



T. ROWE PRICE FUNDS SICAV

**European High Yield Bond Fund**

As at 30 June 2020

Total Fund Assets: €206.2 million

Figures shown in Euros



**Portfolio Manager:**  
Michael Della Vedova

**Managed Fund Since:**  
2011

**Joined Firm:**  
2009

**INVESTMENT OBJECTIVE**

To maximise the value of its shares through both growth in the value of, and income from, its investments. The fund invests mainly in a diversified portfolio of high yield corporate bonds that are denominated in European currencies.

**PERFORMANCE**

(NAV, total return)	Inception Date	Annualised						
		One Month	Three Months	Year-to-Date	One Year	Three Years	Five Years	Since Inception
Class I	20 Sep 2011	2.17%	13.46%	-5.00%	-1.43%	0.24%	2.71%	6.84%
ICE BofAML European Curr. HY Constr. Excl. Subord. Financials Index Hedged to EUR		1.84%	11.12%	-5.01%	-2.07%	1.35%	3.28%	6.62%

**CALENDAR YEARS**

(NAV, total return)	2012	2013	2014	2015	2016	2017	2018	2019
Class I	22.61%	12.56%	5.79%	5.81%	10.28%	3.20%	-8.31%	13.72%
ICE BofAML European Curr. HY Constr. Excl. Subord. Financials Index Hedged to EUR	24.53%	8.91%	4.62%	0.85%	10.07%	6.22%	-3.34%	10.95%

Performance for additional share classes is shown later in this document.

Past performance is not a reliable indicator of future performance.

Source for performance: T. Rowe Price. Fund performance is calculated using the official NAV with dividends reinvested, if any. The value of the investment will vary and is not guaranteed. It will be affected by changes in the exchange rate between the base currency of the fund and the subscription currency, if different. Sales charges (up to a maximum of 5% for the A Class), taxes and other locally applied costs have not been deducted and if applicable, they will reduce the performance figures.

Please note that no management fees are charged to the Z, S and J share classes. No administration agent fees are charged to the J Class. No expenses or any other fees are charged to the Z class. Fee arrangements for the Z, S and J share classes are made directly with the investment manager. Please see the prospectus for further information.

Where the base currency of the fund differs from the share class currency, exchange rate movements may affect returns.

Hedged share classes (denoted by 'h', 'b' or 'n') utilize investment techniques to mitigate currency risk between the underlying investment currency(ies) of the fund and the currency of the hedged share class. The costs of doing so will be charged to the share class and there is no guarantee that such hedging will be effective.

Performance data will be displayed when a share class has more than 1 year history of returns.

The indicative benchmark of the fund is not a formal benchmark but is shown for comparison purposes.

**Risks - The following risks are materially relevant to the fund (refer to prospectus for further details):**

**Credit risk** - a bond or money market security could lose value if the issuer's financial health deteriorates. **Default risk** - the issuers of certain bonds could become unable to make payments on their bonds. **Derivatives risk** - derivatives may result in losses that are significantly greater than the cost of the derivative. **Emerging markets risk** - emerging markets are less established than developed markets and therefore involve higher risks. **High yield bond risk** - a bond or debt security rated below BBB- by Standard & Poor's or an equivalent rating, also termed 'below investment grade', is generally subject to higher yields but to greater risks too. **Interest rate risk** - when interest rates rise, bond values generally fall. This risk is generally greater the longer the maturity of a bond investment and the higher its credit quality. **Liquidity risk** - any security could become hard to value or to sell at a desired time and price. **Sector concentration risk** - the performance of a fund that invests a large portion of its assets in a particular economic sector (or, for bond funds, a particular market segment), will be more strongly affected by events affecting that sector or segment of the fixed income market.

**TOP 10 ISSUERS**

Issuer	Industry	% of Fund
ALTICE FINCO SA	Telecom - Wireline Integrated & Services	3.2
Encore Capital	Financial Services	3.2
Iceland Topco	Retail	3.0
Garfunkelux Holdco 3	Financial Services	2.9
Synlab Bondco	Healthcare	2.9
AA	Services	2.8
REFINITIV	Financial Services	2.8
Victoria	Building Materials	2.7
Virgin Media Vendor Financing Notes III DAC	Cable & Satellite TV	2.6
Netflix	Media	2.6

**GEOGRAPHIC DIVERSIFICATION (TOP 15)**

Country	% of Fund	Fund vs. Indicative Benchmark
United Kingdom	23.2	10.5
United States	23.2	7.5
Netherlands	12.1	7.5
Germany	8.9	-1.0
Luxembourg	6.9	1.9
France	6.4	-4.4
Spain	4.2	-3.0
Italy	3.5	-8.6
Israel	2.1	0.2
Greece	1.9	1.3
Serbia	1.0	0.5
Belgium	0.8	-0.2
Switzerland	0.7	-0.1
Ireland	0.6	-1.0
Austria	0.6	0.4

The indicative benchmark data is for the ICE BofAML European Curr. HY Constr. Excl. Subord. Financials Index Hedged to EUR.

