



PORTFOLIO UPDATE

# Ultra Short-Term Bond Fund

As of September 30, 2019



**Portfolio Manager:**

Joe Lynagh

**Managed Fund Since:**

2012

**Joined Firm:**

1990

## INVESTMENT OBJECTIVE

The fund seeks a high level of income consistent with minimal fluctuations in principal value and liquidity.

## FUND INFORMATION

Symbol	TRBUX
CUSIP	77957P303
Inception Date of Fund	December 03, 2012
Benchmark	Bloomberg Barclays Short-Term Gov/Corp Index
Expense Information (as of the most recent Prospectus)*	0.42% (Gross) 0.32% (Net)
Fiscal Year End	May 31
12B-1 Fee	-

\* The Fund operates under a contractual expense limitation that expires on September 30, 2020.

## PERFORMANCE

(NAV, total return)

	One Month	Three Months	Year-to-Date	One Year	Annualized			30-Day SEC Yield	30-Day SEC Yield w/o Waiver <sup>o</sup>
					Three Years	Five Years	Since Inception 12/3/12		
Ultra Short-Term Bond Fund	0.00%	0.67%	2.96%	3.31%	2.33%	1.81%	1.41%	2.44%	2.44%
Bloomberg Barclays Short-Term Government/Corporate Index	0.16	0.59	2.14	2.78	1.75	1.23	0.97	-	-

**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.

<sup>o</sup>Excludes the effect of contractual expense limitation arrangements.

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.

**RISK RETURN CHARACTERISTICS**

(Five Years ended September 30, 2019)

	Annualized Std. Deviation	Alpha	Beta	R-Squared	Information Ratio	Sharpe Ratio	Tracking Error
Ultra Short-Term Bond Fund	0.48%	0.43%	1.54	0.23	1.59	1.76	0.37%
Bloomberg Barclays Short-Term Gov/Corp Index	0.29	0.00	1.00	1.00	0.00	0.94	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 11.8% of total net assets.

	% of Fund
Japan	1.8%
Pentair	1.4
GE	1.2
Broadcom	1.2
General Motors	1.2
Energy Transfer	1.1
CenterPoint Energy	1.1
Ford Motor	0.9
Amphenol	0.9
Boston Scientific	0.9

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

**PORTFOLIO CHARACTERISTICS**

	Ultra Short-Term Bond Fund	Bloomberg Bar- clays Short-Term Gov/Corp Index
Number of Holdings	561	548
Weighted Average Maturity	1.28 years	0.49 years
Weighted Average Effective Duration	0.83 years	0.47 years
Weighted Average Coupon	2.63%	2.13%
Yield to Maturity	2.56%	1.98%
Percent of Portfolio in Cash	-0.9%	-
Total Assets (all share classes)	1,645,503,171	-

**SECTOR DIVERSIFICATION**

	Corporate Bonds & Notes	Asset- Backed Securities	Mortgage- Backed Securities	U.S. Treas- ury Bonds and Notes	Government Re- lated	Non US\$ Denomi- nated	CMBS	Reserves
Ultra Short-Term Bond Fund	60.9%	15.5%	14.8%	4.3%	2.8%	1.8%	0.8%	-0.9%
Bloomberg Barclays Short-Term Gov/Corp Index	20.2	0.0	0.0	74.6	5.2	0.0	0.0	0.0
<b>Over/Underweight</b>	<b>40.7</b>	<b>15.5</b>	<b>14.8</b>	<b>-70.3</b>	<b>-2.4</b>	<b>1.8</b>	<b>0.8</b>	<b>-0.9</b>

**CREDIT QUALITY DIVERSIFICATION**

	U.S. Treas*	U.S. Govt Ag**	AAA	AA	A	BBB	BB	Not Rated	Reserves
Ultra Short-Term Bond Fund	4.3%	0.1%	20.7%	10.2%	24.8%	32.8%	2.5%	5.6%	-0.9%
Bloomberg Barclays Short-Term Gov/Corp Index	74.6	5.1	0.3	3.9	8.7	6.7	0.7	0.0	0.0
<b>Over/Underweight</b>	<b>-70.3</b>	<b>-5.0</b>	<b>20.3</b>	<b>6.4</b>	<b>16.1</b>	<b>26.1</b>	<b>1.7</b>	<b>5.6</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
Ultra Short-Term Bond Fund	40.1%	56.6%	3.0%	0.2%	0.0%	0.0%	0.0%	0.0%

**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.

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Source for Maturity Diversification: T Rowe Price.

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

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