



PORTFOLIO UPDATE

**Spectrum Income Fund**

As of June 30, 2020

Portfolio Manager:	Managed Fund Since:	Joined Firm:
Charles Shriver	2011	1991
Toby Thompson	2020	2007

Effective March 1, 2020, Toby Thompson assumed co-portfolio management responsibility for the Fund.

**INVESTMENT OBJECTIVE**

The fund seeks a high level of current income with moderate share price fluctuation.

**FUND INFORMATION**

Symbol	RPSIX
CUSIP	779906106
Inception Date of Fund	June 29, 1990
Benchmark	Bloomberg Barclays US Agg Index
Expense Information (as of the most recent Prospectus)*	0.63%
Fiscal Year End	December 31
12B-1 Fee	-

\*While the fund itself charges no management fee, it will indirectly bear its pro-rata share of the expenses of the underlying T. Rowe Price funds in which it invests (acquired funds). The acquired funds are expected to bear the operating expenses of the fund.

**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		
Spectrum Income Fund	1.21%	7.99%	-2.05%	1.27%	3.05%	3.81%	4.74%	4.96%	2.83%	
Bloomberg Barclays U.S. Aggregate Bond Index	0.63	2.90	6.14	8.74	5.32	4.30	3.82	4.39	-	

**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](http://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](http://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.

The Fund is subject to 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**

Core government bond yields proved mixed in June, with a number of developed market countries showing early signs of yield curve steepening. In the U.S., returns on Treasuries were broadly flat, with the short end of the curve remaining largely anchored, while the long end of the curve exhibited more volatility following stronger-than-expected economic data but also a dovish outlook from the Federal Open Market Committee.

Eurozone government bonds posted a positive overall return in June. Continued dovishness from the European Central Bank (ECB) supported core asset prices over the period. An expansion of ECB measures, including the upping of its Pandemic Emergency Purchase Program by EUR 600 billion, also helped peripheral eurozone yields fall over the month.

Japanese government bonds delivered negative returns in local currency terms in June. Yields inched higher across most maturities as demand for safe-haven assets dimmed after the Fed led other central banks in signaling commitment to maintaining stimulus action to support economic growth amid the coronavirus pandemic. In Canada, government bonds fell at the long end of the curve, supported by the Bank of Canada reaffirming its own dovish monetary policy. The UK yield curve steepened overall, meanwhile, with the short end supported by increased Bank of England easing, and long-term yields rising on greater fiscal measures and the economy reopening.

**RISK RETURN CHARACTERISTICS**

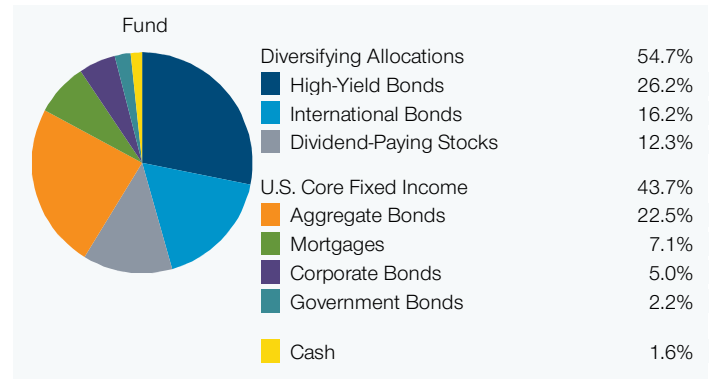
(Five Years ended June 30, 2020)

	Annualized Std. Deviation	Alpha	Beta	R-Squared	Information Ratio	Sharpe Ratio	Tracking Error
Spectrum Income Fund	5.52%	0.56%	0.70	0.15	-0.09	0.48	5.23%
Bloomberg Barclays US Agg Index	3.05	0.00	1.00	1.00	0.00	1.02	0.00

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

**TOP HOLDINGS**

TRP New Income
TRP High Yield
TRP Equity Income
TRP Emerging Markets Bond
TRP GNMA
TRP International Bond (USD Hgd)
TRP Floating Rate
TRP Corporate Income
TRP Emerg Markets Local Currency Bd
TRP Short-Term Bond
TRP Dynamic Global Bond
TRP International Bond
TRP Limited Duration Infl Focused Bd Fd
TRP US Treasury Long-Term

**ASSET DIVERSIFICATION\*\***

\*\*Based on a name-on-strategy allocation.

**PORTFOLIO CHARACTERISTICS**

	Spectrum Income Fund	Bloomberg Barclays US Agg Index
Weighted Average Maturity	7.37 years	8.08 years
Weighted Average Effective Duration	5.25 years	5.95 years
Weighted Average Coupon	4.39%	3.13%
Yield to Maturity	3.73%	1.27%
Total Assets (all share classes)	6,414,394,214	-

**MANAGEMENT**

The Spectrum Income Fund is managed by Charles Shriver and Toby Thompson. The portfolio managers are responsible for the strategic design and day-to-day management of the Fund. This includes portfolio design, positioning, performance, and risk-management oversight. The Fund's tactical asset allocation decisions are made by the firm's Asset Allocation Committee. The Committee is co-chaired by Rob Sharps and Charles Shriver, and includes some of the firm's most senior investment management professionals across major asset classes. Individual security selection is made by portfolio managers of the Fund's component strategies drawing on the fundamental insights of T. Rowe Price's team of around 200 global research analysts.

For Sourcing Information, please see Additional Disclosures.

## Additional Disclosures

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Certain numbers in this report may not equal stated totals due to rounding. Unless otherwise stated, data is as of the report date.

Unless indicated otherwise the source of all data is T. Rowe Price.

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