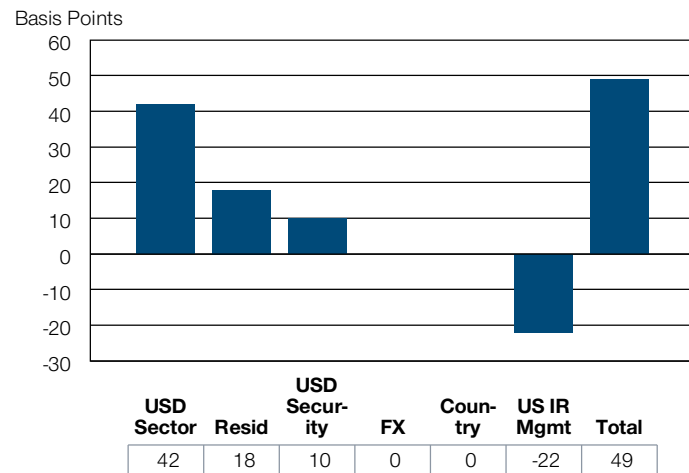


12-MONTH ATTRIBUTION

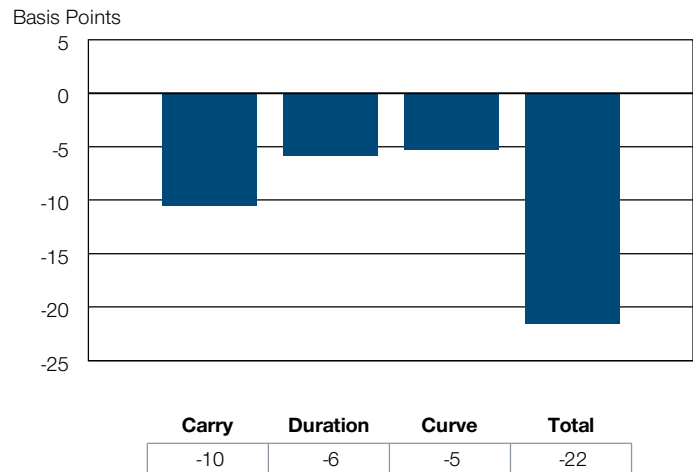
CONTRIBUTION TO EXCESS RETURN: FUND VS. BLOOMBERG BARCLAYS 1-3 YR US GOV/CREDIT INDEX

(12 months ended June 30, 2019)



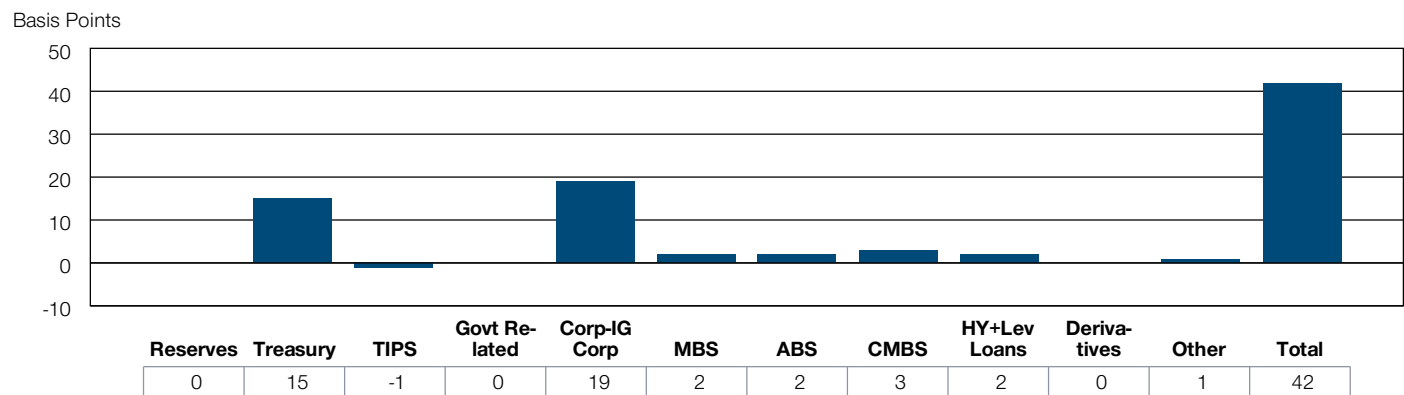
INTEREST RATE MANAGEMENT: FUND VS. BLOOMBERG BARCLAYS 1-3 YR US GOV/CREDIT INDEX

(12 months ended June 30, 2019)



