

Tax-Free High Yield Fund - I Class (PTYIX)

As of September 30, 2025



T. Rowe Price

General Information

CUSIP	741486302
Inception Date	November 29, 2016
Benchmark	Bloomberg 65% HG/35% HY Index
Expense Information (as of the most recent Prospectus)	0.50%

Key Facts

Total Assets	USD 3,309,971,463
Portfolio Holdings Turnover ⁽¹⁾	16.5%
% of Portfolio in Cash	0.7%
Modified Duration to Worst	9.15 yrs
Average Dollar Price of Bond	90.79
Weighted Average Maturity	20.54 yrs
Alpha (Five Years)	0.68%
Standard Deviation (Five Years)	7.46%

⁽¹⁾Portfolio Turnover represents 1 year period ending 12/31/24.

Past performance is not a guarantee or a reliable indicator of future results.

Morningstar™

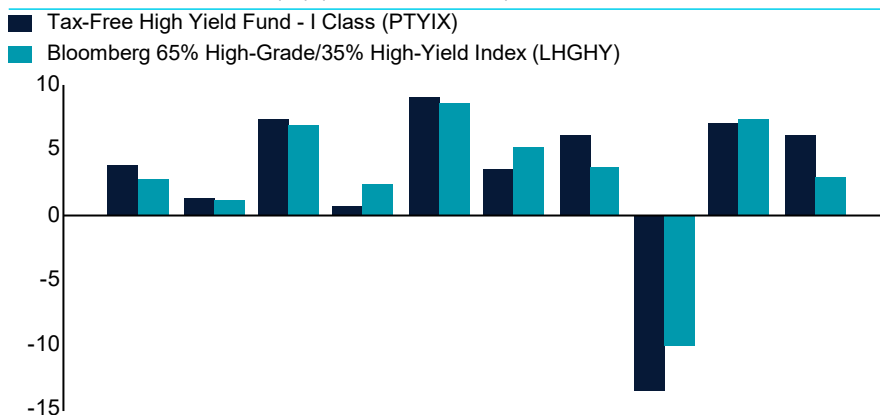
Overall Morningstar Rating™	★★★★
Morningstar Category™	High Yield Muni

Rated against 177 High Yield Muni funds, as of 9/30/2025, based on risk-adjusted total return. Ratings are determined monthly and subject to change. The Overall Morningstar Rating for a fund is derived from a weighted average of the performance figures associated with its 3-, 5- and 10-year (if applicable) Morningstar Rating metrics. **Past performance is not a guarantee or a reliable indicator of future results.**

Investment Objective & Strategy

The fund seeks to provide a high level of income exempt from federal income taxes by investing primarily in long-term low- to upper-medium-grade municipal securities. Invests a substantial portion of assets in below-investment-grade municipal or "junk" bonds and may buy bonds in default as long as they do not exceed 10% of assets. Weighted average maturity is expected to exceed 10 years. May invest in bonds whose income is subject to the calculation of the alternative minimum tax.

Calendar Year Returns (%) (NAV, total return)



	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
PTYIX	3.85	1.39	7.40	0.76	9.13	3.48	6.20	-13.47	7.15	6.11
LHGHY	2.80	1.21	6.92	2.49	8.63	5.20	3.67	-10.14	7.39	2.87

Performance (%) (NAV, total return Performance > 1yr is Annualized)

	3m	YTD	1yr	3yrs	5yrs	10yrs	15yrs	30-Day SEC Yield
PTYIX	3.27	2.25	0.88	6.05	2.09	3.06	4.04	4.38
LHGHY	2.52	2.17	0.98	5.45	1.56	3.08	3.64	N/A

Past performance is not a guarantee or a reliable indicator of future results. 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.

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

The T. Rowe Price Fund shares the portfolio of an existing fund (the original share class of the fund is referred to as the "investor class"). The total return figures for this I Class have been calculated using the performance data of the Investor Class (incepted 3/1/85) up to the inception date of the I Class (11/29/16) and the actual performance results of the I Class since that date. Because the I Classes are expected to have lower expenses than the Investor Classes, the I Class performance, had it existed over the periods shown, would have been higher.

