



STRATEGY HIGHLIGHTS

As of 30 September 2020

US High Yield Bond Strategy

Total US High Yield Bond Strategy Assets:¹ \$1.7 billion²

Figures shown in U.S. Dollars

INVESTMENT APPROACH

- Concentrated high yield portfolio primarily focused on the traditional U.S. high yield investment opportunity set.
- Independent, fundamental, bottom-up credit selection process, combined with forward-looking research to identify potential total return ideas.
- Seeks to capitalize on price inefficiencies that create attractive relative value opportunities across issuers due to size, credit quality, and geography.
- Flexibility to search across the full capital structure to uncover high conviction ideas and access smaller, under-researched credit issuers.
- Disciplined risk management practices.

PORTFOLIO CONSTRUCTION

- Concentrated portfolio structure of primarily U.S. high yield corporate bonds
 - Typically 75-200 issuers
- Portfolio construction reviewed monthly to ensure sufficient sector balance and liquidity of positions.
- Typical position size guidelines:
 - 1.00-2.00% initial minimum
 - 5% maximum
- Other permissible investments:
 - Up to 20% in investment grade corporate bonds
 - Up to 15% in bank loans

BENCHMARK

- ICE BofA US High Yield Constrained Index

PORTFOLIO MANAGEMENT

Kevin Loome, CFA[®]

- 27 years of investment experience; 14 years with T. Rowe Price.
- M.B.A., Dartmouth College, Tuck School of Business
- B.S., University of Virginia

PORTFOLIO SPECIALISTS

Gregor Dannacher, CFA[®]

- 28 years of investment experience; 5 years with T. Rowe Price.
- M.B.A., New York University, Stern School of Business
- B.S., Villanova University

Portfolio Specialists do not assume management responsibilities.

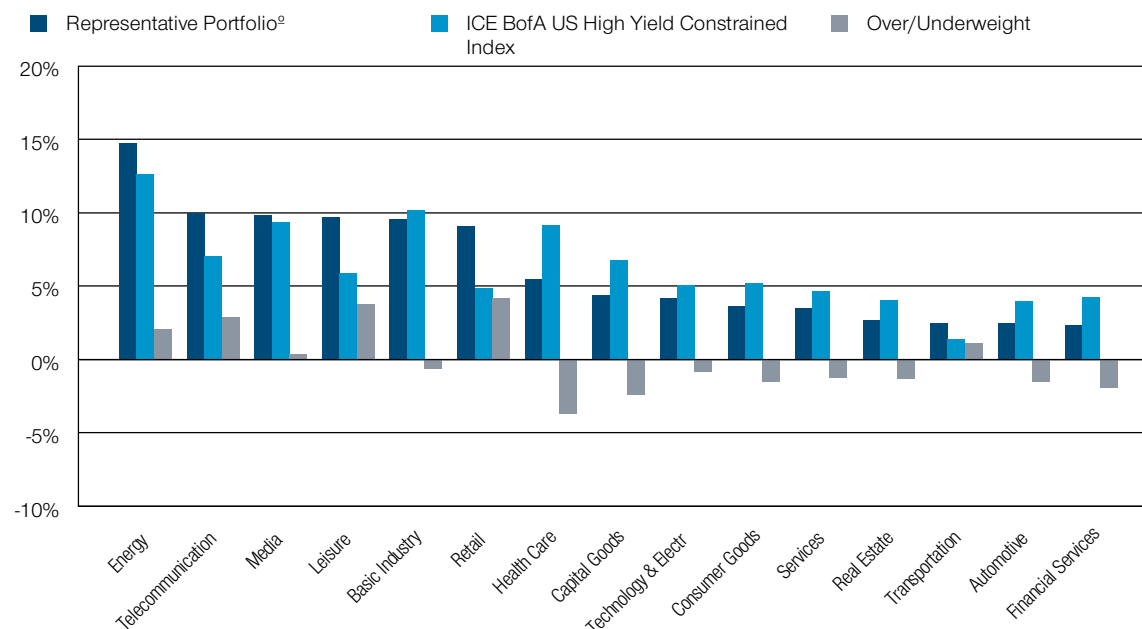
CFA[®] and Chartered Financial Analyst[®] are registered trademarks owned by CFA Institute.