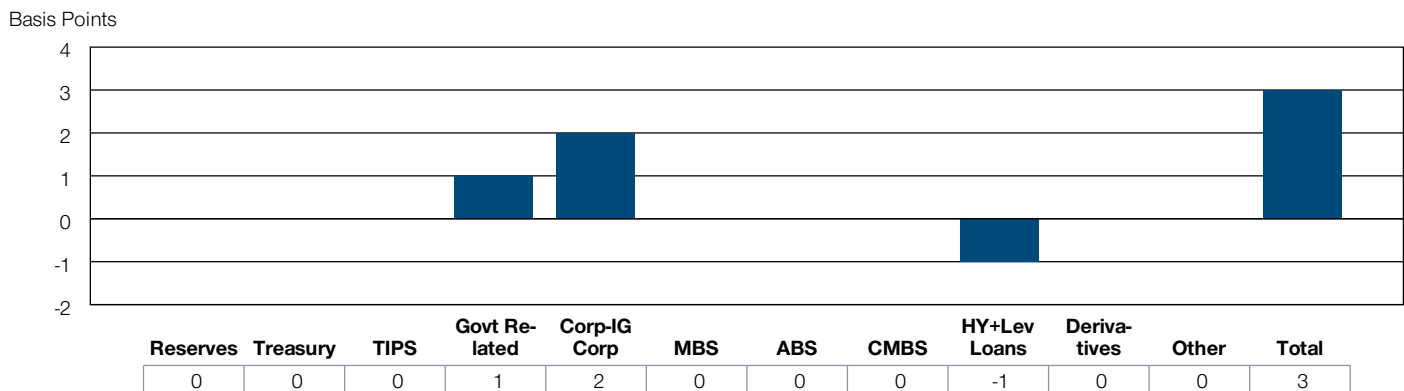
SECTOR ALLOCATION: FUND VS. BLOOMBERG BARCLAYS 1-3 YR US GOV/CREDIT INDEX

(12 months ended June 30, 2019)



SECURITY SELECTION DETAILS: FUND VS. BLOOMBERG BARCLAYS 1-3 YR US GOV/CREDIT INDEX

(12 months ended June 30, 2019)



Past performance is not a reliable indicator of future performance.

Source: Bloomberg Index Services Limited.

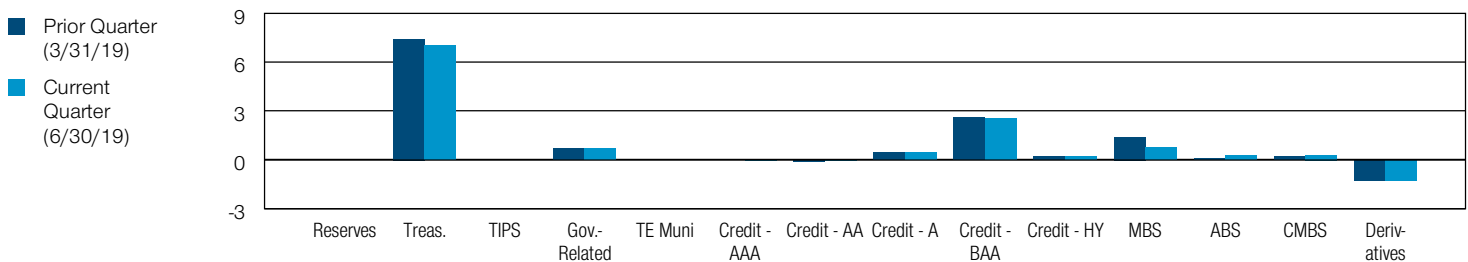
Analysis represents the performance of the portfolio compared to its benchmark as calculated by the Bloomberg attribution model. Performance is attributed to a set of portfolio decisions such as credit quality, duration and yield curve exposures, relative sector weightings, and security selection. Performance for each security is obtained in the local currency and, if necessary, is converted to U.S. dollars using an exchange rate determined by an independent third party. Figures are shown gross of fees. Returns would have been lower as a result of the deduction of such fees.

RISK ANALYSIS

RISK FACTOR CONTRIBUTION

	Contribution to TEV (Annualized) 3/31/19 (Prior Quarter)	Contribution to TEV (Annualized) 6/30/19 (Current Quarter)
Systematic	8.9 bps	9.5 bps
Foreign Exchange	0.0	0.0
Curve	0.1	0.3
Inflation Linked	0.0	0.0
Swap Spreads	0.3	0.5
Volatility	0.1	0.1
Spread Government Related	1.9	1.7
Spread Credit and EMG	2.8	3.5
Spread Securitized	3.8	3.4
Idiosyncratic	0.0	0.0
Total	11.1	11.0

