



PORTFOLIO UPDATE

Corporate Income Fund

As of September 30, 2020

Portfolio Manager:	Managed Fund Since:	Joined Firm:
Steve Boothe	2018	1999
Lauren Wagandt	2018	2009

INVESTMENT OBJECTIVE

The fund seeks to provide high income and some capital growth.

FUND INFORMATION

Symbol	PRPIX
CUSIP	741478101
Inception Date of Fund	October 31, 1995
Benchmark	Bloomberg Barclays US Corp Invest-Grd Index
Expense Information (as of the most recent Prospectus)*	0.44% (Gross) 0.61% (Net)
Fiscal Year End	May 31
12B-1 Fee	-

*The fund's net expense ratio reflects a credit received from investing in other T. Rowe Price funds. The fund will always receive a credit if it invests in other T. Rowe Price funds but the credit will vary each year based on the amount invested.

PERFORMANCE

(NAV, total return)

	One Month	Three Months	Year-to-Date	One Year	Annualized					30-Day SEC Yield
					Three Years	Five Years	Ten Years	Fifteen Years		
Corporate Income Fund	-0.19%	1.54%	4.31%	5.88%	5.39%	5.27%	4.94%	5.32%	1.96%	
Bloomberg Barclays U.S. Corporate Investment Grade Bond Index	-0.29	1.54	6.64	7.90	6.41	5.98	5.14	5.59	-	

Performance data quoted represents past performance and is not a reliable indicator of future performance. 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 the performance data quoted. To obtain the most recent month-end performance, visit troweprice.com. Consider the investment objectives, risks, and charges and expenses carefully before investing. For a prospectus or, if available, a summary prospectus containing this and other information, call 1-800-638-7780 or visit troweprice.com. Read it carefully. The Fund's total return figures reflect the reinvestment of dividends and capital gains, if any.

The fund is subject to the risks of fixed income investing, including interest rate risk and credit risk.

The fund(s) may have other share classes available that offer different investment minimums and fees. See the prospectus for details. For Sourcing Information, please see Additional Disclosures.

MARKET COMMENTARY

Investment-grade (IG) corporate bonds generated modestly negative total returns as spreads widened. Some lackluster economic data and political uncertainty weighed on investor risk sentiment. Technical conditions became less supportive as increased new supply was met with waning demand later in the month.

Growing concerns about the prospects for a fiscal stimulus package, economic data, equity losses, rising European coronavirus cases, and domestic political uncertainty fueled risk-off sentiment. Retail sales and durable goods orders increased less than expected, while housing data were robust. The Fed announced it would hold rates steady. The updated summary of economic projections indicated that most members don't see inflation reaching the 2% target until 2023, implying that rate hikes are unlikely for several years, which helped keep short-term U.S. Treasury yields anchored at low levels.

The best-performing IG corporate sectors included airlines, financial companies, and paper, while oil field services, refining, and independent energy led declines. In terms of rating, all credit quality segments underperformed U.S. Treasuries, led by declines in crossover bonds. According to Bloomberg Barclays, USD 205 billion in new deals came to the market in September.

RISK RETURN CHARACTERISTICS

(Five Years ended September 30, 2020)

	Annualized Std. Deviation	Alpha	Beta	R-Squared	Information Ratio	Sharpe Ratio	Tracking Error
Corporate Income Fund	6.57%	-1.22%	1.13	0.96	-0.47	0.62	1.49%
Bloomberg Barclays US Corp Invest-Grd Index	5.72	0.00	1.00	1.00	0.00	0.84	0.00

Past performance is not a reliable indicator of future performance. Figures are calculated using monthly data and are net of fees.

TOP ISSUERS

Comprising 18.4% of total net assets.

	Industry	% of Fund
Bank of America	Banking	2.5%
Energy Transfer	Energy	2.0
Goldman Sachs	Banking	2.0
Comcast	Communications	2.0
Morgan Stanley	Banking	1.8
Woodside Petroleum	Energy	1.8
Perrigo	Consumer Non Cyclical	1.7
Wells Fargo	Banking	1.7
VEREIT	REITs	1.5
SBA Communications	Communications	1.4

Issuers are as of the date indicated and are subject to change.

PORTFOLIO CHARACTERISTICS

	Corporate Income Fund	Bloomberg Bar- clays US Corp In- vest-Grd Index
Number of Holdings	239	6,630
Weighted Average Maturity	10.18 years	12.08 years
Weighted Average Effective Duration	9.23 years	8.56 years
Weighted Average Coupon	3.57%	3.93%
Yield to Maturity	2.48%	2.05%
Percent of Portfolio in Cash	1.2%	-
Total Assets (all share classes)	783,639,079	-

INDUSTRY DIVERSIFICATION

	Banking	Energy	REITs	Non Corpo- rate	Securi- tized	Health/ Pharma	Insur- ance	Tele- com	Cycli- cals	Electric Utility	Other
Corporate Income Fund	20.0%	14.2%	9.8%	8.2%	5.3%	4.5%	4.4%	4.3%	4.0%	3.7%	21.6%
Bloomberg Barclays US Corp Invest-Grd Index	20.9	7.9	2.6	0.0	0.0	10.3	4.5	5.0	5.6	7.3	35.8
Over/Underweight	-0.9	6.3	7.2	8.2	5.3	-5.8	-0.1	-0.7	-1.6	-3.7	-14.3

For Sourcing Information, please see Additional Disclosures.

CREDIT QUALITY DIVERSIFICATION

	U.S. Treas*	AAA	AA	A	BBB	BB	B	Not Rated	Reserves
Corporate Income Fund	3.0%	0.3%	3.5%	28.2%	56.7%	6.4%	0.5%	0.1%	1.2%
Bloomberg Barclays US Corp Invest-Grd Index	0.0	1.7	7.2	42.0	48.9	0.2	0.0	0.0	0.0
Over/Underweight	3.0	-1.3	-3.7	-13.8	7.8	6.2	0.5	0.1	1.2

*U.S. Treasury securities are issued by the U.S. Treasury and are backed by the full faith and credit of the U.S. government. The ratings of U.S. Treasury securities are derived from the ratings on the U.S. government.

MATURITY DIVERSIFICATION

	0-1 Year	1-3 Years	3-5 Years	5-7 Years	7-10 Years	10-20 Years	20-30 Years	30+ Years
Corporate Income Fund	1.5%	8.6%	22.0%	18.8%	17.0%	12.5%	16.3%	3.3%
Bloomberg Barclays US Corp Invest-Grd Index	0.0	15.8	16.1	13.2	17.1	12.4	22.9	2.5
Over/Underweight	1.5	-7.2	5.9	5.6	0.0	0.1	-6.6	0.8

Definitions

Weighted Average Effective Duration is a calculation that seeks to measure the price sensitivity of a bond Fund to changes in interest rates. In general, the longer the average duration, the greater the Fund's sensitivity to interest rates.

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Source for Maturity Diversification: T Rowe Price.

"Other" includes any categories not explicitly mentioned.

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