



PORTFOLIO UPDATE

Global Multi-Sector Bond Fund

As of September 30, 2020



Portfolio Manager:
Kenneth Orchard

Managed Fund Since:
2018

Joined Firm:
2010

INVESTMENT OBJECTIVE

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

FUND INFORMATION

Symbol	PRSNX
CUSIP	74149N106
Inception Date of Fund	December 15, 2008
Benchmark	Bloomberg Barclays Global Agg USD Hdg Index
Expense Information (as of the most recent Prospectus)	0.67%
Fiscal Year End	May 31
12B-1 Fee	-

MARKET COMMENTARY

Global fixed income markets, as measured by the Bloomberg Barclays Global Aggregate Index, posted positive total returns in U.S. dollar-hedged terms. The DXY, a U.S. dollar currency index, reversed course and returned approximately 1.89% as the U.S. dollar strengthened.

U.S. Treasuries generated moderately positive absolute returns amid falling yields for most maturities. Growing concerns about the prospects for a fiscal stimulus package and weaker-than-expected economic data sent yields lower. Eurozone government bond yields decreased. Fears over a second coronavirus wave and the return of more stringent social restrictions in some countries drove demand for safe haven assets during the period. Weakening economic data, particularly in the services sector, as well as falling inflation also kept yields suppressed. Japanese government bond yields inched lower across most maturities as further signs of economic slowdown together with expectations for a continuation of accommodative policy under Japan's new prime minister created demand for safe-haven assets.

Global corporate credit lagged other sectors in the global fixed income market. Macroeconomic uncertainty, equity losses, rising European coronavirus cases, and political uncertainty in the U.S. fueled risk-off sentiment and pushed spreads higher. This market backdrop weighed on emerging markets sovereign and corporate bonds. Despite decent EM inflows, heavy new issuance weighed on the asset class. Asset-backed securities and commercial mortgage-backed securities held up relatively well despite a busy month of new issuance and generated positive returns. Spreads ended the month slightly tighter for both sectors as new supply was met with strong demand. Agency mortgage-backed securities, on the other hand, posted negative returns as elevated prepayment risk continued to weigh on the sector.

PERFORMANCE

(NAV, total return)

	One Month	Three Months	Year-to-Date	One Year	Annualized				30-Day SEC Yield
					Three Years	Five Years	Ten Years	Since Inception 12/15/08	
Global Multi-Sector Bond Fund	-0.32%	3.46%	3.86%	5.16%	5.04%	5.77%	4.60%	6.56%	3.17%
Bloomberg Barclays Global Aggregate Bond USD Hedged Index	0.37	0.73	4.65	4.14	5.12	4.32	3.92	4.43	-
Linked Performance Benchmark*	0.37	0.73	4.65	4.14	5.13	4.47	4.05	4.92	-

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. Any investments in foreign markets are also subject to political risk and currency risk.

* Effective October 1, 2018, the benchmark for the Fund changed to the Bloomberg Barclays Global Aggregate Bond USD Hedged Index. Prior to this change, the benchmark was the Bloomberg Barclays Multiverse Index USD Hedged. Prior to February 1, 2017, the benchmark was the Barclays Global Aggregate ex Treasury Bond USD Hedged Index. The changes were made because the firm viewed the new benchmark to be a better representation of the investment strategy of the Fund. Historical benchmark representations have not been restated.

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.

THIS MATERIAL MUST BE PRECEDED OR ACCOMPANIED BY A PROSPECTUS, OR SUMMARY PROSPECTUS IF AVAILABLE.

RISK RETURN CHARACTERISTICS

(Five Years ended September 30, 2020)

	Annualized Std. Deviation	Alpha	Beta	R-Squared	Information Ratio	Sharpe Ratio	Tracking Error
Global Multi-Sector Bond Fund	5.70%	0.67%	1.27	0.36	0.31	0.80	4.66%
Bloomberg Barclays Global Agg USD Hdg Index	2.76	0.00	1.00	1.00	0.00	1.14	0.00
Global Multi-Sector Bond Fund	5.70	0.04	1.41	0.41	0.28	0.80	4.55
Linked Performance Benchmark	2.65	0.00	1.00	1.00	0.00	1.24	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 15.9% of total net assets.

	% of Fund
Republic of Chile	2.7%
China Development Bank	2.2
State of Israel	2.1
Republic of India	1.8
Republic of Cyprus	1.5
Romania	1.4
Republic of Ireland	1.3
Commonwealth of Australia	1.3
People's Republic of China	0.9
Republic of Italy	0.8

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

PORTFOLIO CHARACTERISTICS

	Global Multi-Sector Bond Fund	Bloomberg Bar- clays Global Agg USD Hdg Index
Number of Holdings	534	26,264
Weighted Average Maturity	6.55 years	8.98 years
Weighted Average Effective Duration	5.26 years	7.25 years
Weighted Average Coupon	3.42%	2.57%
Yield to Maturity	3.99%	0.89%
Percent of Portfolio in Cash	2.4%	-
Total Assets (all share classes)	1,197,608,414	-

SECTOR DIVERSIFICATION

	Global Sov- ereign	U.S. Mort- gage	Securi- tized	Global In- vestment Grade	Global High Yield	Emerging Market Corporates	Reserves
Global Multi-Sector Bond Fund	33.9%	4.4%	17.2%	10.9%	19.3%	11.9%	2.4%
Bloomberg Barclays Global Agg USD Hdg Index	67.5	10.2	3.3	18.3	0.0	0.7	0.0
Over/Underweight	-33.6	-5.8	13.9	-7.4	19.3	11.2	2.4

Global Sovereign includes global developed sovereign, emerging market hard currency sovereign and emerging market local sovereign bonds.

For Sourcing Information, please see Additional Disclosures.

CREDIT QUALITY DIVERSIFICATION

	U.S. Treas*	U.S. Govt Ag**	AAA	AA	A	BBB	BB	B	CCC	Not Rated	Re-serves
Global Multi-Sector Bond Fund	4.7%	4.4%	3.7%	3.5%	11.9%	20.8%	18.9%	13.0%	2.8%	13.8%	2.4%
Bloomberg Barclays Global Agg USD Hdg Index	14.2	10.5	11.6	14.6	23.9	16.3	0.3	0.0	0.0	8.6	0.0
Over/Underweight	-9.5	-6.0	-7.9	-11.1	-12.0	4.5	18.6	13.0	2.8	5.2	2.4

*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.

**U.S. government agency securities are issued or guaranteed by a U.S. government agency, and may include conventional pass-through securities and collateralized mortgage obligations; unlike Treasuries, government agency securities are not issued directly by the U.S. government and are generally unrated but may have credit support from the U.S. Treasury (e.g., FHLMC and FNMA issues) or a direct government guarantee (e.g., GNMA issues). Therefore, this category may include rated and unrated securities.

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
Global Multi-Sector Bond Fund	7.7%	20.9%	23.1%	17.9%	15.8%	6.4%	6.5%	1.6%
Bloomberg Barclays Global Agg USD Hdg Index	0.0	22.7	24.8	12.8	13.8	12.0	11.4	2.4
Over/Underweight	7.7	-1.8	-1.8	5.1	2.1	-5.6	-4.8	-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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