



PORTFOLIO UPDATE

# Global Multi-Sector Bond Fund

As of September 30, 2019



**Portfolio Manager:**

Kenneth Orchard

**Managed Fund Since:**

2018

**Joined Firm:**

2010

## INVESTMENT OBJECTIVE

The fund seeks to provide high income and some capital appreciation.

## FUND INFORMATION

Symbol	PRSNX
CUSIP	74149N106
Inception Date of Fund	December 15, 2008
Benchmark	Bloomberg Barclays Global Agg USD Hdg Index
Expense Information (as of the most recent Prospectus)*	0.71% (Gross) 0.69% (Net)
Fiscal Year End	May 31
12B-1 Fee	-

\* The Fund operates under a contractual expense limitation that expires on September 30, 2020. As a result of other class' contractual expense limitations, T. Rowe Price Associates, Inc. waived fund-level expenses proportionately across all classes. There is no guarantee that these impacts will continue for the length of the contractual waiver in place on the other class.

## 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 12/15/08	
Global Multi-Sector Bond Fund	-0.69%	1.94%	9.00%	10.30%	4.72%	4.29%	5.19%	6.69%	2.75%
Bloomberg Barclays Global Aggregate Bond USD Hedged Index	-0.46	2.59	8.75	10.65	3.65	4.12	4.17	4.46	-
Linked Performance Benchmark*	-0.46	2.59	8.75	10.65	3.98	4.09	4.40	4.99	-

**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. Any investments in foreign markets are also subject to political risk and currency risk.

\* Effective October 1, 2018, the benchmark for the Fund changed to the Bloomberg Barclays Global Aggregate Bond USD Hedged Index. Prior to this change, the benchmark was the Bloomberg Barclays Multiverse Index USD Hedged. Prior to February 1, 2017, the benchmark was the Barclays Global Aggregate ex Treasury Bond USD Hedged Index. The changes were made because the firm viewed the new benchmark to be a better representation of the investment strategy of the Fund. Historical benchmark representations have not been restated.

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 September 30, 2019)

	Annualized Std. Deviation	Alpha	Beta	R-Squared	Information Ratio	Sharpe Ratio	Tracking Error
Global Multi-Sector Bond Fund	3.08%	1.01%	0.73	0.40	0.07	1.07	2.47%
Bloomberg Barclays Global Agg USD Hdg Index	2.68	0.00	1.00	1.00	0.00	1.17	0.00
Global Multi-Sector Bond Fund	3.08	0.43	0.93	0.56	0.10	1.07	2.03
Linked Performance Benchmark	2.50	0.00	1.00	1.00	0.00	1.24	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 21.3% of total net assets.

	% of Fund
United Mexican States	3.4%
Japan	2.7
Republic of Chile	2.2
State of Israel	2.1
Republic of South Africa	1.9
Republic of India	1.9
Republic of Cyprus	1.8
Federation of Malaysia	1.8
Republic of Korea	1.7
Republic of Italy	1.7

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

**PORTFOLIO CHARACTERISTICS**

	Global Multi-Sector Bond Fund	Bloomberg Bar- clays Global Agg USD Hdg Index
Number of Holdings	457	24,215
Weighted Average Maturity	5.98 years	8.87 years
Weighted Average Effective Duration	6.29 years	7.08 years
Weighted Average Coupon	3.67%	2.75%
Yield to Maturity	3.48%	1.28%
Percent of Portfolio in Cash	8.2%	-
Total Assets (all share classes)	1,194,650,636	-

**SECTOR DIVERSIFICATION**

	Global Sov- ereign	U.S. Mort- gage	Securi- tized	Global In- vestment Grade	Global High Yield	Emerging Market Corporates	Reserves
Global Multi-Sector Bond Fund	44.8%	7.9%	9.4%	10.8%	12.6%	6.4%	8.2%
Bloomberg Barclays Global Agg USD Hdg Index	66.4	11.1	3.6	18.2	0.0	0.7	0.0
<b>Over/Underweight</b>	<b>-21.6</b>	<b>-3.2</b>	<b>5.8</b>	<b>-7.5</b>	<b>12.6</b>	<b>5.7</b>	<b>8.2</b>

Global/Emerging Sovereigns includes global developed sovereign, emerging market hard currency sovereign and emerging market local sovereign bonds.

**CREDIT QUALITY DIVERSIFICATION**

	U.S. Treas*	U.S. Govt Ag**	AAA	AA	A	BBB	BB	B	CCC	Not Rated	Re-serves
Global Multi-Sector Bond Fund	3.1%	8.1%	4.7%	4.2%	14.4%	21.1%	15.0%	8.0%	0.8%	12.5%	8.2%
Bloomberg Barclays Global Agg USD Hdg Index	16.8	9.4	11.7	14.8	25.6	16.7	0.5	0.0	0.0	4.5	0.0
<b>Over/Underweight</b>	<b>-13.7</b>	<b>-1.3</b>	<b>-7.0</b>	<b>-10.5</b>	<b>-11.2</b>	<b>4.4</b>	<b>14.4</b>	<b>8.0</b>	<b>0.8</b>	<b>8.0</b>	<b>8.2</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
Global Multi-Sector Bond Fund	-22.4%	55.3%	27.1%	23.9%	7.3%	4.1%	2.9%	1.7%
Bloomberg Barclays Global Agg USD Hdg Index	0.0	23.3	23.8	14.4	13.2	11.5	11.5	2.2
<b>Over/Underweight</b>	<b>-22.4</b>	<b>32.0</b>	<b>3.3</b>	<b>9.5</b>	<b>-5.9</b>	<b>-7.5</b>	<b>-8.6</b>	<b>-0.5</b>

**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.

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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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