T. Rowe Price Model Portfolios

Professionally managed strategies tailored to meet a range of client goals.
T. Rowe Price Model Portfolios

Provide financial professionals and their clients a partnership in delivering solutions, investment insights, and access to T. Rowe Price’s global markets expertise.

Managing investment portfolios can be very time-consuming. But it doesn’t have to be. Our Model Portfolios deliver a range of investment solutions to align with a variety of investment objectives—giving you more time to focus on clients.

Why We’re Your Trusted Multi-Asset Partner

- **Focus on Client Goals**: Trusted partner with decades of understanding and developing investment solutions to help investors achieve their goals.
- **Powerful Insights and Experience**: More than 30 years of multi-asset expertise delivered through model portfolios and investment insights that harness the T. Rowe Price Global Research Platform.
- **Capabilities to Meet Your Needs**: Breadth of investment solutions delivered in scalable, diversified, multi-value added, model portfolios.

### Outcome Models

**Income Models**: Intended to achieve a specific investment objective.
- Conservative Income
- Moderate Income

**Low Duration Models**: Professionally managed portfolios defined by investment time horizon and risk tolerance.
- Capital Preservation
- Ultra Short-Term
- Short-Term
- Short-Term Plus

### Building Block Models

**Equity Building Block Models**: Strategic portfolios to help form complete portfolio allocations.
- U.S. Equity Building Block
- International Equity Building Block

### Asset Allocation Models

**Target Allocation Active Series**: Asset class weighted risk-based model portfolios.
- 100% Fixed Income
- 60%/40%
- 10%/90%
- 70%/30%
- 20%/80%
- 80%/20%
- 40%/60%
- 100% Equity

**Key**: ■ U.S. Equity ■ International Equity ■ U.S. Fixed Income ■ International/Global Fixed Income ■ Cash
Managed through a disciplined investment approach.

We seek to add value at each level of the portfolio construction and management process.

Our model portfolios are created and managed through our disciplined strategic investing approach. We use an ongoing investment process that is designed to adapt to ever-changing market environments.

**Strategic Portfolio Design**
- Determine key objectives
- Use a breadth of qualitative/quantitative approaches
- Establish portfolio neutral allocation

**Fund Selection**
- Determine universe of potential funds
- Assess value propositions individually and collectively
- Select and size funds to deliver in a durable manner

**Ongoing Monitoring and Due Diligence**
- Performance and risk attribution at the model and component levels
- Quantitative and qualitative evaluation of underlying funds
- Due Diligence Committee regular engagement with underlying fund managers

**Tactical Asset Allocation**
- Evaluate market fundamentals and develop views
- Identify mispricing opportunities and potential risks in the market
- Tactically adjust positioning to reflect a 6- to 18-month outlook

**Investment Management Team:**

- Erin K. Garrett
  Portfolio Manager
- Som Priestley, CFA
  Portfolio Manager
- Toby M. Thompson, CFA, CAIA
  Portfolio Manager
Add our best thinking to your portfolio.

Access professionally researched and monitored model portfolios designed to align with long-term investment needs.

Target Allocation Active Series

The Target Allocation Active Series models seek to provide investors with diversified asset allocations that target durable investment results across market environments. The models are built to target a range of risk/return profiles and investment objectives, from conservative income-oriented to higher growth focused portfolios.

Morningstar Analyst Rating:
Bronze
As of 2/23/2023
U.S. Separate Account Tactical Allocation Category*

Key:
- U.S. Equity
- International Equity
- U.S. Fixed Income
- International/Global Fixed Income

One-stop shop diversified model portfolios designed to meet a variety of client goals and risk tolerances.

Comprehensive investment management process from strategic asset allocation to fund selection, tactical asset allocation, and risk monitoring.

*Source: Morningstar, Inc. ©2023 Morningstar. All Rights Reserved. See page 8 for important Morningstar Analyst Rating information. This is not an offer to buy or sell any investment product shown on this page. For Illustrative Use Only. Strategic Allocation neutral weights are shown above. Actual portfolio weights will vary with tactical asset allocation changes and market fluctuation. Depending on the market environment, additional strategies not shown above may be used as Tactical Allocations. Prior to 1 July 2019, the name of the U.S. Equity Research Fund was the Capital Opportunity Fund.
**Income Models**

The T. Rowe Price Income Model Portfolios seek to provide income principally through allocations to a multi-asset blend of U.S. bonds, international bonds, and dividend-focused equities. These outcome-oriented portfolios are designed to align with the specific primary investment objectives of delivering income.

**Conservative Income**
- 20% Growth
- 80% Income

**Moderate Income**
- 30% Growth
- 70% Income

Key: ➤ U.S. Equity ➤ International Equity ➤ U.S. Fixed Income ➤ International/Global Fixed Income

- Standalone portfolio for clients with a specific income-oriented objective.
- Can serve as part of a larger portfolio to complement other assets, such as equity.

**Low Duration Models**

The Low Duration Model Portfolios use a tiered approach to address a range of investor risk tolerances, liquidity needs, and investment time horizons across low duration, short-term fixed income. Whether an investor is seeking capital preservation or is more income-focused, using a multi-fund approach can help reduce individual strategy risk and improve diversification.

**Risk Profile**

- **Capital Preservation**
  - Investment Time Horizon < 6 Months

- **Ultra Short-Term**
  - Investment Time Horizon 6 Months

- **Short-Term**
  - Investment Time Horizon 12 Months

- **Short-Term Plus**
  - Investment Time Horizon 36 Months

Key: ➤ U.S. Fixed Income ➤ Cash

- Standalone portfolios for investors focused on capital preservation or income.
- Actively managed, low duration portfolio exposure as part of a larger portfolio.

