



**FACT SHEET**

# Floating Rate Fund

As of September 30, 2020



**Portfolio Manager:**  
Paul Massaro

**Managed Fund Since:**  
2011

**Joined Firm:**  
2003

## FUND INFORMATION

Symbol	PRFRX
CUSIP	87279B106
Inception Date of Fund	July 29, 2011
Benchmark	S&P/LSTA Performing Loan Index
Expense Information (as of the most recent Prospectus)	0.76%
Fiscal Year End	May 31
Total Annual Operating Expenses per \$1,000	\$7.60
12B-1 Fee	–
Portfolio Holdings Turnover†	71.6%
Total Assets (all share classes)	\$2,081,574,964
Percent of Portfolio in Cash	3.5%
Beta (5 Years)	0.79

†Portfolio Turnover represents 1 year period ending 12/31/19.

## INVESTMENT OBJECTIVE AND STRATEGY

The fund seeks high current income and, secondarily, capital appreciation.

Invest primarily in floating-rate bank loans (also known as leveraged loans) and other floating-rate debt securities with below investment-grade credit ratings.

Broadly diversified across 200-300 issuers, with strict exposure limits to manage risk.

At least 80% of assets are invested in floating-rate bank loans and corporate senior floating-rate notes issued by companies rated below investment grade.

A maximum of 20% of assets can be invested in fixed-rate debt securities, including high-yield bonds.

## BENEFITS AND RISKS

The floating-rate feature virtually eliminates interest rate risk.

Bank loans typically rank higher in the capital structure for repayment.

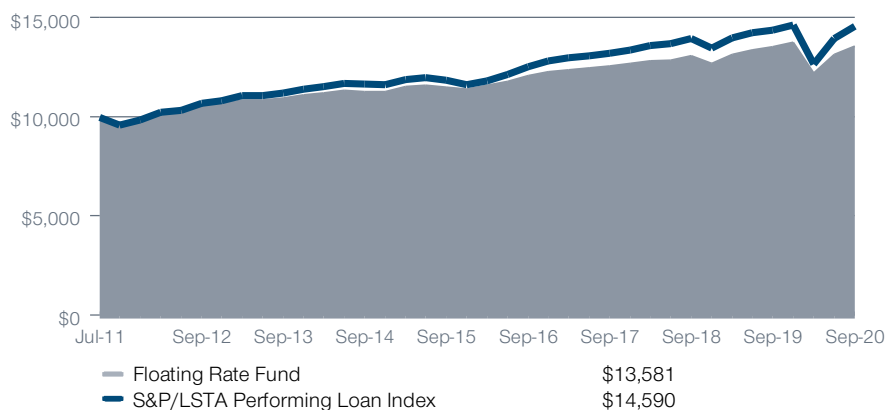
Low historical return correlations with other asset classes, including high-yield bonds, make bank loans a diversifier for equity and fixed-income portfolios.

The loans and debt securities held by the fund are usually considered speculative and involve a greater risk of default and price decline than higher-rated bonds.

This fund could have greater price declines than a fund that invests primarily in high-quality bonds or loans.

## CUMULATIVE RETURNS

Growth of \$10,000



## PERFORMANCE

(NAV, total return)

	Three Months	Year-to-Date	One Year	Annualized			30-Day SEC Yield
				Three Years	Five Years	Since Inception 7/29/11	
Floating Rate Fund	3.20%	-1.47%	0.06%	2.53%	3.33%	3.39%	3.39%
S&P/LSTA Performing Loan Index	4.30	-0.50	1.35	3.26	4.18	4.20	–

**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 1-855-405-6488 or visit [troweprice.com](http://troweprice.com). Read it carefully.** The average annual total return figures reflect the reinvestment of dividends and capital gains, if any. 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.

**TOP 10 ISSUERS**

	Industry	% of Fund
Hellman & Friedman LLC	Services	4.2%
Asurion LLC	Wireless Communications	3.9
HUB International Ltd	Financial	3.0
UFC Holdings LLC	Entertainment & Leisure	2.2
Refinitiv US Holdings Inc	Info Tech	1.9
USI Advantage Corp	Financial	1.8
Caesars Entertainment Inc	Gaming	1.4
Versant Health Inc	Health Care	1.4
Solera LLC	Info Tech	1.4
POWER SOLUTIONS	Automotives	1.2

**MORNINGSTAR™**

Overall Morningstar Rating™  
 Morningstar Category™ Bank Loan  
 Rated against 226 Bank Loan funds, as of 9/30/2020, 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 no guarantee of future results.**

**INDUSTRY DIVERSIFICATION**

	Health Care	Info Tech	Services	Financial	Wireless Communications	Entertainment & Leisure	Gaming	Energy	Automotives	Utilities	Other
Floating Rate Fund	13.8%	13.5%	11.1%	9.3%	3.9%	3.7%	3.5%	3.5%	3.4%	3.3%	27.4%
S&P/LSTA Performing Loan Index	13.2	13.8	13.9	5.6	1.6	3.1	2.6	2.7	3.1	3.0	37.4
<b>Over/Underweight</b>	<b>0.7</b>	<b>-0.3</b>	<b>-2.8</b>	<b>3.7</b>	<b>2.3</b>	<b>0.6</b>	<b>0.9</b>	<b>0.8</b>	<b>0.3</b>	<b>0.3</b>	<b>-10.0</b>

**CREDIT QUALITY DIVERSIFICATION**

	BBB/BB & Abv	BB	BB/B	B	B/CCC	CCC & Below	Equities	Not Rated	Short-Term
Floating Rate Fund	4.4%	8.9%	10.7%	58.4%	3.6%	7.3%	1.2%	2.0%	3.5%
S&P/LSTA Performing Loan Index	1.5	17.7	11.3	56.1	6.1	6.1	0.0	1.2	0.0
<b>Over/Underweight</b>	<b>2.8</b>	<b>-8.7</b>	<b>-0.6</b>	<b>2.3</b>	<b>-2.5</b>	<b>1.2</b>	<b>1.2</b>	<b>0.8</b>	<b>3.5</b>

For Sourcing Information, please see Additional Disclosures.

Not FDIC-Insured. May lose value. No bank guarantee.

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## Definitions

Beta: A measure of market risk of an investment option that shows how responsive the investment is to a given market index, such as the Standard & Poor's 500 Index. By definition, the beta of the benchmark is 1.00. An investment with a beta of 1.10 is expected to perform 10% better than the index in up markets and 10% worse in down markets. Usually, higher betas represent riskier investments. Figures are calculated using monthly data and are net of fees.

## Additional Disclosures

Morningstar rated the fund 4 and 4 stars among 226 and 203 Bank Loan funds for the 3- and 5-year periods (as applicable) ending 9/30/2020, 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.

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T. Rowe Price uses a custom structure for diversification reporting on this product.

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

Sources for credit quality: Moody's Investors Service and Standard & Poor's (S&P); split ratings (e.g., BB/B and B/CCC) are assigned when the Moody's and S&P ratings differ. T. Rowe Price does not evaluate these ratings, but simply assigns them to the appropriate credit quality category as determined by the rating agency. T. Rowe Price uses the rating of the underlying investment vehicle for credit default swaps. Short-term holdings are not rated. The source of credit quality for the S&P/LSTA Performance Loan Index is Standard & Poor's. All short-term holdings, regardless of ratings, are included with the cash positions.

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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.

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