



# T. Rowe Price

## PORTFOLIO UPDATE

# U.S. High Yield Fund - I Class <sup>1</sup>

As of March 31, 2024



**Portfolio Manager:**

Kevin Loomer

**Managed Fund Since:**  
2013

**Joined Firm:**  
2017

## INVESTMENT OBJECTIVE

The fund seeks total return, and secondarily, current income.

## FUND INFORMATION

Symbol	TUHIX
CUSIP	741481600
Inception Date of Fund	April 30, 2013
Benchmark	ICE BofA US High Yield Constrained Index
Expense Information (as of the most recent Prospectus)*	0.69% (Gross) 0.61% (Net)
Fiscal Year End	May 31
12B-1 Fee	–

\*The I Class operates under a contractual operating expense limitation that expires on September 30, 2025.

## PERFORMANCE<sup>2</sup>

(NAV, total return)

	One Month	Three Months	One Year	Three Years	Five Years	Ten Years	Annualized		
							Since Inception 4/30/13 <sup>1</sup>	30-Day SEC Yield	30-Day SEC Yield w/o Waiver <sup>2</sup>
U.S. High Yield Fund - I Class	1.25%	2.12%	12.14%	1.24%	3.89%	4.53%	5.10%	7.69%	7.64%
ICE BofA US High Yield Constrained Index	1.19	1.51	11.06	2.21	4.01	4.36	4.50	–	–

**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).** The Fund's total return figures reflect the reinvestment of dividends and capital gains, if any.

<sup>2</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.

<sup>1</sup> The T. Rowe Price US High Yield Fund ("Fund") commenced operations on May 19, 2017. At that time, the Fund received all of the assets and liabilities of the Henderson High Yield Opportunities Fund (the "Predecessor Fund") and adopted its performance and accounting history. The Fund and the Predecessor Fund have substantially similar investment objectives and strategies. The Predecessor Fund was managed by the same portfolio manager as the Fund.

<sup>2</sup> The Fund commenced operations on May 19, 2017. Performance prior to that date reflects the performance of the Class I of the Predecessor Fund.

Predecessor Fund performance reflects its actual operating expense at the time and was not adjusted to reflect the impact of the Fund's current fees. Since Inception returns are shown from the inception date of the Predecessor Fund, April 30, 2013.

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. High-yield bonds carry a greater default risk than higher-rated bonds, as well as liquidity risk.

The fund(s) may have other share classes available that offer different investment minimums and fees. See the prospectus for details.

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

Not for use with Individual Investors.

**RISK RETURN CHARACTERISTICS**

(Five Years ended March 31, 2024)

	Annualized Std. Deviation	Alpha	Beta	R-Squared	Information Ratio	Sharpe Ratio	Tracking Error
U.S. High Yield Fund - I Class	10.37%	-0.19%	1.08	0.94	-0.05	0.17	2.58%
ICE BofA US High Yield Constrained Index	9.37	0.00	1.00	1.00	0.00	0.21	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 16.7% of total net assets.

	Sector	% of Fund
Energy Transfer	Energy	2.3%
Osaic Holdings	Financial Services	2.3
RCS Capital	Financial Services	2.0
LSF9 Atlantis Holdings LLC / Victra Finance	Retail	1.8
Sigma Holdco BV	Consumer Goods	1.7
Coty Inc/HFC Prestige Products Inc/HFC Prestige International US	Consumer Goods	1.4
Vistra	Utility	1.3
Ultimate Software Group	Technology & Electronics	1.3
Ascent Resources Utica Holdings LLC / ARU Finance	Energy	1.3
American Airlines Inc/AAAdvantage Loyalty IP	Transportation	1.3

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

**PORTFOLIO CHARACTERISTICS**

	U.S. High Yield Fund - I Class	ICE BofA US High Yield Con- strained Index
Number of Holdings	115	1,862
Weighted Average Maturity	6.00 years	4.76 years
Weighted Average Effective Duration	2.99 years	3.48 years
Weighted Average Coupon	7.80%	6.13%
Yield to Worst	8.24%	7.66%
Percent of Portfolio in Cash	4.3%	–
Total Assets (all share classes)	478,957,348	–

**SECTOR DIVERSIFICATION**

	Energy	Financial Services	Basic In- dustry	Services	Consumer Goods	Leisure	Capital Goods	Health Care	Transpor- tation	Other
U.S. High Yield Fund - I Class	20.8%	12.1%	6.5%	6.3%	6.1%	5.3%	5.2%	4.4%	4.2%	24.8%
ICE BofA US High Yield Constrained Index	12.0	5.7	8.9	6.5	3.7	7.9	7.2	7.8	2.0	38.2
<b>Over/Underweight</b>	<b>8.8</b>	<b>6.3</b>	<b>-2.4</b>	<b>-0.2</b>	<b>2.4</b>	<b>-2.6</b>	<b>-2.0</b>	<b>-3.4</b>	<b>2.2</b>	<b>-13.4</b>

**CREDIT QUALITY DIVERSIFICATION**

	A	BBB	BB	B	CCC	CC	D	Not Rated	Reserves	Bank Debt
U.S. High Yield Fund - I Class	0.0%	1.2%	34.1%	38.4%	7.8%	0.4%	0.4%	0.0%	4.3%	13.3%
ICE BofA US High Yield Constrained Index	0.1	1.2	46.7	38.3	12.4	1.1	0.1	0.2	0.0	0.0
<b>Over/Underweight</b>	<b>-0.1</b>	<b>0.0</b>	<b>-12.6</b>	<b>0.1</b>	<b>-4.5</b>	<b>-0.7</b>	<b>0.3</b>	<b>-0.2</b>	<b>4.3</b>	<b>13.3</b>

