



New Income Fund

Total US Core Bond Assets:¹ \$31.8 billion | **Total Fund Assets:** \$16.9 billion

INVESTMENT APPROACH

- Aims to provide a risk-efficient core bond portfolio that can generate durable, active return through income and capital appreciation
- A broad and deep global research platform helps to provides multiple avenues for producing active return without relying on any single sector or market regime
- A research-driven approach helps enable the portfolio to:
 - Exploit abundant inefficiencies in fixed income markets structurally via portfolio construction
 - Identify the phase of the macroeconomic cycle and align the portfolio risk allocation, sector exposures, and duration/curve positioning accordingly
 - Emphasize analysts highest-conviction security selection ideas across all stages of the cycle.
- Focuses primarily on investment-grade, U.S. fixed income securities, with the ability to integrate non-index sectors and securities for additional diversification and yield
- Integrates proprietary credit, macroeconomic, and quantitative analysis to identify market inefficiencies and relative value opportunities across three major sources of return: sector rotation, security relative value, and duration/curve management.
- The fund is subject to the risks of fixed-income investing, including interest rate risk and credit risk.

PORTFOLIO CONSTRUCTION

- Sector exposure will typically range +/- 25% relative to the benchmark
- Typical non-index exposure ranges: 0% to 5% below investment-grade, 0% to 20% non-dollar (hedged and unhedged)
- Duration is typically managed within +/- 20% of benchmark
- Tracking error will range between 0.75% and 1.50% in most market environments

BENCHMARK

- Bloomberg U.S. Aggregate Bond Index

PORTFOLIO MANAGEMENT

Stephen Bartolini, CFA®

Co-Portfolio Manager

- 24 years of investment experience; 13 years with T. Rowe Price.
- M.B.A., University of Maryland, Robert H. Smith School of Business
- B.S., George Washington University

Saurabh Sud, CFA®

Co-Portfolio Manager

- 16 years of investment experience; 5 years with T. Rowe Price.
- M.B.A., Columbia Business School
- B. Tech, Indian Institute of Technology Delhi

PORTFOLIO SPECIALISTS

Jeff DeVack, CFA®

- 23 years of investment experience; 12 years with T. Rowe Price.
- B.B.A., Loyola University Maryland, Sellinger School of Business

Portfolio Specialists do not assume management responsibilities.

For a complete list of the members of the Fund's Investment Advisory Committee, please refer to the Fund's prospectus.

Effective 1 May 2023, Saurabh Sud assumed co-portfolio management responsibility for the Fund.

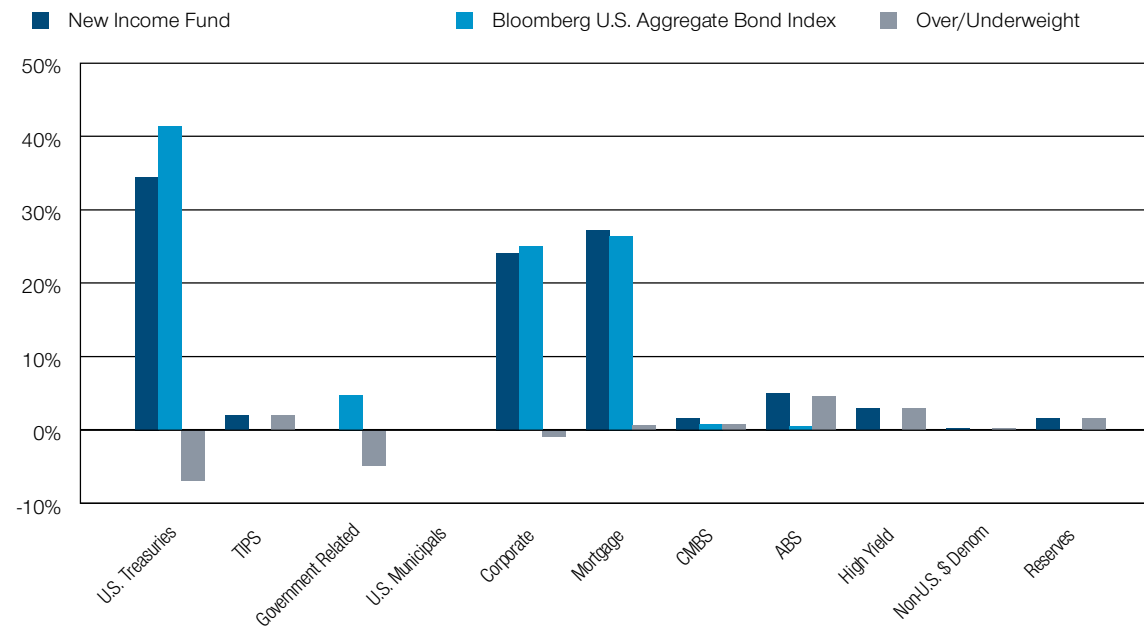
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¹ Includes U.S.-registered mutual funds, a common trust fund, separate accounts, and sub-advised portfolios.

