



PORTFOLIO UPDATE

Institutional Long Duration Credit Fund

As of September 30, 2020



Portfolio Manager:

Rob Larkins

Managed Fund Since:

2018

Joined Firm:

2003

INVESTMENT OBJECTIVE

The fund seeks to provide high income.

FUND INFORMATION

Symbol	RPLCX
CUSIP	77958B600
Inception Date of Fund	June 03, 2013
Benchmark	Bloomberg Barclays US Long Credit Index
Expense Information (as of the most recent Prospectus)	0.45%
Fiscal Year End	May 31
12B-1 Fee	-

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.

PERFORMANCE

(NAV, total return)

	One Month	Three Months	Year-to-Date	One Year	Annualized			30-Day SEC Yield
					Three Years	Five Years	Since Inception 6/3/13	
Institutional Long Duration Credit Fund	-0.14%	2.52%	11.61%	12.52%	10.00%	9.16%	7.39%	2.49%
Bloomberg Barclays U.S. Long Credit Bond Index	-0.50	1.97	8.00	9.28	8.63	8.82	6.98	-

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. High yield bonds are subject to additional credit risk and volatility. Any investments in foreign markets are subject to political risk and currency 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.

RISK RETURN CHARACTERISTICS

(Five Years ended September 30, 2020)

	Annualized Std. Deviation	Alpha	Beta	R-Squared	Information Ratio	Sharpe Ratio	Tracking Error
Institutional Long Duration Credit Fund	9.13%	0.55%	0.97	0.98	0.24	0.87	1.40%
Bloomberg Barclays US Long Credit Index	9.33	0.00	1.00	1.00	0.00	0.81	0.00

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

TOP 10 ISSUERS

Comprising 17.8% of total net assets.

	% of Fund
U.S. Treasuries	5.4%
Verizon Wireless	2.2
Comcast	2.1
Cigna	2.1
AT&T	2.0
Anheuser-Busch InBev SA/NV	1.7
GE	1.6
JPMorgan Chase	1.6
Detroit City School District	1.6
CRH	1.5

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

PORTFOLIO CHARACTERISTICS

	Institutional Long Duration Credit Fund	Bloomberg Bar- clays US Long Credit Index
Number of Holdings	155	2,736
Weighted Average Maturity	18.46 years	23.53 years
Weighted Average Effective Duration	15.20 years	14.98 years
Weighted Average Coupon	4.99%	4.77%
Yield to Maturity	3.34%	3.07%
Percent of Portfolio in Cash	1.3%	-
Total Assets (all share classes)	26,460,693	-

SECTOR DIVERSIFICATION

	Banking	Non Corpo- rate	Energy	Health/ Pharma	Electric Utility	Tele- com	Insur- ance	US Treas- uries	Home Building	Basic In- dustry	Other
Institutional Long Duration Credit Fund	13.2%	12.1%	9.2%	8.1%	7.9%	6.5%	5.8%	5.4%	4.7%	4.6%	22.6%
Bloomberg Barclays US Long Credit Index	7.6	8.7	7.7	11.1	9.7	6.7	5.1	0.0	0.2	3.2	39.9
Over/Underweight	5.6	3.3	1.5	-2.9	-1.9	-0.2	0.7	5.4	4.5	1.3	-17.3

For Sourcing Information, please see Additional Disclosures.

CREDIT QUALITY DIVERSIFICATION

	U.S. Treas*	AAA	AA	A	BBB	BB	Not Rated	Reserves
Institutional Long Duration Credit Fund	5.4%	0.5%	8.7%	24.5%	56.8%	2.4%	0.5%	1.3%
Bloomberg Barclays US Long Credit Index	0.0	3.3	10.5	37.6	48.4	0.1	0.0	0.0
Over/Underweight	5.4	-2.8	-1.8	-13.1	8.4	2.3	0.5	1.3

*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
Institutional Long Duration Credit Fund	1.3%	0.0%	2.1%	5.9%	13.0%	29.0%	45.2%	3.6%
Bloomberg Barclays US Long Credit Index	0.0	0.0	0.0	0.0	0.0	33.6	58.7	7.6
Over/Underweight	1.3	0.0	2.1	5.9	13.0	-4.6	-13.6	-4.1

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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