02	52.53	-12.57

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. If shares are redeemed or exchanged within 90 days of purchase, a 2% redemption fee will be charged. The redemption fee will be paid to the fund and is reflected in the offering price total returns.

* 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) paid by the fund (after the voluntary waivers and/or reimbursements) will not exceed 0.99% through the later of 4/30/11 or the date of the fund's next effective prospectus.

** 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.

HIGH YIELD

Key Investment Team Members

Mark E. Durbiano, CFA

Fund Statistics

Portfolio Assets	\$194.4 m
Number of Holdings	563
Dividends	Paid Monthly
30-Day Yield	7.03%
Weighted Average Effective Maturity	4.0 Years
Weighted Average Effective Duration	2.9 Years

Top Holdings (%)

HCA, Inc.	1.9
Ally Financial, Inc.	1.8
Ford Motor Co.	1.8
Intelsat Jackson Ltd.	1.8
Sprint Nextel Corp.	1.8
Federated Max-Cap Fund	1.6
Jostens Holding Corp.	1.6
MGM Mirage, Inc.	1.3
West Corp.	1.3
SunGard Data Systems, Inc.	1.1

Federated knows...

Stability

Ranks as a leading global investment manager, managing approximately \$335 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

Client-centric

Delivers business solutions through consultative meetings, investment forums and market insights, often delivered proactively at client-specific locations

Investors should carefully consider the fund's investment objectives, risks, charges and expenses before investing. To obtain a prospectus, or if available, a summary prospectus containing this and other information, contact us or visit FederatedInvestors.com. Please carefully read the prospectus or the summary prospectus before investing.

Past performance is no guarantee of future results.

Effective April 29, 2010, Federated High Yield Trust, which had no prior share class designation, has been designated Institutional Service Shares.

A WORD ABOUT RISK

Mutual funds are subject to risks and fluctuate in value. 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 6/30/10 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. Holdings are high yield debt securities.

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 Institutional Service 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 6.73%.

Growth Over Time performance is for the fund's Institutional Service Shares.

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.

Index classifications are based upon, and individual portfolio securities are assigned to, the classification and sub-classification categories of the Barclays Capital High Yield 2% Issuer Capped Index (BCHY2%ICI).

Individual portfolio securities that are not included in the BCHY2%ICI are assigned to an index classification category at the discretion of the fund's advisor.

Barclays Capital U.S. High-Yield 2% Issuer Capped Bond Index is an index that includes all fixed income securities having a maximum quality rating of Ba1, a minimum amount outstanding of \$150 million, and at least 1 year to maturity. The Index has a maximum exposure of 2% per issuer. The index is unmanaged and can not be invested in directly. The Barclays Capital U.S. High-Yield 2% Issuer Capped Bond Index is maintained by Barclays Capital. Indexes are unmanaged and cannot be invested in directly.

RATINGS AND RATING AGENCIES

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Morningstar Style Box™ reveals a fund's investment strategy. For fixed-income funds the vertical axis shows the average credit quality of the bonds owned, and the horizontal axis shows interest rate sensitivity as measured by a bond's duration.

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. ©2010 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.

