



STRATEGY HIGHLIGHTS

As of 31 March 2024

QM US Aggregate Bond Index Strategy

Total US Fixed Income Index (Passive) Assets: \$2.8 billion | **Total US Aggregate Bond Index Strategy Assets:**¹ \$2.8 billion

Figures shown in U.S. Dollars

INVESTMENT APPROACH

- Primarily focus on investment-grade U.S. fixed income securities represented in the Bloomberg U.S. Aggregate Bond Index.
- Utilizes a multi-dimensional portfolio construction process that incorporates both quantitative and fundamental research elements.
- Seeks to efficiently match benchmark risk factors in a more yield-advantageous manner using our proprietary quantitative model.
- Leverages insight from our global research platform in an effort to add value through modest traditional active management tilts.
- Applies proprietary fundamental research to fill risk factor allocations with securities that have been evaluated and assigned a proprietary credit rating by our fundamental research analysts.
- Investors should note that if interest rates rise significantly from current levels, bond returns will decline and may even turn negative in the short term.
- The strategy relies on quantitative models to analyze data and construct investment portfolios. Relying on these models entails the risk that the models themselves may be limited or incorrect, that the data the models rely on may be incorrect or incomplete, and that the adviser may not be successful in selecting companies for investment or determining the weighting of particular securities.

PORTFOLIO CONSTRUCTION

- Risk-weighted spread sectors exposure range typically +/-10% of the benchmark
- Typical duration range +/- 3% of the benchmark
- Typical tracking error < 25 bps
- Below investment-grade typically 0% (at time of purchase)

BENCHMARK

- Bloomberg U.S. Aggregate Bond Index

PORTFOLIO MANAGEMENT

Rob Larkins, CFA®

- 20 years of investment experience; 20 years with T. Rowe Price.
- M.B.A., University of Pennsylvania, The Wharton School
- B.S., Brigham Young University

PORTFOLIO SPECIALISTS

Jeff DeVack, CFA®

- 24 years of investment experience; 13 years with T. Rowe Price.
- B.B.A., Loyola University Maryland, Sellinger School of Business

Portfolio Specialists do not assume management responsibilities.

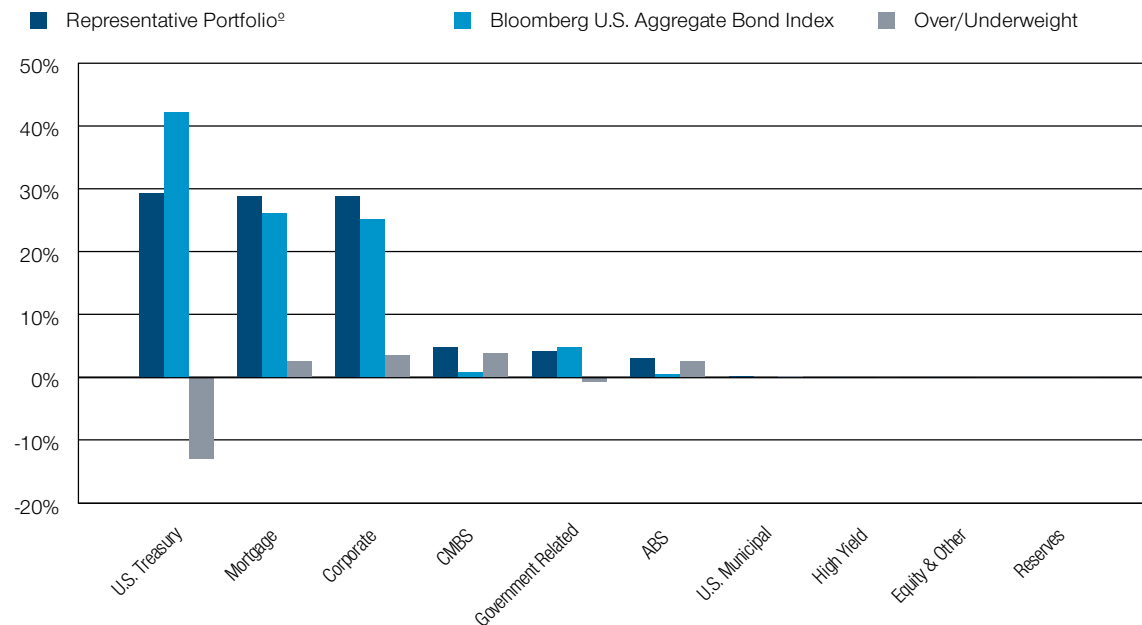
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¹ Includes separate accounts.

