



T. Rowe Price

FACT SHEET

Tax-Free High Yield Fund

As of March 31, 2024



Portfolio Manager:

Jim Murphy

Managed Fund Since:

2002

Joined Firm:

2000

FUND INFORMATION

Symbol	PRFHX
CUSIP	741486104
Inception Date of Fund	March 01, 1985
Benchmark	Bloomberg 65% HG/35% HY Index
Expense Information (as of the most recent Prospectus)*	0.77% (Gross) 0.67% (Net)
Fiscal Year End	February 28
Total Annual Operating Expenses per \$1,000	\$7.70 (Gross) \$6.70 (Net)
12B-1 Fee	–
Portfolio Holdings Turnover†	27.4%
Total Assets (all share classes)	\$3,385,971,139
Percent of Portfolio in Cash	0.3%

*The Fund operates under a contractual expense limitation that expires on June 30, 2024.

†Portfolio Turnover represents 1 year period ending 12/31/23.

INVESTMENT OBJECTIVE AND 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.

BENEFITS AND RISKS

Offers the highest potential for current income and capital appreciation of all of the T. Rowe Price federal tax-free funds. Some income may be subject to state and local taxes and the federal alternative minimum tax. Capital gains, if any, are generally taxable.

Offers the potential for a high level of tax-exempt income and some capital appreciation by investing in below-investment-grade bonds. These bonds tend to offer higher yields to compensate for a greater default risk.

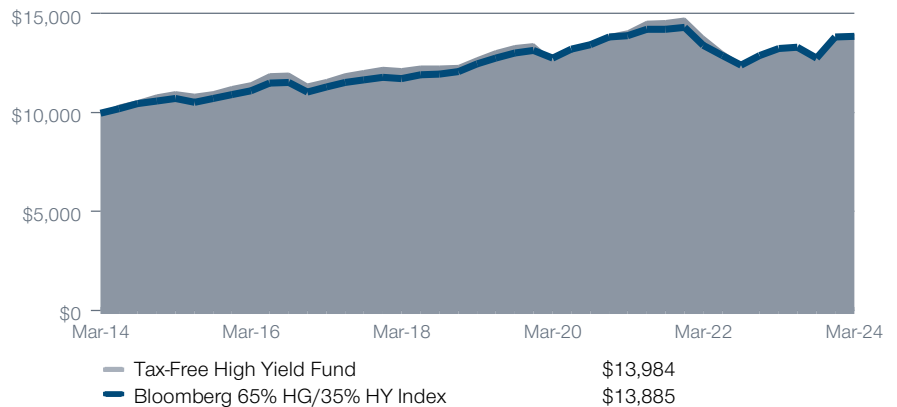
Yield and share price will vary with interest rate changes.

If interest rates rise significantly from current levels, bond fund total returns will decline and may even turn negative in the short term.

High-yield bonds carry a significant level of credit risk.

CUMULATIVE RETURNS

Growth of \$10,000



PERFORMANCE

(NAV, total return)

	Annualized						30-Day SEC Yield	30-Day SEC Yield w/o Waiver ²
	Three Months	One Year	Three Years	Five Years	Ten Years	Fifteen Years		
Tax-Free High Yield Fund	2.13%	6.51%	-0.37%	1.81%	3.41%	5.63%	4.04%	3.95%
Bloomberg 65% High-Grade/35% High-Yield Index	0.28	4.78	-0.06	2.12	3.34	4.77	–	–

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. 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.

²Excludes 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.

TOP GUARANTORS

	% of Fund
Tobacco Industry	4.5%
Puerto Rico Sales Tax Financing Corp Sales Tax Revenue	3.5
Puerto Rico Commonwealth Aqueduct & Sewer Authority	3.2
Commonwealth of Puerto Rico	3.2
Goldman Sachs Group Inc/The	1.9
Metropolitan Pier & Exposition Authority	1.5
Purple Line Transit Partners LLC	1.3
Loma Linda University Medical Center Obligated Group	1.2
Metrohealth System/The	1.0
State of New Jersey	1.0

MORNINGSTAR™

Overall Morningstar Rating™

Morningstar Category™ High Yield Muni

Rated against 185 High Yield Muni funds, as of 3/31/2024, 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	Ind Dev Rev / Pollut Ctrl Rev	Trans- porta- tion	Special Tax	Educa- tion	Leasing	GO- State	Water & Sewer	Housing	GO-Lo- cal	Other
Tax-Free High Yield Fund	19.9%	18.7%	13.0%	10.7%	8.6%	4.1%	3.7%	3.6%	3.6%	2.9%	11.0%
Bloomberg 65% HG/35% HY Index	11.8	10.5	11.4	13.0	8.4	4.8	9.6	6.3	4.4	12.6	6.1
Over/Underweight	8.1	8.3	1.7	-2.3	0.1	-0.6	-5.9	-2.7	-0.8	-9.7	4.9

CREDIT QUALITY DIVERSIFICATION

	AAA	AA	A	BBB	BB	B	CCC	C	D	Not Rated
Tax-Free High Yield Fund	0.7%	6.6%	11.7%	23.2%	12.9%	1.9%	0.3%	0.0%	1.6%	41.1%
Bloomberg 65% HG/35% HY Index	14.0	35.0	12.2	4.0	7.5	0.9	0.6	0.1	0.0	25.7
Over/Underweight	-13.3	-28.5	-0.5	19.2	5.4	1.0	-0.3	-0.1	1.6	15.4

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
Tax-Free High Yield Fund	0.8%	3.0%	3.0%	5.6%	7.5%	26.0%	38.7%	15.3%
Bloomberg 65% HG/35% HY Index	0.0	8.6	7.9	7.9	11.1	29.5	27.1	7.9
Over/Underweight	0.8	-5.5	-4.8	-2.3	-3.7	-3.6	11.6	7.4

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 1-855-405-6488 or visit troweprice.com. Read it carefully.

Morningstar rated the fund 3, 3, and 3 stars among 185, 176 and 118 High Yield Muni funds for the 3-, 5-, and 10-year periods (as applicable) ending 3/31/2024, 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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The Top Guarantors excludes any Prerefunded or Escrowed holdings.

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.

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 may include conventional pass-through securities and collateralized mortgage obligations. This category may include rated and unrated securities.

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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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