

Part II Organizational Action (continued)

17 List the applicable Internal Revenue Code section(s) and subsection(s) upon which the tax treatment is based ▶
Internal Revenue Code Section 368(a)

18 Can any resulting loss be recognized? ▶
No gain or loss will be recognized as a result of the reorganization.

19 Provide any other information necessary to implement the adjustment, such as the reportable tax year ▶
SEE ATTACHMENT

Sign Here	Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than officer) is based on all information of which preparer has any knowledge.			
	Signed copy on file			
	Signature ▶	_____	Date ▶	_____
	Print your name ▶	JOHN BOURGEOIS	Title ▶	ASST TREASURER
Paid Preparer Use Only	Print/Type preparer's name	Preparer's signature	Date	Check <input type="checkbox"/> if self-employed PTIN
	Firm's name ▶			Firm's EIN ▶
	Firm's address ▶			Phone no.

Send Form 8937 (including accompanying statements) to: Department of the Treasury, Internal Revenue Service, Ogden, UT 84201-0054

Attachment to Form 8937
 Report of Organizational Actions Affecting Basis of Securities
 Hancock Horizon Diversified Income Fund
 FEIN: 46-0633089

Form 8937 Part II, Box 10, 12 and 14

On September 24, 2021 the Hancock Horizon Diversified Income Fund (the "Reorganizing Fund") reorganized into Federated Hermes Capital Income Fund (the "Surviving Fund") in a tax-free reorganization. The reorganization comprised : 1) the transfer of all or substantially all of the Reorganizing Fund's assets to the Surviving Fund solely in exchange for Surviving Fund Shares (followed by the distribution of Surviving Fund Shares to the Reorganizing Fund shareholders in dissolution, liquidation and termination of the Reorganizing Fund) will constitute a "reorganization" within the meaning of Internal Revenue Code (Section) Section 368(a), and the Surviving Fund and the Reorganizing Fund will each be a "party to a reorganization" within the meaning of Section 368(b); 2) No gain or loss will be recognized by Reorganizing Fund Shareholders upon the exchange of Reorganizing Fund Shares for Surviving Fund Shares (including fractional shares).

The Advisors' Inner Circle Fund II ("Reorganizing Fund") Shares Surrendered						
Fund	Class	Ticker	Cusip	NAV		
Hancock Horizon Diversified Income Fund	Investor	HHIAX	41012R662	\$ 13.98		
Hancock Horizon Diversified Income Fund	Institutional	HHIIX	41012R670	\$ 14.02		
Federated Hermes Income Securities Trust ("Surviving Fund") Shares Received						
Fund	Class	Ticker	Cusip	NAV	Ratio	
Federated Hermes Capital Income Fund	A	CAPAX	31420C878	\$ 8.97	1.5588183	
Federated Hermes Capital Income Fund	IS	CAPSX	31420C621	\$ 8.98	1.5608575	

NAVs shown are as of immediately prior to the reorganization.

Reorganization "Ratio" is the number of Surviving Fund shares received per one Reorganizing Fund Share surrendered.

Form 8937 Part II, Box 15

The reorganization qualifies as a tax-free reorganization within the meaning of Code Section 368(a). The aggregate tax basis of the Surviving Fund Shares received by each Reorganizing Fund Shareholder pursuant to the Reorganization (including any fractional shares) will be the same as the aggregate tax basis of the Reorganizing Fund Shares held by such Reorganizing Fund Shareholder immediately prior to the Reorganization. The holding period of Surviving Fund Shares received by each Reorganizing Fund

Shareholder (including any fractional shares) will include the period during which the Reorganizing Fund Shares exchanged therefor were held by such shareholder, provided the Reorganizing Fund Shares are held as capital assets at the time of the Reorganization.

Form 8937 Part II, Box 16

There is no change in aggregate basis as a result of the reorganization. See Part II Box 10, 12 and 14 for

Form 8937 Part II, Box 19

The reorganization became effective September 24, 2021.

The above information does not constitute tax advice. It does not address the tax consequences that may apply to any particular shareholder, and each shareholder is urged to consult his or her own tax advisor regarding the tax consequences of the merger.