TOP ISSUERS

	% of Representative Portfolio ²
JPMorgan Chase	0.6%
Bank of America	0.5
Wells Fargo	0.5
AutoZone	0.4
UBS	0.4
AbbVie	0.4
Goldman Sachs	0.4
Charter Communications	0.4
Morgan Stanley	0.4
United Mexican States	0.3
Total	4.3%

SECTOR DIVERSIFICATION



PORTFOLIO CHARACTERISTICS

	Representative Portfolio ²	Bloomberg U.S. Aggregate Bond Index
Weighted Average Coupon	3.73%	3.28%
Weighted Average Maturity	8.86 years	8.40 years
Weighted Average Effective Duration	6.20 years	6.14 years
Yield to Maturity	5.39%	4.85%
Average Credit Quality	AA+	AA2/AA3
Number of Holdings	1,236	13,534

Past performance is not a reliable indicator of future performance.

²Please see Additional Disclosures section for further information.

PERFORMANCE

	Three Months	One Year	Annualized			
			Three Years	Five Years	Ten Years	Fifteen Years
QM US Aggregate Bond Index Composite (Gross)	-0.63%	1.91%	-2.48%	0.56%	1.78%	2.90%
QM US Aggregate Bond Index Composite (Net)	-0.65	1.84	-2.54	0.49	1.72	2.83
Bloomberg U.S. Aggregate Bond Index	-0.78	1.70	-2.46	0.36	1.54	2.62
Value Added (Gross)	0.15	0.21	-0.02	0.20	0.24	0.28
Value Added (Net)	0.13	0.14	-0.08	0.13	0.18	0.21

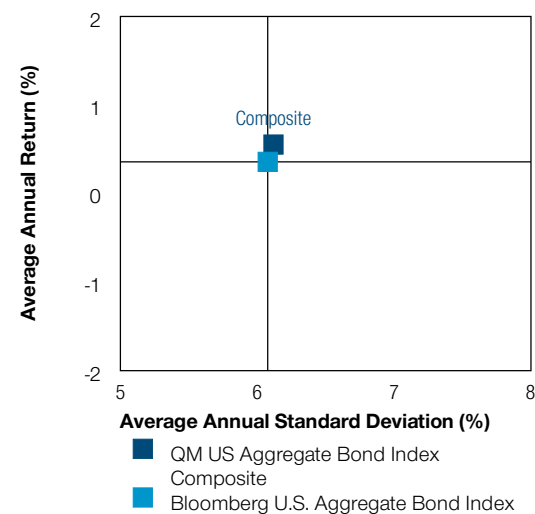
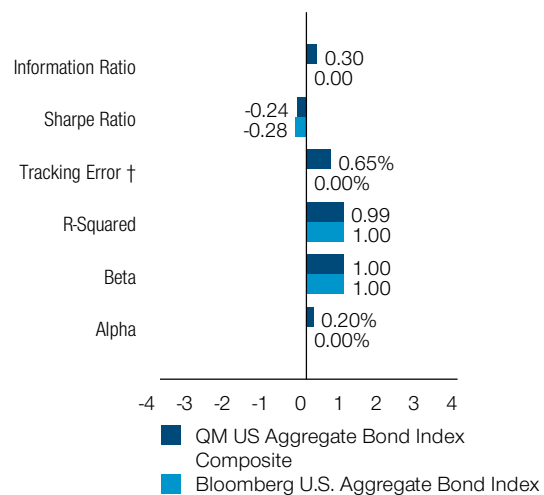
Past performance is not a reliable indicator of future performance.

