



PORTFOLIO UPDATE

Institutional Emerging Markets Bond Fund

As of September 30, 2020

Portfolio Manager:	Managed Fund Since:	Joined Firm:
Mike Conelius	2006	1988
Samy Muaddi	2020	2006

Effective 30 June 2020, Samy Muaddi assumed co-portfolio management responsibility for the Fund.

INVESTMENT OBJECTIVE

The fund seeks to provide high income and capital appreciation.

FUND INFORMATION

Symbol	TREBX
CUSIP	74144Q401
Inception Date of Fund	November 30, 2006
Benchmark	J.P. Morgan EMBI Global Diversified
Expense Information (as of the most recent Prospectus)	0.70%
Fiscal Year End	December 31
12B-1 Fee	-

MARKET COMMENTARY

Emerging markets debt generated negative total returns in September as risk appetite declined. Uninspiring economic data, equity losses, and political uncertainty weighed on investor risk sentiment. All regions were negative, led by declines in Africa and Latin America. High yield issuers led declines, with investment grade issuers holding in better. Despite fund inflows, increased new supply weighed on the market.

The U.S. reported some lackluster economic data that raised concerns about the sustainability of the economic recovery. Retail sales and durable goods orders increased less than expected, though 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. Growing concerns about the prospects for a U.S. fiscal stimulus package, rising European coronavirus cases, and domestic political uncertainty fueled risk-off sentiment.

China reported increased growth in its manufacturing purchasing managers' index, retail sales, and exports, while imports slipped. Notably, China was reported to have made little progress in achieving its targets for purchasing U.S. products to comply with the terms of the phase-one trade agreement. Argentina completed its bond exchange as part of its debt restructuring. Peso weakness prompted the Argentinian central bank to unexpectedly impose FX controls. Moody's downgraded Turkey's sovereign credit rating, citing balance of payment concerns. The central bank unexpectedly hiked interest rates. Moody's also downgraded Sri Lanka due to concerns about large budget deficits and external financing needs.

PERFORMANCE

(NAV, total return)

	One Month	Three Months	Year-to-Date	One Year	Annualized			Since Inception 11/30/06	30-Day SEC Yield
					Three Years	Five Years	Ten Years		
Institutional Emerging Markets Bond Fund	-2.83%	2.70%	-3.09%	-0.49%	1.03%	5.61%	4.74%	5.73%	5.11%
J.P. Morgan Emerging Markets Bond Index Global Diversified	-1.85	2.32	-0.51	1.29	3.49	6.15	5.43	6.42	-

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.

This fund involves a high-risk approach to income from foreign bonds, and its share price could fluctuate significantly. The fund is subject to the risks unique to international investing, including unfavorable changes in currency values, as well as credit risk and interest rate risk. To the extent the fund invests in emerging markets, the international investing risks are heightened and may result in higher short-term volatility.

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.

RISK RETURN CHARACTERISTICS

(Five Years ended September 30, 2020)

	Annualized Std. Deviation	Alpha	Beta	R-Squared	Information Ratio	Sharpe Ratio	Tracking Error
Institutional Emerging Markets Bond Fund	10.80%	-1.25%	1.18	0.95	-0.18	0.41	2.95%
J.P. Morgan EMBI Global Diversified	8.90	0.00	1.00	1.00	0.00	0.56	0.00

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

**TOTAL INDEX RETURNS BY COUNTRY (USD)
(TOP 5/BOTTOM 5)**

One Month ended September 30, 2020	% Return
Venezuela	9.95%
Suriname	6.93
Romania	1.93
Georgia	1.08
Hungary	0.47
Gabon	-5.62
Ecuador	-6.13
El Salvador	-6.56
Argentina	-11.49
Sri Lanka	-15.76

NET CURRENCY EXPOSURE (TOP 10)

	% of Fund
U.S. dollar	99.2%
Mexican peso	0.3
Argentinian peso	0.0
Brazilian real	-0.3
Egyptian pound	0.5
Indonesian rupiah	0.2
euro	0.0

PORTFOLIO CHARACTERISTICS

	Institutional Emerging Markets Bond Fund	J.P. Morgan EM-BI Global Diversified
Number of Holdings	267	836
Weighted Average Maturity	11.86 years	12.18 years
Weighted Average Effective Duration	7.80 years	7.88 years
Weighted Average Coupon	5.76%	5.31%
Yield to Maturity	6.21%	5.15%
Percent of Portfolio in Cash	2.0%	-
Total Assets (all share classes)	415,816,156	-

COUNTRY DISTRIBUTION (Top and Bottom Five Over/Underweights vs Index)

	Top Five Overweights					Bottom Five Underweights				
	Brazil	Mexico	Ukraine	Argentina	Bahamas	United Arab Emirates	Panama	China	Kazakhstan	Malaysia
Institutional Emerging Markets Bond Fund	7.5%	8.8%	5.2%	3.8%	2.3%	1.7%	0.6%	1.9%	0.0%	0.0%
J.P. Morgan EMBI Global Diversified	3.0	4.6	2.3	1.3	0.0	3.9	3.0	4.3	2.6	2.7
Over/Underweight	4.4	4.2	2.8	2.5	2.3	-2.2	-2.4	-2.4	-2.6	-2.7

For Sourcing Information, please see Additional Disclosures.

GEOGRAPHICAL DIVERSIFICATION

	Latin America	Middle East & Africa	Asia	Emerging Europe	Other	Reserves
Institutional Emerging Markets Bond Fund	40.0%	26.3%	19.3%	12.2%	0.3%	2.0%
J.P. Morgan EMBI Global Diversified	32.4	30.2	18.5	18.8	0.0	0.0
Over/Underweight	7.6	-3.9	0.8	-6.6	0.3	2.0

CREDIT QUALITY DIVERSIFICATION

	U.S. Treas*	AA	A	BBB	BB	B	CCC	C	D	Not Rated	Re-serves
Institutional Emerging Markets Bond Fund	0.2%	1.5%	3.9%	21.0%	29.6%	31.0%	8.5%	0.1%	0.7%	1.4%	2.0%
J.P. Morgan EMBI Global Diversified	0.0	7.3	16.9	31.2	17.2	21.5	4.7	0.0	0.3	0.9	0.0
Over/Underweight	0.2	-5.8	-13.0	-10.1	12.4	9.5	3.8	0.1	0.4	0.5	2.0

*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.

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.

Additional Disclosures

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