



PORTFOLIO UPDATE

# Institutional Core Plus Fund

As of October 31, 2019



**Portfolio Manager:**

Brian Brennan

**Managed Fund Since:**

2004

**Joined Firm:**

2000

## INVESTMENT OBJECTIVE

The fund seeks to maximize total return through income and capital appreciation.

## FUND INFORMATION

Symbol	TICPX
CUSIP	77958B303
Inception Date of Fund	November 30, 2004
Benchmark	Bloomberg Barclays US Agg Index
Expense Information (as of the most recent Prospectus)*	0.43% (Gross) 0.40% (Net)
Fiscal Year End	May 31
12B-1 Fee	-

\*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.

## PERFORMANCE

(NAV, total return)

	One Month	Three Months	Year-to-Date	One Year	Annualized				30-Day SEC Yield
					Three Years	Five Years	Ten Years	Since Inception 11/30/04	
Institutional Core Plus Fund	0.33%	2.25%	9.54%	11.50%	3.75%	3.51%	4.39%	4.86%	2.59%
Bloomberg Barclays U.S. Aggregate Bond Index	0.30	2.35	8.85	11.51	3.29	3.24	3.73	4.25	-

The **1-, 5-, and 10-year** annualized returns as of **9/30/19** were **10.21%, 3.62%** and **4.44%** for the fund. **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](http://troweprice.com). 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](http://troweprice.com). Read it carefully.** The Fund's total return figures reflect the reinvestment of dividends and capital gains, if any. The fund is subject to the risks of fixed income investing, including interest rate risk and credit risk. The fund(s) may have other share classes available that offer different investment minimums and fees. See the prospectus for details. Source for Bloomberg Barclays data: Bloomberg Index Services Limited. See additional disclosures.

THIS MATERIAL MUST BE PRECEDED OR ACCOMPANIED BY A PROSPECTUS, OR SUMMARY PROSPECTUS IF AVAILABLE.

**RISK RETURN CHARACTERISTICS**

(Five Years ended October 31, 2019)

	Annualized Std. Deviation	Alpha	Beta	R-Squared	Information Ratio	Sharpe Ratio	Tracking Error
Institutional Core Plus Fund	2.93%	0.43%	0.93	0.93	0.34	0.85	0.83%
Bloomberg Barclays US Agg Index	3.04	0.00	1.00	1.00	0.00	0.73	0.00

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

**TOP ISSUERS**

Comprising 7.6% of total net assets.

	% of Fund
Arab Republic of Egypt	1.1%
CVS Health	0.8
Becton, Dickinson & Company	0.8
GE	0.8
Capital One Financial	0.7
Republic of South Africa	0.7
Verizon Wireless	0.7
Comcast, Special Class A	0.7
Cigna	0.7
Goldman Sachs	0.6

Issuers are as of the date indicated and are subject to change.

**PORTFOLIO CHARACTERISTICS**

	Institutional Core Plus Fund	Bloomberg Bar- clays US Agg Index
Number of Holdings	1,147	10,904
Weighted Average Maturity	8.29 years	7.92 years
Weighted Average Effective Duration	5.82 years	5.72 years
Weighted Average Coupon	3.62%	3.26%
Yield to Maturity	2.87%	2.23%
Percent of Portfolio in Cash	0.9%	-
Total Assets (all share classes)	444,645,889	-

**SECTOR DIVERSIFICATION**

	U.S. Treas- uries	Govern- ment Re- lated	Corporate	Mortgage	CMBS	ABS	High Yield	Non-U.S. \$ Denom	Emerging Market	Reserves
Institutional Core Plus Fund	18.2%	7.2%	26.6%	27.3%	4.0%	8.0%	4.8%	0.7%	2.2%	0.9%
Bloomberg Barclays US Agg Index	47.3	6.8	29.0	13.9	1.5	0.5	0.9	0.0	0.1	0.0
<b>Over/Underweight</b>	<b>-29.1</b>	<b>0.4</b>	<b>-2.5</b>	<b>13.4</b>	<b>2.5</b>	<b>7.4</b>	<b>3.9</b>	<b>0.7</b>	<b>2.2</b>	<b>0.9</b>

**CREDIT QUALITY DIVERSIFICATION**

	U.S. Treas*	U.S. Govt Ag**	AAA	AA	A	BBB	BB	B	Not Rated	Reserves
Institutional Core Plus Fund	18.2%	20.4%	8.4%	4.7%	10.8%	27.6%	4.1%	2.1%	2.8%	0.9%
Bloomberg Barclays US Agg Index	46.8	15.1	5.5	4.0	12.4	15.1	0.9	0.0	0.0	0.0
<b>Over/Underweight</b>	<b>-28.6</b>	<b>5.3</b>	<b>2.8</b>	<b>0.7</b>	<b>-1.7</b>	<b>12.4</b>	<b>3.2</b>	<b>2.1</b>	<b>2.8</b>	<b>0.9</b>

\*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.

**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
Institutional Core Plus Fund	3.8%	13.3%	22.1%	24.8%	20.7%	4.2%	10.7%	0.3%

**Definitions**

Weighted Average Effective Duration is a calculation that seeks to measure the price sensitivity of a bond Fund to changes in interest rates. In general, the longer the average duration, the greater the Fund's sensitivity to interest rates.

**Additional Disclosures**

Source for Bloomberg Barclays index data: Bloomberg Index Services Ltd. Copyright 2019, Bloomberg Index Services Ltd. Used with permission.

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.

Source for Maturity Diversification: T Rowe Price.

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.

This material should not be deemed a recommendation to buy or sell any of the securities mentioned.

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