Gross performance returns are presented before management and all other fees, where applicable, but after trading expenses. Net of fees performance reflects the deduction of the highest applicable management fee that would be charged based on the fee schedule contained within this material, without the benefit of breakpoints. Gross and net performance returns reflect the reinvestment of dividends and are net of all non-reclaimable withholding taxes on dividends, interest income, and capital gains.

See GIPS® Composite Report located in this material for additional information.

RISK/RETURN CHARACTERISTICS

Five Years ended 31 March 2024



Past performance is not a reliable indicator of future performance. Statistics based on monthly gross returns. Returns would have been lower as the result of the deduction of applicable fees.

† The Tracking Error value depicted above was calculated using Bloomberg 3 PM pricing. Calculated using market closing prices, the Tracking Error is 0.31% for US Aggregate Bond Index Composite & 0.00% for Bloomberg U.S. Aggregate Bond Index.

FEE SCHEDULE

QM US Aggregate Bond Index Composite

The QM US Aggregate Bond Index Composite seeks to approximate the total return performance of the U.S. Fixed Income Market for publicly traded securities as represented by major fixed income benchmarks, including the Bloomberg Barclays U.S. Aggregate Bond Index. The strategy applies qualitative and quantitative management techniques to achieve its investment objectives. (Created June 2006, incepted June 30, 1986.) (Formerly known as US Enhanced Aggregate Bond Composite)

First \$50 million	6.5 basis points
Next \$50 million	6 basis points
Next \$150 million	5 basis points
Above \$250 million	4 basis points
Minimum separate account size	\$50 million

GIPS® Composite Report

QM US Aggregate Bond Index Composite

Period Ended December 31, 2023

Figures Shown in U.S. dollar

	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>
Gross Annual Returns (%)	6.26	0.66	3.04	3.90	0.30	8.83	8.44	-1.29	-13.38	5.74
Net Annual Returns (%) ¹	5.94	0.36	2.73	3.59	0.00	8.51	8.12	-1.59	-13.64	5.42
Bloomberg U.S. Aggregate Bond Index (%)	5.97	0.55	2.65	3.54	0.01	8.72	7.51	-1.54	-13.01	5.53
Composite 3-Yr St. Dev.	2.67	2.94	3.09	2.87	2.88	2.91	3.63	3.64	5.88	7.04
Bloomberg U.S. Aggregate Bond Index 3-Yr St. Dev.	2.63	2.88	2.98	2.78	2.84	2.87	3.36	3.35	5.77	7.14
Composite Dispersion	0.04	0.05	N/A	N/A	N/A	N/A	N/A	N/A	0.08	0.04
Comp. Assets (Millions)	3,796.4	3,746.0	665.6	890.3	975.3	1,103.7	3,170.9	2,609.8	1,989.1	2,453.8
# of Accts. in Comp.	7	7	3	3	4	4	6	6	7	7
Total Firm Assets (Billions)	749.6	772.4	817.2	1,000.2	972.7	1,218.2	1,482.5	1,653.6	1,237.4	1,403.8 ²

¹The fee rate used to calculate net returns is 0.30%. This represents the maximum fee rate applicable to all composite members. **Past performance is not a reliable indicator of future performance.**

²Preliminary - subject to adjustment.

T. Rowe Price (TRP) claims compliance with the Global Investment Performance Standards (GIPS®) and has prepared and presented this report in compliance with the GIPS standards. TRP has been independently verified for the 27-year period ended June 30, 2023 by KPMG LLP. The verification report is available upon request. A firm that claims compliance with the GIPS standards must establish policies and procedures for complying with all the applicable requirements of the GIPS standards. Verification provides assurance on whether the firm's policies and procedures related to composite and pooled fund maintenance, as well as the calculation, presentation, and distribution of performance, have been designed in compliance with the GIPS standards and have been implemented on a firm wide basis. Verification does not ensure the accuracy of any specific composite presentation. TRP is a U.S. investment management firm with various investment advisers registered with the U.S. Securities and Exchange Commission, the U.K. Financial Conduct Authority, and other regulatory bodies in various countries and holds itself out as such to potential clients for GIPS purposes. TRP further defines itself under GIPS as a discretionary investment manager providing services primarily to institutional clients with regard to various mandates, which include U.S., international, and global strategies but excluding the services of the Private Asset Management group. As of October 1, 2022, there is no minimum asset level for portfolio inclusion into the composite. Prior to October 2022, the minimum asset level for equity portfolios to be included in composites was \$5 million. The minimum asset level for fixed income and asset allocation portfolios to be included in composites was \$10 million. Valuations are computed and performance reported in U.S. dollars.

