

SUBJECT 2011 Dividend Reclassifications
– *Updated for Global Real
Estate, Real Assets, Real Estate
and Small-Cap Value Funds*

A portion of the 2011 dividends paid by the Price funds will be reclassified for 1099 purposes. A reclassification means that the tax character of the dividend on the shareholder's 1099 mailed in January is different than the character shown on the statement which reported the dividend when it was paid. Tax character means whether the dividend is from taxable or tax-exempt income, short-term or long-term gain, or return of capital.

2011 Reclassifications					
T. Rowe Price Fund	DST#	2011 Payment Date	Per Share Amount to Reclassify	<u>Tax Character</u>	
				Before Reclassification	After Reclassification
Emerging Markets Bond	110	12/30/2011	\$0.004190678	Income Dividend	Long-Term Capital Gain
Emerging Markets Local Currency Bond	192	6/30/2011	\$0.019376586	Income Dividend	Return of Capital
Emerging Markets Local Currency Bond	192	7/29/2011	\$0.023712301	Income Dividend	Return of Capital
Emerging Markets Local Currency Bond	192	8/31/2011	\$0.024476625	Income Dividend	Return of Capital
Emerging Markets Local Currency Bond	192	9/30/2011	\$0.023362945	Income Dividend	Return of Capital
Emerging Markets Local Currency Bond	192	10/31/2011	\$0.022066994	Income Dividend	Return of Capital
Emerging Markets Local Currency Bond	192	11/30/2011	\$0.022513303	Income Dividend	Return of Capital
Emerging Markets Local Currency Bond – Advisor Class	292	6/30/2011	\$0.018774703	Income Dividend	Return of Capital
Emerging Markets Local Currency Bond – Advisor Class	292	7/29/2011	\$0.023251104	Income Dividend	Return of Capital
Emerging Markets Local Currency Bond – Advisor Class	292	8/31/2011	\$0.024026345	Income Dividend	Return of Capital
Emerging Markets Local Currency Bond – Advisor Class	292	9/30/2011	\$0.022798641	Income Dividend	Return of Capital
Emerging Markets Local Currency Bond – Advisor Class	292	10/31/2011	\$0.021642225	Income Dividend	Return of Capital
Emerging Markets Local Currency Bond – Advisor Class	292	11/30/2011	\$0.022110544	Income Dividend	Return of Capital
Global Real Estate	173	3/30/11	\$0.008708400	Income Dividend	Long-Term Capital Gain
Global Real Estate	173	3/30/11	\$0.008101170	Income Dividend	Return of Capital
Global Real Estate	173	6/29/11	\$0.012440600	Income Dividend	Long-Term Capital Gain
Global Real Estate	173	6/29/11	\$0.011573100	Income Dividend	Return of Capital
Global Real Estate	173	9/29/11	\$0.009919500	Income Dividend	Long-Term Capital Gain
Global Real Estate	173	9/29/11	\$0.009258480	Income Dividend	Return of Capital
Global Real Estate	173	12/19/11	\$0.006220300	Income Dividend	Long-Term Capital Gain