¹ Includes a U.S.-registered mutual fund.
² Assets reported are as of 30 June 2020.

TOP 10 ISSUERS

	% of Representative Portfolio ²
Targa Resources Partners LP / Targa Resources Partners Finance	2.0%
IRB HOLDING CORP	1.8
Consolidated Communications	1.6
Ford Motor Credit Co LLC	1.5
Windstream Escrow LLC / Windstream Escrow Finance	1.5
Allegheny Technologies	1.5
Occidental Petroleum	1.5
Nexstar Broadcasting	1.4
Sigma Holdco BV	1.3
Clear Channel Communications	1.3
Total	15.4%

15 LARGEST SECTORS



PORTFOLIO CHARACTERISTICS

	Representative Portfolio ²	ICE BofA US High Yield Constrained Index
Weighted Average Coupon	6.67%	6.07%
Weighted Average Maturity	5.55 years	6.25 years
Weighted Average Effective Duration	3.40 years	3.66 years
Current Yield	6.86%	6.11%
Yield to Worst	6.73%	5.71%
Average Credit Quality*	B	B+
Number of Holdings	127	1,995

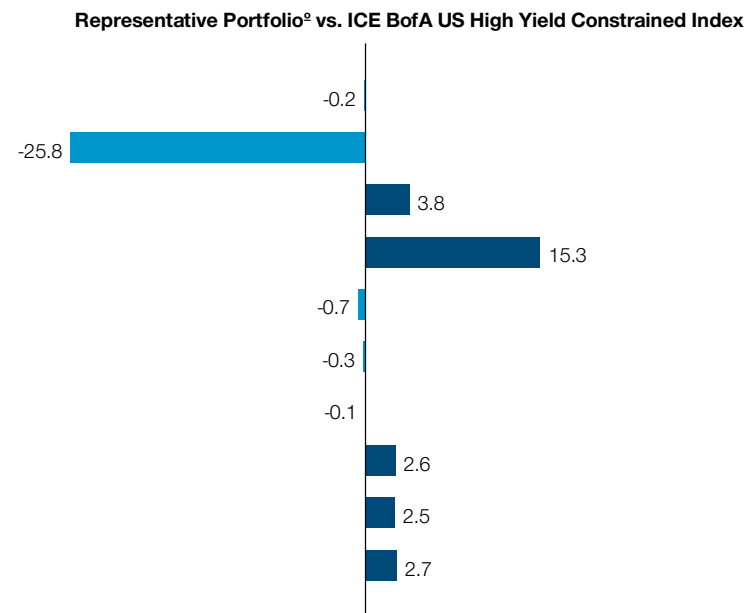
* Average Credit Quality is calculated by averaging the Moody's weighted average quality and the S&P weighted average quality (50/50 split), regardless of the % of the portfolio actually rated by each of these ratings agencies.

²Please see Additional Disclosures section for further information.

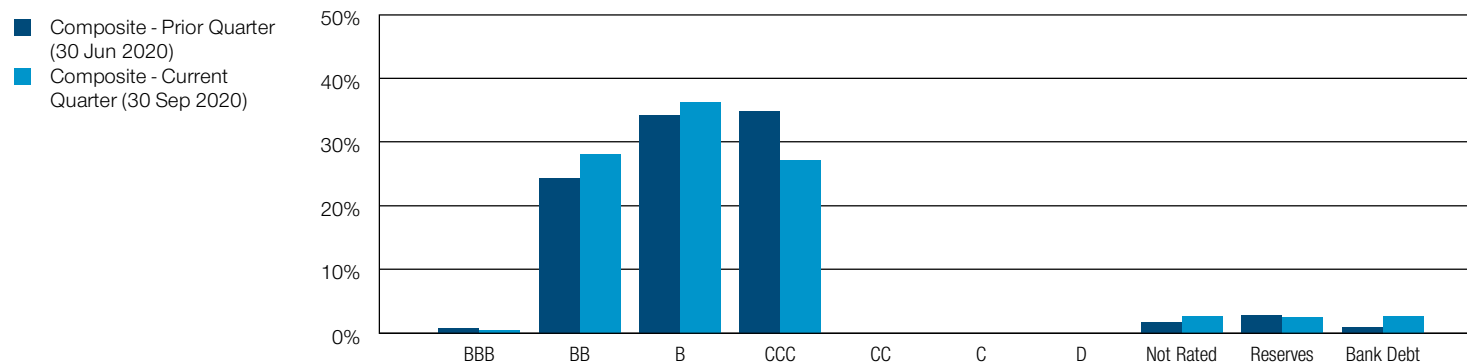
For Sourcing Information, please see Additional Disclosures.