Gross performance returns are presented before management and all other fees, where applicable, but after trading expenses. Net of fees performance reflects the deduction of the maximum fee rate applicable to all composite members as shown above. Gross performance returns reflect the reinvestment of dividends and are net of nonreclaimable withholding taxes on dividends, interest income, and capital gains. Gross performance returns are used to calculate presented risk measures. Effective June 30, 2013, portfolio valuation and assets under management are calculated based on the closing price of the security in its respective market. Previously portfolios holding international securities may have been adjusted for after-market events. Policies for valuing portfolios, calculating performance, and preparing compliant presentations are available upon request. Dispersion is measured by the standard deviation across asset-weighted portfolio returns represented within a composite for the full year. Dispersion is not calculated for the composites in which there are five or fewer portfolios.

Some portfolios may trade futures, options, and other potentially high-risk derivatives that may create leverage and generally represent in aggregate less than 10% of a portfolio.

Benchmarks are taken from published sources and may have different calculation methodologies, pricing times, and foreign exchange sources from the composite.

Composite policy requires the temporary removal of any portfolio incurring a client initiated significant cash inflow or outflow greater than or equal to 15% of portfolio assets. The temporary removal of such an account occurs at the beginning of the measurement period in which the significant cash flow occurs and the account re-enters the composite on the last day of the current month after the cash flow. Additional information regarding the treatment of significant cash flows is available upon request.

The firm's list of composite descriptions, a list of limited distribution pooled fund descriptions, and a list of broad distribution pooled funds are available upon request. GIPS® is a registered trademark of CFA Institute. CFA Institute does not endorse or promote this organization, nor does it warrant the accuracy or quality of the content contained herein.

ADDITIONAL DISCLOSURES

Portfolio Construction: There is no guarantee that the investment will remain within the anticipated ranges of exposure.

Weighted Average Maturity is an average of the maturities of the underlying bonds, with each bond's maturity weighted by the percentage of Composite assets it represents. Weighted Average Effective Duration is a calculation that seeks to measure the price sensitivity of the Composite to changes in interest rates. In general, the longer the average maturity or duration, the greater the Composite's sensitivity to interest rates. Duration is a better indicator of price sensitivity because it takes into account the time value of cash flows.

Unless indicated otherwise the source of all data is T. Rowe Price.

The specific securities identified and described do not represent all of the securities purchased, sold or recommended for the portfolio, and no assumptions should be made that the securities identified and discussed were or will be profitable.

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Source for Sector Diversification: T. Rowe Price

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

The representative portfolio is an account in the composite we believe most closely reflects current portfolio management style for the strategy. Performance is not a consideration in the selection of the representative portfolio. The characteristics of the representative portfolio shown may differ from those of other accounts in the strategy. Please see the GIPS® Composite Report for additional information on the composite.

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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Risks

The following risks are materially relevant to the portfolio.

General Portfolio Risks

Counterparty - Counterparty risk may materialise if an entity with which the portfolio does business becomes unwilling or unable to meet its obligations to the portfolio. **ESG and sustainability** - ESG and Sustainability risk may result in a material negative impact on the value of an investment and performance of the portfolio. **Geographic concentration** - Geographic concentration risk may result in performance being more strongly affected by any social, political, economic, environmental or market conditions affecting those countries or regions in which the portfolio's assets are concentrated. **Hedging** - Hedging measures involve costs and may work imperfectly, may not be feasible at times, or may fail completely. **Investment portfolio** - Investing in portfolios involves certain risks an investor would not face if investing in markets directly. **Management** - Management risk may result in potential conflicts of interest relating to the obligations of the investment manager. **Market** - Market risk may subject the portfolio to experience losses caused by unexpected changes in a wide variety of factors. **Operational** - Operational risk may cause losses as a result of incidents caused by people, systems, and/or processes.

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