**INDUSTRY DIVERSIFICATION (TOP 15)**

Industry	% of Fund	Fund vs. Indicative Benchmark
Financial Services	14.5	9.4
Cable & Satellite TV	11.0	7.2
Healthcare	9.7	3.6
Telecom - Wireline Integrated & Services	7.5	-2.2
Retail	6.6	0.8
Media	6.1	3.1
Services	5.6	-0.1
Chemicals	5.2	1.7
Building Materials	5.2	3.5
Consumer Goods	3.4	0.0
Packaging	2.6	-2.1
Basic Industry	2.5	-1.1
Banking	2.4	-1.4
Technology & Electronics	2.2	0.5
Telecom - Wireless	2.2	-0.1

Source: ICE BofAML. T. Rowe Price uses a blend of the benchmark's Sector Level 3 and Sector Level 4 classifications with T. Rowe Price nomenclature.

**CREDIT QUALITY DIVERSIFICATION**

	% of Fund	Fund vs. Indicative Benchmark
BBB/BB Rated & Above	0.6	0.6
BB Rated	20.1	-48.5
BB/B Rated	10.9	10.9
B Rated	49.1	25.3
B/CCC Rated	5.9	5.9
CCC and Below	11.5	4.2
Not Rated	0.8	0.8
Equities	1.2	1.2
Short Term	-0.1	-0.5

Sources for Credit Quality Diversification: Moody's Investors Service and Standard & Poor's (S&P); split ratings (e.g. BB/B and B/CCC) are assigned when the Moody's and S&P ratings differ. Short-Term holdings are not rated.

**PORTFOLIO CHARACTERISTICS**

	Fund	Indicative Benchmark
Weighted Average Maturity	5.37 years	4.59 years
Modified Duration to Worst	3.35 years	3.82 years
Current Yield	5.75%	3.98%
Yield to Maturity	6.63%	5.05%
Average Credit Quality	B	BB-
Number of Holdings	87	650
Yield to Worst	6.27%	4.99%
Spread to Worst	681 bps	555 bps

Average Credit Quality is calculated by averaging the Moody's weighted average quality and the S&P weighted average quality (50/50 split), regardless of the % of the portfolio actually rated by each of these ratings agencies.

**RISK/RETURN CHARACTERISTICS (Five Years as of Month End)**

	Fund	Indicative Benchmark
Annualised Standard Deviation	8.82%	7.88%
Alpha	-0.57%	0.00%
Beta	1.04	1.00
R-Squared	0.97	1.00
Information Ratio	-0.26	0.00
Sharpe Ratio	0.19	0.29
Tracking Error	2.17%	0.00%

Statistics based on monthly returns of Class I shares.

## PERFORMANCE

(NAV, total return)	Inception Date	One Month	Three Months	Year-to-Date	One Year	Annualised					Fund	Indicative Benchmark
						Three Years	Five Years	Ten Years	Fifteen Years	Since Class Inception		
Class A	20 Sep 2011	2.17%	13.24%	-5.26%	-2.03%	-0.37%	2.09%	-	-	-	6.18%	6.62%
Class Q	11 Feb 2014	2.22%	13.44%	-4.98%	-1.51%	0.19%	2.67%	-	-	-	3.44%	3.48%
Class Ad	08 Dec 2014	2.14%	13.33%	-5.23%	-2.09%	-0.38%	2.06%	-	-	-	2.48%	3.23%
Class Id	03 Nov 2016	2.09%	13.32%	-5.06%	-1.50%	0.20%	-	-	-	-	1.22%	2.56%
Class Ax	23 Aug 2017	2.21%	13.32%	-5.28%	-2.08%	-	-	-	-	-	-0.70%	1.06%
ICE BofAML European Curr. HY Constr. Excl. Subord. Financials Index Hedged to EUR		1.84%	11.12%	-5.01%	-2.07%	1.35%	3.28%	-	-	-	-	-
Class Qh (CHF)	20 Jul 2015	2.16%	13.31%	-5.30%	-2.07%	-0.36%	-	-	-	-	1.76%	2.56%
Class Ah (CHF)	07 Sep 2015	2.09%	13.14%	-5.45%	-2.54%	-0.79%	-	-	-	-	1.53%	2.99%
ICE BofAML European Curr. HY Constr. Excl. Subord. Financials Index Hedged to CHF		1.81%	11.02%	-5.15%	-2.44%	0.99%	-	-	-	-	-	-
Class Adh (USD)	08 Dec 2014	2.28%	13.66%	-4.31%	0.38%	2.16%	4.32%	-	-	-	4.39%	5.21%
Class Qh (USD)	18 Nov 2015	2.32%	13.80%	-4.18%	0.73%	2.73%	-	-	-	-	4.72%	5.68%
ICE BofAML European Curr. HY Constr. Excl. Subord. Financials Index Hedged to USD		1.92%	11.44%	-4.14%	0.23%	4.02%	5.46%	-	-	-	-	-