CREDIT QUALITY DIVERSIFICATION

	% of Representative Portfolio ²	% of Index
BBB	0.4	0.6
BB	28.1	53.9
B	36.3	32.5
CCC	27.2	12.0
CC	0.0	0.7
C	0.0	0.3
D	0.0	0.1
Not Rated	2.6	0.0
Reserves	2.5	0.0
Bank Debt	2.7	0.0



QUARTER-OVER-QUARTER CHANGE



²Please see Additional Disclosures section for further information.

PERFORMANCE

	Three Months	Year-to-Date	One Year	Annualized		
				Three Years	Five Years	Since Inception 30 Apr 2013
US High Yield Bond Composite (Gross)	4.87%	2.11%	5.59%	5.42%	8.13%	6.99%
US High Yield Bond Composite (Net)	4.74	1.73	5.06	4.89	7.60	6.46
ICE BofA US High Yield Constrained Index	4.70	-0.38	2.22	3.81	6.60	4.74
Value Added (Gross)	0.17	2.49	3.37	1.61	1.53	2.25
Value Added (Net)	0.04	2.11	2.84	1.08	1.00	1.72

Past performance is not a reliable indicator of future performance.

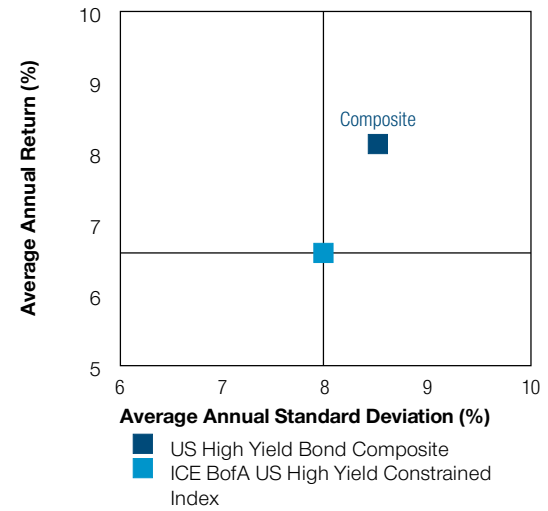
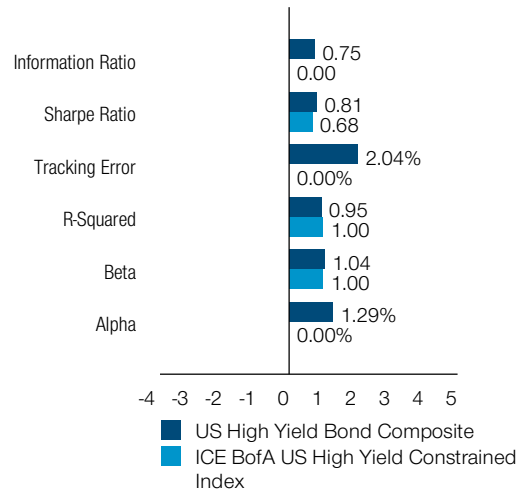
Gross performance returns are presented before management and all other fees, where applicable, but after trading expenses. Net of fees performance reflects the deduction of the highest applicable management fee that would be charged based on the fee schedule contained within this material, without the 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.

Performance from a past firm is linked to the ongoing performance of the composite and continues to be managed with the same investment strategy and objective as the composite.

For Sourcing Information, please see Additional Disclosures.

RISK/RETURN CHARACTERISTICS

Five Years ended 30 September 2020



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.