TOP ISSUERS

	% of Fund
Bank of America	1.4%
Wells Fargo	0.9
JPMorgan Chase	0.9
UBS	0.6
Goldman Sachs	0.6
UnitedHealth Group	0.6
AbbVie	0.6
Crown Castle	0.5
Citigroup	0.5
Brixmor Property	0.5
Total	7.1%

SECTOR DIVERSIFICATION



PORTFOLIO CHARACTERISTICS

	Fund	Bloomberg U.S. Aggregate Bond Index
Weighted Average Maturity	7.81 years	8.45 years
Weighted Average Effective Duration	6.21 years	6.20 years
Number of Holdings	1,428	13,380

PERFORMANCE

	Three Months	One Year	Annualized (only pertains to the total return figures)			
			Three Years	Five Years	Ten Years	Fifteen Years
New Income Fund	6.29%	4.72%	-3.74%	0.60%	1.48%	2.89%
Bloomberg U.S. Aggregate Bond Index	6.82	5.53	-3.31	1.10	1.81	2.68
Lipper Core Bonds Funds Index	6.88	6.24	-3.12	1.55	2.07	3.51
Lipper Core Bond Funds Average	6.73	5.83	-3.32	1.24	1.73	3.22
Lipper Ranking	–	468 of 518	364 of 487	406 of 459	250 of 335	181 of 259
Morningstar Intermediate Core Bond Category	6.47	5.59	-3.27	1.05	1.66	2.97
Morningstar Ranking	–	422 of 471	325 of 425	305 of 385	176 of 277	103 of 199

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](https://www.troweprice.com). The Fund's total return figures reflect the reinvestment of dividends and capital gains, if any.

The Fund's net expense ratio as of the most recent prospectus was **0.44%**. For information about the expenses and waivers, see the prospectus for details. The fund's net expense ratio reflects a permanent waiver of a portion of the T. Rowe Price Associates, Inc. management fee charged to the fund. This waiver is an amount sufficient to fully offset any acquired fund fees and expenses related to investments in other T. Rowe Price mutual funds. T. Rowe Price funds would be required to seek regulatory approval in order to terminate this arrangement.

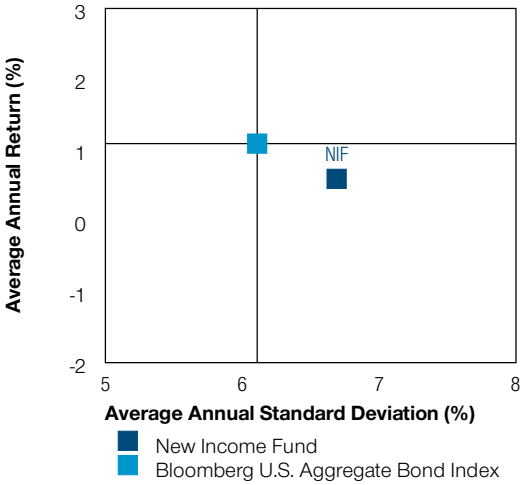
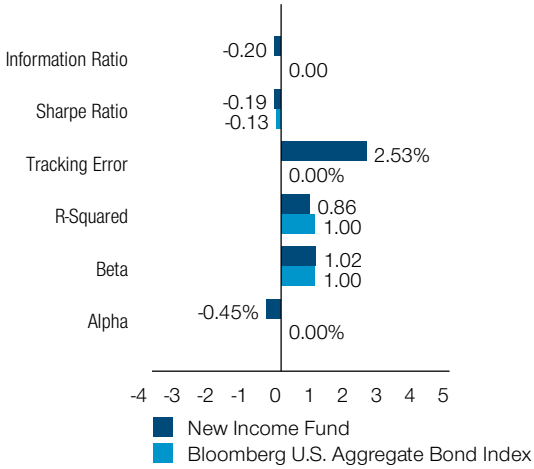
Lipper rankings are based on cumulative total return. The Lipper Average consists of all share classes; each share class is counted separately.

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

RISK/RETURN CHARACTERISTICS

Five Years ended December 31, 2023



Past performance is not a reliable indicator of future performance. Figures are calculated using monthly data and are net of fees.

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 Fund assets it represents. Weighted Average Effective Duration is a calculation that seeks to measure the price sensitivity of the Fund to changes in interest rates. In general, the longer the average maturity or duration, the greater the Fund's sensitivity to interest rates. Duration is a better indicator of price sensitivity because it takes into account the time value of cash flows.

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 1-800-638-7780 or visit [troweprice.com](https://www.troweprice.com). Read it carefully.

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

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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.

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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