



PORTFOLIO UPDATE

**Total Return Fund**

As of June 30, 2020



**Portfolio Manager:**  
Chris Brown

**Managed Fund Since:**  
2019

**Joined Firm:**  
2005

**INVESTMENT OBJECTIVE**

The fund seeks to maximize total return through income and, secondarily, capital appreciation.

**FUND INFORMATION**

|   |                                 |
|---|---------------------------------|
| Symbol  | PTTFX                           |
| CUSIP   | 872803101                       |
| Inception Date of Fund                                  | November 15, 2016               |
| Benchmark   | Bloomberg Barclays US Agg Index |
| Expense Information (as of the most recent Prospectus)* | 1.20% (Gross)<br>0.53% (Net)    |
| Fiscal Year End   | May 31                          |
| 12B-1 Fee   | -                               |

\*The Fund operates under a contractual expense limitation that expires on September 30, 2021.

**PERFORMANCE**

(NAV, total return)

|  | One Month | Three Months | Year-to-Date | One Year | Annualized  |                          |       | 30-Day SEC Yield | 30-Day SEC Yield w/o Waiver <sup>o</sup> |
|--|-----------|--------------|--------------|----------|-------------|--------------------------|-------|------------------|--|
|  |           |              |              |          | Three Years | Since Inception 11/15/16 |       |                  |  |
| Total Return Fund                            | 1.81%     | 6.62%        | 3.45%        | 6.72%    | 5.12%       | 4.98%                    | 2.77% | 2.53%            |  |
| Bloomberg Barclays U.S. Aggregate Bond Index | 0.63      | 2.90         | 6.14         | 8.74     | 5.32        | 4.93                     | -     | -                |  |

**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.

<sup>o</sup>Excludes the effect of contractual expense limitation arrangements. If the expense waiver was not in effect for the 30-Day period shown, there may not be a difference in the 30-day SEC yields shown above.

Investors should note that if interest rates rise significantly from current levels, total returns will decline and may even turn negative in the short term.

The Fund is subject to risks of fixed income investing, including interest rate risk and credit risk. The Fund's investments in high-yield securities are subject to greater volatility and credit risk than investment-grade bonds.

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**

(Three Years ended June 30, 2020)

|                                 | Annualized<br>Std.<br>Deviation | Alpha  | Beta | R-Squared | Information<br>Ratio | Sharpe<br>Ratio | Tracking<br>Error |
|---------------------------------|---------------------------------|--------|------|-----------|----------------------|-----------------|-------------------|
| Total Return Fund               | 4.66%                           | -0.27% | 1.04 | 0.51      | -0.06                | 0.72            | 3.33%             |
| Bloomberg Barclays US Agg Index | 3.23                            | 0.00   | 1.00 | 1.00      | 0.00                 | 1.10            | 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 7.4% of total net assets.

|                        | % of Fund |
|------------------------|-----------|
| PG&E                   | 1.0%      |
| AbbVie                 | 0.8       |
| Vertical Topco Sarl    | 0.8       |
| Energy Transfer        | 0.7       |
| Asurion LLC            | 0.7       |
| HUB INTERNATIONAL      | 0.7       |
| REFINITIV              | 0.7       |
| Cheniere Energy        | 0.7       |
| Hellman & Friedman LLC | 0.7       |
| Kronos                 | 0.6       |

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

**PORTFOLIO CHARACTERISTICS**

|  | Total Return Fund | Bloomberg Bar-<br>clays US Agg<br>Index |
|--|-------------------|---|
| Number of Holdings                     | 547               | 11,609                                  |
| Weighted Average Maturity              | 9.45 years        | 8.08 years                              |
| Weighted Average Effective Duration    | 5.95 years        | 5.95 years                              |
| Weighted Average Coupon                | 3.94%             | 3.13%                                   |
| Yield to Maturity                      | 3.63%             | 1.27%                                   |
| Percent of Portfolio in Cash           | -9.5%             | -                                       |
| Total Assets (all share classes) (USD) | 112,920,585       | -                                       |