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

Risks: **Interest rates:** A rise in interest rates typically causes the price of a fixed rate debt instrument to fall and its yield to rise. Conversely, a decline in interest rates typically causes the price of a fixed rate debt instrument to rise and the yield to fall. **Municipal securities:** The fund may be highly impacted by events tied to the overall municipal securities markets, which can be very volatile and significantly affected by unfavorable legislative or political developments and adverse changes in the financial conditions of municipal securities issuers and the global, national, and/or local economies. **Taxes:** Some income may be subject to the federal alternative minimum tax. Capital gains, if any, are generally taxable. See the prospectus for more detail on the fund's principal risks.

Top 10 Guarantors (%)

	Fund
Puerto Rico Sales Tax Financing Corp	3.9
Sales Tax Revenue	
Commonwealth of Puerto Rico	3.8
Puerto Rico Commonwealth Aqueduct & Sewer Authority	2.1
Buckeye Tobacco Settlement Financing Authority	1.8
Sr 400 Peach Partners LLC	1.3
Loma Linda University Medical Center Obligated Group	1.2
Metropolitan Pier & Exposition Authority	1.0
Puerto Rico Electric Power Authority	1.0
Goldman Sachs Group Inc/The	1.0
Golden State Tobacco Securitization Corp	1.0

Credit Quality

Diversification (%)	Fund	Fund vs LHGHY
AAA	1.3	-13.7
AA	6.9	-29.8
A	8.7	-2.5
BBB	17.9	14.4
BB	14.4	6.9
B	1.5	0.6
CCC	0.8	0.3
D	2.0	2.0
Not Rated	46.6	22.0
Reserves	-0.1	-0.1

Maturity Diversification (%)

	Fund
0-1 Year	1.9
1-3 Years	2.0
3-5 Years	4.0
5-7 Years	3.6
7-10 Years	7.2
10-20 Years	23.2
20-30 Years	44.8
30+ Years	13.4

Industry Diversification (%)

	Fund	LHGHY
Health Care	21.1	12.4
Ind Dev Rev / Pollut Ctrl Rev	16.5	10.7
Special Tax	13.9	13.3
Transportation	11.6	10.8
Education	11.2	9.3
Housing	4.7	4.9
GO-State	3.8	8.4
Leasing	2.9	4.5
GO-Local	2.9	13.4
Water & Sewer	2.4	6.1
Other	9.1	5.2

Portfolio Management

	Managed Since	Joined Firm
Jim Murphy	2002	2000

Additional Disclosures & Definitions

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 1-855-405-6488 or visit [troweprice.com](https://www.troweprice.com). Read it carefully.

Visit [Troweprice.com/glossary](https://www.troweprice.com/glossary) for a glossary of financial terminology.

Bloomberg, Fitch, Moody's, Morningstar, and S&P Global Market Intelligence do not accept any liability for any errors or omissions in the indexes or data, and hereby expressly disclaim all warranties of originality, accuracy, completeness, timeliness, merchantability, and fitness for a particular purpose. No party may rely on any indexes or data contained in this communication. Visit [Troweprice.com/marketdata](https://www.troweprice.com/marketdata) for additional legal notices & disclaimers.

Morningstar rated the fund 3 and 4 stars among 177 and 171 High Yield Muni funds for the 3- and 5-year periods (as applicable) ending 9/30/2025, respectively. The Morningstar Rating™ for funds, or "star rating", is calculated for funds with at least a three-year history. Exchange-traded funds and open-ended mutual funds are considered a single population for comparative purposes. It is calculated based on a Morningstar Risk-Adjusted Return measure that accounts for variation in a managed product's monthly excess performance, placing more emphasis on downward variations and rewarding consistent performance. The top 10% of products in each product category receive 5 stars, the next 22.5% receive 4 stars, the next 35% receive 3 stars, the next 22.5% receive 2 stars, and the bottom 10% receive 1 star.

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. The Top Guarantors excludes any Prerefunded or Escrowed holdings.

T. Rowe Price uses a custom structure for sector and industry 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. If the rating agencies differ, the highest rating is applied to the security. If a rating is not available, the security is classified as Not Rated (NR). T. Rowe Price uses the rating of the underlying investment vehicle 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.

"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.

© 2025 T. Rowe Price. All Rights Reserved. T. ROWE PRICE, INVEST WITH CONFIDENCE, the Bighorn Sheep design, and related indicators (see [troweprice.com/ip](https://www.troweprice.com/ip)) are trademarks of T. Rowe Price Group, Inc. All other trademarks are the property of their respective owners.

T. Rowe Price Investment Services, Inc., Distributor.

202408-3806732