FEE SCHEDULE**US High Yield Bond Composite**

The US High Yield Bond Composite seeks total return and income primarily through investment in fixed income securities rated below investment-grade in the U.S. bond market.
(Created May 2017)

First \$50 million	50 basis points
Next \$50 million	45 basis points
Above \$100 million	40 basis points on all assets *
Above \$250 million	37.5 basis points on all assets *
Minimum separate account size	\$100 million

* A transitional credit is applied to the fee schedule as assets approach or fall below the break point.

GIPS® Disclosure

US High Yield Bond Composite

Period Ended December 31, 2019

Figures Shown in U.S. dollar

	2013 ³	2014	2015	2016	2017	2018	2019
Gross Annual Returns (%) ²	7.06	4.40	-0.79	17.23	9.63	-3.33	17.36
Net Annual Returns (%) ^{1,2}	6.71	3.88	-1.29	16.65	9.08	-3.82	16.78
ICE BofAML US High Yield Constrained Index (%)	2.49	2.51	-4.61	17.49	7.48	-2.27	14.41
Composite 3-Yr St. Dev.	N/A	N/A	N/A	5.15	4.58	4.21	4.58
ICE BofAML US High Yield Constrained Index 3-Yr St. Dev.	6.43	4.44	5.26	6.02	5.59	4.64	4.13
Composite Dispersion	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Comp. Assets (Millions)	26.6	25.4	26.7	52.0	123.1	758.4	1,084.0
# of Accts. in Comp.	1	1	1	1	1	6	6
Total Firm Assets (Billions)	696.3	749.6	772.4	817.2	1,000.2	972.7	1,218.2 ⁴

¹Reflects deduction of highest applicable fee schedule without benefit of breakpoints. Investment return and principal value will vary. Past performance is not a reliable indicator of future performance. Monthly composite performance is available upon request. **See below for further information related to net of fee calculations.**

²Performance from a past firm is linked to the ongoing performance of the composite and continues to be in the same investment strategy and objective as the composite.

³April 30, 2013 through December 31, 2013.

⁴Preliminary - subject to adjustment.

T. Rowe Price (TRP) has prepared and presented this report in compliance with the Global Investment Performance Standards (GIPS®). TRP has been independently verified for the 23-year period ended June 30, 2019 by KPMG LLP. The verification report is available upon request. Verification assesses whether (1) the firm has complied with all the composite construction requirements of the GIPS standards on a firm-wide basis and (2) the firm's policies and procedures are designed to calculate and present performance in compliance with the GIPS standards. 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. The minimum asset level for equity portfolios to be included in composites is \$5 million and prior to January 2002 the minimum was \$1 million. The minimum asset level for fixed income and asset allocation portfolios to be included in composites is \$10 million; prior to October 2004 the minimum was \$5 million; and prior to January 2002 the minimum was \$1 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 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 nonreclaimable withholding taxes on dividends, interest income, and capital gains. 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 which generally represent 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 and/or a presentation that adheres to the GIPS® standards are available upon request.

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 or sold for this Composite. This information is not intended to be a recommendation to take any particular investment action and is subject to change. No assumption should be made that the securities identified and discussed were or will be profitable.

Copyright © 2020, 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 suitability 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.

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

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

Sources for credit quality: The middle rating of Moody's Investor Services, Standard & Poor's, and Fitch; when a rating from only two agencies is available, the lower is used; when only one agency rates a bond, that rating is used.

© 2020, 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 © 2020 Fitch Ratings, Inc., Fitch Ratings Ltd. and its subsidiaries.

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 Disclosure page 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.

Risks

The following risks are materially relevant to the portfolio.

General Portfolio Risks

Capital risk - The value of your investment will vary and is not guaranteed. It will be affected by changes in the exchange rate between the base currency of the portfolio and the currency in which you subscribed, if different. **Counterparty risk** - An entity with which the portfolio transacts may not meet its obligations to the portfolio. **Geographic concentration risk** - To the extent that a portfolio invests a large portion of its assets in a particular geographic area, its performance will be more strongly affected by events within that area. **Hedging risk** - A portfolio's attempts to reduce or eliminate certain risks through hedging may not work as intended. **Investment portfolio risk** - Investing in portfolios involves certain risks an investor would not face if investing in markets directly. **Management risk** - The investment manager or its designees may at times find their obligations to a portfolio to be in conflict with their obligations to other investment portfolios they manage (although in such cases, all portfolios will be dealt with equitably). **Operational risk** - Operational failures could lead to disruptions of portfolio operations or financial losses.