**SECTOR DIVERSIFICATION**

|                                    | Mort-<br>gage | High<br>Yield | Corpo-<br>rate | U.S.<br>Treas-<br>ury | ABS         | CMBS       | Emerg-<br>ing Mar-<br>ket | TIPS       | U.S. Mu-<br>nicipal | Government<br>Related | Non-<br>US\$ De-<br>nomi-<br>nated | Equity &<br>Other | Re-<br>serves |
|------------------------------------|---------------|---------------|----------------|-----------------------|-------------|------------|---------------------------|------------|---------------------|-----------------------|------------------------------------|-------------------|---------------|
| Total Return Fund                  | 32.0%         | 22.5%         | 16.8%          | 14.2%                 | 11.3%       | 7.3%       | 3.3%                      | 1.5%       | 0.3%                | 0.3%                  | 0.3%                               | -0.2%             | -9.5%         |
| Bloomberg Barclays US<br>Agg Index | 26.5          | 0.5           | 27.2           | 37.9                  | 0.4         | 1.3        | 0.0                       | 0.0        | 0.0                 | 6.1                   | 0.0                                | 0.0               | 0.0           |
| <b>Over/Underweight</b>            | <b>5.5</b>    | <b>22.0</b>   | <b>-10.4</b>   | <b>-23.7</b>          | <b>10.9</b> | <b>5.9</b> | <b>3.2</b>                | <b>1.5</b> | <b>0.3</b>          | <b>-5.8</b>           | <b>0.3</b>                         | <b>-0.2</b>       | <b>-9.5</b>   |

**CREDIT QUALITY DIVERSIFICATION**

|                                    | U.S.<br>Treas* | U.S.<br>Govt<br>Ag** | AAA        | AA         | A           | BBB        | BB         | B           | CCC        | CC         | D          | Not<br>Rated | Re-<br>serves |
|------------------------------------|----------------|----------------------|------------|------------|-------------|------------|------------|-------------|------------|------------|------------|--------------|---------------|
| Total Return Fund                  | 15.7%          | 22.5%                | 5.5%       | 4.0%       | 7.0%        | 21.7%      | 10.4%      | 14.7%       | 4.9%       | 0.4%       | 0.4%       | 2.5%         | -9.5%         |
| Bloomberg Barclays US<br>Agg Index | 37.5           | 27.6                 | 4.8        | 3.5        | 12.1        | 13.8       | 0.6        | 0.0         | 0.0        | 0.0        | 0.0        | 0.0          | 0.0           |
| <b>Over/Underweight</b>            | <b>-21.8</b>   | <b>-5.1</b>          | <b>0.6</b> | <b>0.5</b> | <b>-5.2</b> | <b>7.8</b> | <b>9.8</b> | <b>14.7</b> | <b>4.9</b> | <b>0.4</b> | <b>0.4</b> | <b>2.5</b>   | <b>-9.5</b>   |

\*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.

For Sourcing Information, please see Additional Disclosures.

**MATURITY DIVERSIFICATION**

|                                 | <b>0-1 Year</b> | <b>1-3 Years</b> | <b>3-5 Years</b> | <b>5-7 Years</b> | <b>7-10</b> | <b>10-20</b> | <b>20-30</b> | <b>30+ Years</b> |
|---------------------------------|-----------------|------------------|------------------|------------------|-------------|--------------|--------------|------------------|
|                                 | <b>Years</b>    |                  |                  |                  |             |              |              |                  |
| Total Return Fund               | 20.0%           | 7.0%             | 32.3%            | 17.5%            | 10.6%       | 4.5%         | 7.3%         | 0.7%             |
| Bloomberg Barclays US Agg Index | 0.0             | 24.4             | 32.9             | 13.4             | 9.7         | 5.0          | 13.7         | 0.9              |
| <b>Over/Underweight</b>         | <b>20.0</b>     | <b>-17.3</b>     | <b>-0.6</b>      | <b>4.1</b>       | <b>0.9</b>  | <b>-0.5</b>  | <b>-6.4</b>  | <b>-0.2</b>      |

**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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The Top Issuers excludes U.S. Treasuries, institutional funds, agencies and securitized products.

Diversification exhibits may not add to 100% due to exclusion or inclusion of cash.

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Source for Maturity Diversification: T Rowe Price.

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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