SECTOR CONTRIBUTION TO RISK VERSUS BENCHMARK

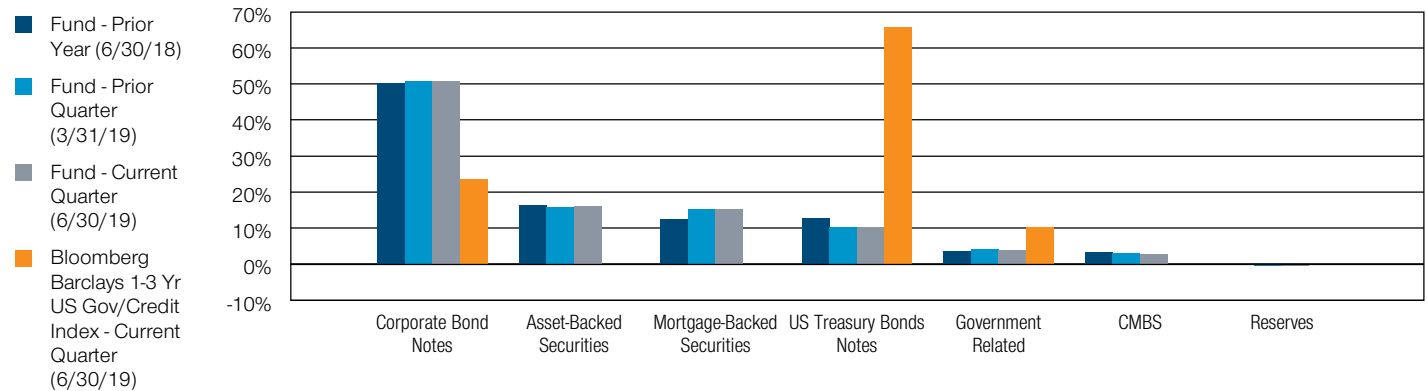


Source: Bloomberg Index Services Limited. Statistics based on monthly data. TEV, or Tracking error volatility, is the standard deviation of the difference between portfolio and benchmark returns. It is the square root of the tracking error variance, or TE variance. The TE variance is the projected variance of the difference between portfolio and benchmark returns. It is estimated from historical return data and from portfolio and benchmark characteristics. It can be decomposed into three sources: Systematic, Idiosyncratic and Default. Systematic (Market) Risk is the risk due to the effect of all systematic factors of the Bloomberg risk model. Idiosyncratic (nonsystematic) risk is the risk not explained by the combination of all systematic or default factors. It represents risk due to non-default events that affect only the individual issuer or bond.

The contribution to TEV is the contribution, in basis points, of a risk factor to total TEV. This measure includes the effect of correlation. The risk factors included in this analysis and shown above are credit spreads, currency, and interest rate duration. This material is provided for informational purposes only and is not intended to be investment advice or a recommendation to take any particular investment actions. **Past performance is not a reliable indicator of future performance.**

PORTFOLIO POSITIONING

SECTOR DIVERSIFICATION – CHANGES OVER TIME



CREDIT QUALITY DIVERSIFICATION – CHANGES OVER TIME



*U.S. Treasury securities are issued by the U.S. Treasury and are backed by the full faith and credit of the U.S. government. The ratings of U.S. Treasury securities are derived from the ratings on the U.S. government.

**U.S. government agency securities are issued or guaranteed by a U.S. government agency, and may include conventional pass-through securities and collateralized mortgage obligations; unlike Treasuries, government agency securities are not issued directly by the U.S. government and are generally unrated but may have credit support from the U.S. Treasury (e.g., FHLMC and FNMA issues) or a direct government guarantee (e.g., GNMA issues). Therefore, this category may include rated and unrated securities.

Source for Bloomberg Barclays data: Bloomberg Index Services Limited.

HOLDINGS

TOP ISSUERS

Issuer	% of Fund
Ford Motor	0.9%
Takeda Pharmaceutical	0.9
Citigroup	0.8
Celgene	0.7
Daimler	0.7
Bank of America	0.7
ArcelorMittal	0.7
Capital One Financial	0.7
Goldman Sachs	0.7
CVS Health	0.6

PORTFOLIO MANAGEMENT



Portfolio Manager:
Michael Reinartz

Managed Fund Since:
2015

Joined Firm:
1996

Additional Disclosures

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Unless otherwise noted, returns are shown with gross dividends reinvested.

The manager's views and portfolio holdings are historical and subject to change. This material should not be deemed a recommendation to buy or sell any of the securities mentioned. The specific securities identified and described do not represent all of the securities purchased, sold, or recommended for the Fund and no assumptions should be made that the securities identified and discussed were or will be profitable.

The Top Issuers excludes U.S. Treasuries, institutional funds, agencies and securitized products.

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; if Moody's does not rate a security, then Standard & Poor's (S&P) is used as a secondary source. When available, T. Rowe Price will use Fitch for securities that are not rated by Moody's or S&P. 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.

Certain numbers in this report may not equal stated totals due to rounding. Unless otherwise stated, data is as of the report date.

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

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