IMPORTANT INFORMATION

This material is being furnished for general informational and/or marketing purposes only. The material does not constitute or undertake to give advice of any nature, including fiduciary investment advice, nor is it intended to serve as the primary basis for an investment decision. Prospective investors are recommended to seek independent legal, financial and tax advice before making any investment decision. T. Rowe Price group of companies including T. Rowe Price Associates, Inc. and/or its affiliates receive revenue from T. Rowe Price investment products and services. **Past performance is not a reliable indicator of future performance.** The value of an investment and any income from it can go down as well as up. Investors may get back less than the amount invested.

The material does not constitute a distribution, an offer, an invitation, a personal or general recommendation or solicitation to sell or buy any securities in any jurisdiction or to conduct any particular investment activity. The material has not been reviewed by any regulatory authority in any jurisdiction.

Information and opinions presented have been obtained or derived from sources believed to be reliable and current; however, we cannot guarantee the sources' accuracy or completeness. There is no guarantee that any forecasts made will come to pass. 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. Under no circumstances should the material, in whole or in part, be copied or redistributed without consent from T. Rowe Price.

The material is not intended for use by persons in jurisdictions which prohibit or restrict the distribution of the material and in certain countries the material is provided upon specific request.

It is not intended for distribution to retail investors in any jurisdiction.

Australia - Issued in Australia by T. Rowe Price Australia Limited (ABN: 13 620 668 895 and AFSL: 503741) which is registered in Australia with its registered office at Level 50, Governor Phillip Tower, 1 Farrer Place, Sydney NSW 2000. T. Rowe Price Australia Limited is licensed by the Australian Securities and Investments Commission. For Wholesale Clients only.

Canada - Issued in Canada by T. Rowe Price (Canada), Inc. T. Rowe Price (Canada), Inc.'s investment management services are only available to Accredited Investors as defined under National Instrument 45-106. T. Rowe Price (Canada), Inc. enters into written delegation agreements with affiliates to provide investment management services.

DIFC - Issued in the Dubai International Financial Centre by T. Rowe Price International Ltd. This material is communicated on behalf of T. Rowe Price International Ltd by its representative office which is regulated by the Dubai Financial Services Authority. For Professional Clients only.

EEA ex-UK - Unless indicated otherwise this material is issued and approved by T. Rowe Price (Luxembourg) Management S.à r.l. 35 Boulevard du Prince Henri L-1724 Luxembourg which is authorised and regulated by the Luxembourg Commission de Surveillance du Secteur Financier. For Professional Clients only.

UK - This material is issued and approved by T. Rowe Price International Ltd, 60 Queen Victoria Street, London, EC4N 4TZ which is authorised and regulated by the UK Financial Conduct Authority. For Professional Clients only.

Hong Kong - Issued by T. Rowe Price Hong Kong Limited, 6/F, Chater House, 8 Connaught Road Central, Hong Kong. T. Rowe Price Hong Kong Limited is licensed and regulated by the Securities & Futures Commission. For Professional Investors only.

Singapore - Issued in Singapore by T. Rowe Price Singapore Private Ltd., No. 501 Orchard Rd, #10-02 Wheelock Place, Singapore 238880. T. Rowe Price Singapore Private Ltd. is licensed and regulated by the Monetary Authority of Singapore. For Institutional and Accredited Investors only.

Switzerland - Issued in Switzerland by T. Rowe Price (Switzerland) GmbH, Talstrasse 65, 6th Floor, 8001 Zurich, Switzerland. For Qualified Investors only.

USA - Issued in the USA by T. Rowe Price Associates, Inc., 100 East Pratt Street, Baltimore, MD, 21202, which is regulated by the U.S. Securities and Exchange Commission. For Institutional Investors only.

© 2020 T. Rowe Price. All rights reserved. T. ROWE PRICE, INVEST WITH CONFIDENCE, and the bighorn sheep design are, collectively and/or apart, trademarks or registered trademarks of T. Rowe Price Group, Inc.
201707-233781