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**Morningstar Analyst Rating:**

As of 10/1/2022

**U.S. Model Allocation Category***

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**Equity Building Block Models**

Equity Building Block Model Portfolios seek to provide investors with multi-strategy exposure targeted to a specific asset class or regional exposure. The models are designed and managed in collaboration with our multi-asset portfolio managers and sector specialists harnessing the best investment ideas across the firm’s global research platform.

**U.S. Equity**
- U.S. Large-Cap Core
- Dividend Growth
- Growth Stock
- Equity Income
- QM U.S. Small and Mid-Cap Core

**International Equity**
- Overseas Stock Fund
- International Stock
- International Value
- Emerging Markets Discovery Stock

**Key:** U.S. Equity  International Equity

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- Standalone portfolios for investors with growth or high growth investment objectives.
- Can serve as part of a larger portfolio to complement other assets, such as fixed income.
Ongoing support and reporting.

T. Rowe Price is committed to help guide you on markets, asset allocation, portfolio positioning and to help you communicate these insights with your clients.

Understanding how a portfolio is constructed and managed is critical to aligning an investor's objectives with the model. It's also important to have a clear understanding of how the models perform over time. Markets can change and our investment professionals will adapt. Our goals is to ensure you understand the decisions we make and how we see the road ahead.

As such, our investment team provides ongoing performance reporting, holdings updates, and commentary for each of our model portfolios.
Morningstar Rating Disclosure

The Morningstar Analyst Rating™ is not a credit or risk rating. It is a subjective evaluation performed by Morningstar's manager research group, which consists of various Morningstar, Inc. subsidiaries ("Manager Research Group"). In the United States, that subsidiary is Morningstar Research Services LLC, which is registered with and governed by the U.S. Securities and Exchange Commission. The Manager Research Group evaluates funds based on five key pillars, which are process, performance, people, parent, and price. The Manager Research Group uses this five-pillar evaluation to determine how they believe funds are likely to perform relative to a benchmark over the long term on a risk adjusted basis. They consider quantitative and qualitative factors in their research. For actively managed strategies, people and process each receive a 45% weighting in their analysis, while parent receives a 10% weighting. For passive strategies, process receives an 80% weighting, while people and parent each receive a 10% weighting. For both active and passive strategies, performance has no explicit weighting as it is incorporated into the analysis of people and process; price at the share-class level (where applicable) is directly subtracted from an expected gross alpha estimate derived from the analysis of the other pillars. The impact of the weighted pillar scores for people, process and parent on the final Analyst Rating is further modified by a measure of the dispersion of historical alphas among relevant peers. For certain peer groups where standard benchmarking is not applicable, primarily peer groups of funds using alternative investment strategies, the modification by alpha dispersion is not used.

The Analyst Rating scale is Gold, Silver, Bronze, Neutral, and Negative. For active funds, a Morningstar Analyst Rating of Gold, Silver, or Bronze reflects the Manager Research Group's expectation that an active fund will be able to deliver positive alpha net of fees relative to the standard benchmark index assigned to the Morningstar category. The level of the rating relates to the level of expected positive net alpha relative to Morningstar category peers for active funds. For passive funds, a Morningstar Analyst Rating of Gold, Silver, or Bronze reflects the Manager Research Group's expectation that a fund will be able to deliver a higher alpha net of fees than the lesser of the relevant Morningstar category median or 0. The level of the rating relates to the level of expected net alpha relative to Morningstar category peers for passive funds. For certain peer groups where standard benchmarking is not applicable, primarily peer groups of funds using alternative investment strategies, a Morningstar Analyst Rating of Gold, Silver, or Bronze reflects the Manager Research Group's expectation that a fund will deliver a weighted pillar score above a predetermined threshold within its peer group. Analyst Ratings ultimately reflect the Manager Research Group's overall assessment, are overseen by an Analyst Rating Committee, and are continuously monitored and reevaluated at least every 14 months.

For more detailed information about Morningstar's Analyst Rating, including its methodology, please go to https://shareholders.morningstar.com/investor-relations/governance/Compliance--Disclosure/default.aspx.

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Risks: All investments are subject to risk, including possible loss of principal. The model portfolios are subject to the risks of the underlying mutual funds utilized in the model. Fixed income securities are subject to credit risk, liquidity risk, call risk, and interest rate risk. As interest rates rise, bond prices generally fall. International, mid-cap, and small-cap investing are subject to additional risks and volatility. These risks are generally greater for investments in emerging markets. Diversification does not assure a profit or protect against a loss in a declining market.

The T. Rowe Price model portfolios are a nondiscretionary investment management program provided by T. Rowe Price Associates, Inc. T. Rowe Price mutual funds are distributed by T. Rowe Price Investment Services, Inc. T. Rowe Price Associates, Inc., and T. Rowe Price Investment Services, Inc., are affiliated companies. The T. Rowe Price group of companies, including its affiliates, receive revenue from T. Rowe Price investment products and services.

1 Government Money Fund: You could lose money by investing in the Fund. Although the Fund seeks to preserve the value of your investment at $1.00 per share, it cannot guarantee it will do so. An investment in the Fund is not insured or guaranteed by the Federal Deposit Insurance Corporation or any other government agency. The Fund’s sponsor has no legal obligation to provide financial support to the Fund, and you should not expect that the sponsor will provide financial support to the Fund at any time.

Consider the investment objectives, risks, and charges and expenses of the T. Rowe Price mutual funds carefully before investing. For a prospectus or, if available, a summary prospectus containing this and other information, visit troweprice.com or contact your financial professional. Read it carefully.

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