## CALENDAR YEARS

(NAV, total return)	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Class A	-	-	21.76%	11.86%	5.16%	5.18%	9.59%	2.54%	-8.88%	13.03%
Class Q	-	-	-	-	-	5.65%	10.24%	3.13%	-8.37%	13.66%
Class Ad	-	-	-	-	-	5.20%	9.57%	2.53%	-8.93%	12.96%
Class Id	-	-	-	-	-	-	-	3.14%	-8.34%	13.67%
Class Ax	-	-	-	-	-	-	-	-	-8.91%	13.05%
ICE BofAML European Curr. HY Constr. Excl. Subord. Financials Index Hedged to EUR	-	-	24.53%	8.91%	4.62%	0.85%	10.07%	6.22%	-3.34%	10.95%
Class Qh (CHF)	-	-	-	-	-	-	9.56%	2.75%	-9.12%	13.18%
Class Ah (CHF)	-	-	-	-	-	-	8.97%	2.01%	-9.24%	12.45%
ICE BofAML European Curr. HY Constr. Excl. Subord. Financials Index Hedged to CHF	-	-	-	-	-	-	9.46%	5.74%	-3.68%	10.53%
Class Adh (USD)	-	-	-	-	-	5.40%	11.23%	4.38%	-6.38%	16.36%
Class Qh (USD)	-	-	-	-	-	-	11.72%	5.02%	-5.72%	16.94%
ICE BofAML European Curr. HY Constr. Excl. Subord. Financials Index Hedged to USD	-	-	-	-	-	1.16%	11.76%	8.34%	-0.53%	14.30%

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**FUND INFORMATION**

Class	ISIN Code	Bloomberg Code	Indicative Benchmark	Inception Date	Ongoing Management Charge
A	LU0596127604	TREHYBA LX	ICE BofAML European Curr. HY Constr. Excl. Subord. Financials Index Hedged to EUR	20 Sep 2011	1.29%
Ad	LU0596127786	TREHYAD LX	ICE BofAML European Curr. HY Constr. Excl. Subord. Financials Index Hedged to EUR	08 Dec 2014	1.32%
Adh (USD)	LU1148396556	TREHADU LX	ICE BofAML European Curr. HY Constr. Excl. Subord. Financials Index Hedged to USD	08 Dec 2014	1.32%
Ah (CHF)	LU1283501010	TRPGAHC LX	ICE BofAML European Curr. HY Constr. Excl. Subord. Financials Index Hedged to CHF	07 Sep 2015	1.32%
Ax	LU1670771028	TREHAXE LX	ICE BofAML European Curr. HY Constr. Excl. Subord. Financials Index Hedged to EUR	23 Aug 2017	1.32%
I	LU0596125814	TREHYBI LX	ICE BofAML European Curr. HY Constr. Excl. Subord. Financials Index Hedged to EUR	20 Sep 2011	0.68%
Id	LU1512555746	TREHYIE LX	ICE BofAML European Curr. HY Constr. Excl. Subord. Financials Index Hedged to EUR	03 Nov 2016	0.70%
Q	LU1032541671	TREHYQA LX	ICE BofAML European Curr. HY Constr. Excl. Subord. Financials Index Hedged to EUR	11 Feb 2014	0.72%
Qh (CHF)	LU1258030169	TRPGHQH LX	ICE BofAML European Curr. HY Constr. Excl. Subord. Financials Index Hedged to CHF	20 Jul 2015	0.77%
Qh (USD)	LU1319833874	TREHBQU LX	ICE BofAML European Curr. HY Constr. Excl. Subord. Financials Index Hedged to USD	18 Nov 2015	0.77%

**CONTACT INFORMATION**Website: [www.troweprice.com/institutional](http://www.troweprice.com/institutional)Email: [information@trowepriceglobal.com](mailto:information@trowepriceglobal.com)**IMPORTANT INFORMATION**

**General fund risks - to be read in conjunction with the fund specific risks above.** **Capital risk** - the value of your investment will vary and is not guaranteed. It will be affected by changes in the exchange rate between the base currency of the fund and the currency in which you subscribed, if different. **Counterparty risk** - an entity with which the fund transacts may not meet its obligations to the fund. **Geographic concentration risk** - to the extent that a fund invests a large portion of its assets in a particular geographic area, its performance will be more strongly affected by events within that area. **Hedging risk** - a Fund's attempts to reduce or eliminate certain risks through hedging may not work as intended. **Investment fund risk** - investing in funds involves certain risks an investor would not face if investing in markets directly. **Management risk** - the investment manager or its designees may at times find their obligations to a fund to be in conflict with their obligations to other investment portfolios they manage (although in such cases, all portfolios will be dealt with equitably). **Operational risk** - operational failures could lead to disruptions of fund operations or financial losses.

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