**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
U.S. High Yield Fund - I Class	0.0%	9.6%	38.0%	35.7%	10.1%	0.0%	0.0%	2.3%
ICE BofA US High Yield Constrained Index	0.3	20.5	35.7	31.4	9.8	1.3	0.6	0.3
<b>Over/Underweight</b>	<b>-0.3</b>	<b>-10.9</b>	<b>2.2</b>	<b>4.2</b>	<b>0.3</b>	<b>-1.3</b>	<b>-0.6</b>	<b>1.9</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**

**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.**

Copyright © 2024, S&P Global Market Intelligence (and its affiliates, as applicable). Reproduction of any information, data or material, including ratings ("Content") in any form is prohibited except with the prior written permission of the relevant party. Such party, its affiliates and suppliers ("Content Providers") do not guarantee the accuracy, adequacy, completeness, timeliness or availability of any Content and are not responsible for any errors or omissions (negligent or otherwise), regardless of the cause, or for the results obtained from the use of such Content. In no event shall Content Providers be liable for any damages, costs, expenses, legal fees, or losses (including lost income or lost profit and opportunity costs) in connection with any use of the Content. A reference to a particular investment or security, a rating or any observation concerning an investment that is part of the Content is not a recommendation to buy, sell or hold such investment or security, does not address the appropriateness of an investment or security and should not be relied on as investment advice. Credit ratings are statements of opinions and are not statements of fact.

ICE Data Indices, LLC ("ICE DATA"), is used with permission. ICE DATA, ITS AFFILIATES AND THEIR RESPECTIVE THIRD-PARTY SUPPLIERS DISCLAIM ANY AND ALL WARRANTIES AND REPRESENTATIONS, EXPRESS AND/OR IMPLIED, INCLUDING ANY WARRANTIES OF MERCHANTABILITY OR FITNESS FOR A PARTICULAR PURPOSE OR USE, INCLUDING THE INDICES, INDEX DATA AND ANY DATA INCLUDED IN, RELATED TO, OR DERIVED THEREFROM. NEITHER ICE DATA, ITS AFFILIATES NOR THEIR RESPECTIVE THIRD-PARTY SUPPLIERS SHALL BE SUBJECT TO ANY DAMAGES OR LIABILITY WITH RESPECT TO THE ADEQUACY, ACCURACY, TIMELINESS OR COMPLETENESS OF THE INDICES OR THE INDEX DATA OR ANY COMPONENT THEREOF, AND THE INDICES AND INDEX DATA AND ALL COMPONENTS THEREOF ARE PROVIDED ON AN "AS IS" BASIS AND YOUR USE IS AT YOUR OWN RISK. ICE DATA, ITS AFFILIATES AND THEIR RESPECTIVE THIRD-PARTY SUPPLIERS DO NOT SPONSOR, ENDORSE, OR RECOMMEND T. ROWE PRICE OR ANY OF ITS PRODUCTS OR SERVICES.

Fund Assets, holdings-based analytics (excluding portfolio turnover), and portfolio attribution are calculated using T. Rowe Price's internal Investment Book of Records (IBOR). Due to timing and accounting methodology differences, IBOR data may differ from the Accounting Book of Records (ABOR) data provided by the Fund's accountant.

T. Rowe Price uses the ICE BofA structure for sector reporting for this product.

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

Credit ratings for the securities held in the Fund are provided by Moody's, Standard & Poor's and Fitch and are converted to the Standard & Poor's nomenclature.

A rating of "AAA" represents the highest-rated securities, and a rating of "D" represents the lowest-rated securities. When a rating is available from all three agencies, the median rating is used. If there are two ratings, the lower rating is used and if only one rating is available, that rating is used. If a rating is not available, the security is classified as Not Rated (NR). The rating of the underlying investment vehicle is used to determine the creditworthiness of credit default swaps and sovereign securities. The Fund is not rated by any agency. U.S. Government Agency securities, if any, may include conventional pass-through securities and collateralized mortgage obligations. This category may include rated and unrated securities.

© 2024, Moody's Corporation, Moody's Investors Service, Inc., Moody's Analytics, Inc. and/or their licensors and affiliates (collectively, "Moody's"). All rights reserved. Moody's ratings and other information ("Moody's Information") are proprietary to Moody's and/or its licensors and are protected by copyright and other intellectual property laws. Moody's Information is licensed to Client by Moody's. MOODY'S INFORMATION MAY NOT BE COPIED OR OTHERWISE REPRODUCED, REPACKAGED, FURTHER TRANSMITTED, TRANSFERRED, DISSEMINATED, REDISTRIBUTED OR RESOLD, OR STORED FOR SUBSEQUENT USE FOR ANY SUCH PURPOSE, IN WHOLE OR IN PART, IN ANY FORM OR MANNER OR BY ANY MEANS WHATSOEVER, BY ANY PERSON WITHOUT MOODY'S PRIOR WRITTEN CONSENT. Moody's (R) is a registered trademark.

Copyright © 2024 Fitch Ratings, Inc., Fitch Ratings Ltd. and its subsidiaries.

Source for Maturity Diversification: T Rowe Price.

"Other" includes any categories not explicitly mentioned.

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.

This material should not be deemed a recommendation to buy or sell any of the securities mentioned.

This material has been prepared for informational purposes only. The views and opinions stated in this commentary are those of the portfolio managers listed as of the date indicated. These views and opinions are subject to change based on market or other conditions and may differ from those of other T. Rowe Price associates. Actual market and investment results may differ materially from expectations.

© 2024 T. Rowe Price. All Rights Reserved. T. ROWE PRICE, INVEST WITH CONFIDENCE, and the Bighorn Sheep design are, collectively and/or apart, trademarks of T. Rowe Price Group, Inc.

T. Rowe Price Investment Services, Inc., Distributor.  
201708-251264 202404-3479035