2011 Reclassifications					
T. Rowe Price Fund	DST#	2011 Payment Date	Per Share Amount to Reclassify	Tax Character	
				Before Reclassification	After Reclassification
Global Real Estate	173	12/19/11	\$0.005786550	Income Dividend	Return of Capital
Global Real Estate – Adv. Class	273	3/30/11	\$0.008708400	Income Dividend	Long-Term Capital Gain
Global Real Estate – Adv. Class	273	3/30/11	\$0.008101170	Income Dividend	Return of Capital
Global Real Estate – Adv. Class	273	6/29/11	\$0.012440600	Income Dividend	Long-Term Capital Gain
Global Real Estate – Adv. Class	273	6/29/11	\$0.011573100	Income Dividend	Return of Capital
Global Real Estate – Adv. Class	273	9/29/11	\$0.009919500	Income Dividend	Long-Term Capital Gain
Global Real Estate – Adv. Class	273	9/29/11	\$0.008101170	Income Dividend	Return of Capital
Global Real Estate – Adv. Class	273	12/19/11	\$0.006220300	Income Dividend	Long-Term Capital Gain
Global Real Estate – Adv. Class	273	12/19/11	\$0.005786550	Income Dividend	Return of Capital
Global Technology	132	12/19/2011	\$0.013179518	Short-Term Capital Gain	Long-Term Capital Gain
Institutional High Yield	137	12/20/2011	\$0.002720374	Long-Term Capital Gain	Short-Term Capital Gain
Institutional Mid-Cap Equity Growth	116	12/20/2011	\$0.003191058	Long-Term Capital Gain	Short-Term Capital Gain
Real Assets	176	12/16/11	\$0.003775982	Income Dividend	Long-Term Capital Gain
Real Assets	176	12/16/11	\$0.012659990	Income Dividend	Return of Capital
Real Estate	122	3/30/11	\$0.045689391	Income Dividend	Return of Capital
Real Estate	122	6/29/11	\$0.045689391	Income Dividend	Return of Capital
Real Estate	122	9/29/11	\$0.050765990	Income Dividend	Return of Capital
Real Estate	122	12/14/11	\$0.060919188	Income Dividend	Return of Capital
Real Estate - Advisor Class	222	3/30/11	\$0.040612792	Income Dividend	Return of Capital
Real Estate - Advisor Class	222	6/29/11	\$0.040612792	Income Dividend	Return of Capital
Real Estate - Advisor Class	222	9/29/11	\$0.045689391	Income Dividend	Return of Capital
Real Estate - Advisor Class	222	12/14/11	\$0.055842589	Income Dividend	Return of Capital
Small-Cap Value	46	12/15/11	\$0.021125200	Income Dividend	Long-Term Capital Gain
Small-Cap Value - Adv Class	246	12/15/11	\$0.021125200	Income Dividend	Long-Term Capital Gain

Explanation of Returns of Capital

A tax return of capital occurs when a fund pays out more than its taxable income and gains. Emerging Markets Local Currency Bond Fund pays dividends based on financial accounting income. Taxable income was less than financial accounting income primarily due to currency losses.

The dollar amount of return of capital for each shareholder is reported in Box 3, Nontaxable Distributions, of Form 1099-DIV, mailed in January. Shareholders must reduce the basis of all shares held in the fund on the payment date listed above by the amount reported in Box 3.

Note that we are not distributing losses to shareholders, but we are instructing them of the portion of their dividend which is not taxable.

Explanation of Reclassifications for Global Real Estate, Real Assets, Real Estate and Small-Cap Value Funds

For Global Real Estate, Real Assets, Real Estate and Global Real Estate, a portion of the Funds' dividends received from REIT's was reclassified as a return of capital and/or long-term capital gain, causing a

similar reclassification of a portion of the dividends paid by the funds. Forms 1099-DIV will be mailed in February for these funds.

Section 1250 Gains

For the following funds a portion of the long-term capital gain paid in December was derived from Section 1250 property and are subject to a maximum tax rate of 25%. Section 1250 gains are typically due to investments in real estate investment trusts (REITs). Section 1250 gains are reported in Box 2b of Form 1099-DIV

TRP Fund	DST Number	2011 Payment Date	Total LTCG Paid Per Share	Percentage of LTCG Subject to 25% Rate	Per Share Long-Term Gain After Reclassification	
					15%	25%
Real Assets	176	12/16/2011	\$0.007775982*	64.949469%	\$0.002725523	\$0.005050459
Small-Cap Stock	65/265	12/15/2011	\$2.78	0.031449%	\$2.779125718	\$0.000874282
Small-Cap Value	46/246	12/15/2011	\$1.111125200*	0.132109%	\$1.109657300	\$0.001467900

* A portion of the long-term capital gain paid in December was from a reclassification.