

## GIPS® Disclosure

### Europe Structured Research Equity Composite

Period Ended December 31, 2019

Figures Shown in euro

	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
Gross Annual Returns (%)	13.12	-6.69	17.68	18.57	6.37	8.25	3.48	9.36	-11.32	27.65
Net Annual Returns (%) <sup>1</sup>	12.68	-7.06	17.22	18.11	5.94	7.82	3.07	8.93	-11.68	27.15
MSCI Europe Index Net (%) <sup>2</sup>	11.10	-8.08	17.29	19.82	6.84	8.22	2.58	10.24	-10.57	26.05
MSCI Europe Index (%) <sup>2</sup>	11.75	-7.51	18.09	20.51	7.40	8.78	3.22	10.88	-10.00	26.88
Composite 3-Yr St. Dev.	N/A	N/A	13.12	12.20	8.96	12.57	13.15	13.06	10.03	10.25
MSCI Europe Index Net 3-Yr St. Dev. Dev.	20.77	16.94	13.07	12.24	9.00	12.46	12.97	12.88	9.91	10.08
MSCI Europe Index 3-Yr St. Dev.	20.85	16.98	13.00	12.20	8.96	12.48	12.99	12.91	9.97	10.10
Composite Dispersion	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Comp. Assets (Millions)	4.9	4.5	5.3	6.2	6.5	7.0	7.2	7.9	6.9	8.8
# of Accts. in Comp.	1	1	1	1	1	1	1	1	1	1
Total Firm Assets (Billions)	361.5	379.8	439.8	505.3	619.5	711.0	774.8	833.0	850.9	1,085.3 <sup>3</sup>

<sup>1</sup>Reflects deduction of highest applicable fee schedule without benefit of breakpoints. Investment return and principal value will vary. Past performance cannot guarantee future results. Monthly composite performance is available upon request. **See below for further information related to net of fee calculations.**

<sup>2</sup>Primary benchmark is MSCI Europe Index Net and secondary benchmark is MSCI Europe Index. Effective July 1, 2018, the primary benchmark for the composite changed from MSCI Europe Index to MSCI Europe Index Net. The change was made because the firm viewed the new benchmark to be more consistent with the tax impacts of the portfolios in the composite. Historical benchmark representations have been restated.

<sup>3</sup>Preliminary – subject to adjustment.

T. Rowe Price (“TRP”) has prepared and presented this report in compliance with the Global Investment Performance Standards (GIPS®). TRP has been independently verified for the 23-year period ended June 30, 2019 by KPMG LLP. The verification report is available upon request. Verification assesses whether (1) the firm has complied with all the composite construction requirements of the GIPS standards on a firm-wide basis and (2) the firm's policies and procedures are designed to calculate and present performance in compliance with the GIPS standards. Verification does not ensure the accuracy of any specific composite presentation.

TRP is a U.S. investment management firm with various investment advisers registered with the U.S. Securities and Exchange Commission, the U.K. Financial Conduct Authority, and other regulatory bodies in various countries and holds itself out as such to potential clients for GIPS purposes. TRP further defines itself under GIPS as a discretionary investment manager providing services primarily to institutional clients with regard to various mandates, which include U.S., international, and global strategies but excluding the services of the Private Asset Management group. The minimum asset level for equity portfolios to be included in composites is \$5 million and prior to January 2002 the minimum was \$1 million. The minimum asset level for fixed income and asset allocation portfolios to be included in composites is \$10 million; prior to October 2004 the minimum was \$5 million; and prior to January 2002 the minimum was \$1 million. Valuations and performance are computed in U.S. dollars and converted to Euro. When converting U.S. dollar composite returns, benchmarks, dispersion and asset data, the same exchange rate source is used consistently. Total returns in non-U.S. dollar currencies are calculated by adjusting U.S. dollar performance by the percent change in the U.S. dollar/foreign currency exchange rate (as determined by an independent third party) for the time periods selected.

Gross performance returns are presented before management and all other fees, where applicable, but after trading expenses. Net of fees performance reflects the deduction of the highest applicable management fee that would be charged based on the fee schedule appropriate to you for this mandate, without the benefit of breakpoints. Gross and net performance returns are net of nonreclaimable withholding taxes on dividends, interest income, and capital gains. Effective June 30, 2013, portfolio valuation and assets under management are calculated based on the closing price of the security in its respective market. Previously portfolios holding international securities may have been adjusted for after-market events. Policies for valuing portfolios, calculating performance, and preparing compliant presentations are available upon request. Dispersion is measured by the standard deviation across asset-weighted portfolio returns represented within a composite for the full year. Dispersion is not calculated for the composites in which there are five or fewer portfolios.

Some portfolios may trade futures, options, and other potentially high-risk derivatives which generally represent less than 10% of a portfolio.

Benchmarks are taken from published sources and may have different calculation methodologies, pricing times, and foreign exchange sources from the composite.

Composite policy requires the temporary removal of any portfolio incurring a client initiated significant cash inflow or outflow greater than or equal to 15% of portfolio assets. The temporary removal of such an account occurs at the beginning of the measurement period in which the significant cash flow occurs and the account re-enters the composite on the last day of the current month after the cash flow. Additional information regarding the treatment of significant cash flows is available upon request.

The firm's list of composite descriptions and/or a presentation that adheres to the GIPS® standards are available upon request.

A portfolio management change occurred effective January 1, 2015 and September 1, 2019. There were no changes to the investment program or strategy related to this composite.

**Europe Structured Research Equity Composite.** The Europe Structured Research Equity Composite seeks sector- and industry-neutral exposure to the MSCI Europe Index, with value added through stock selection skill. The strategy combines fundamental research with a disciplined portfolio construction process to achieve its investment objectives. (Created January 2005)

### **Fee Schedule**

First €40 million 40 basis points

Next €40 million 35 basis points

Above €80 million 35 basis points on all assets <sup>1</sup>

Above €160 million 30 basis points on all assets <sup>1</sup>

<sup>1</sup> A transitional credit is applied to the fee schedule as assets approach or fall below the breakpoint.

Minimum separate account Size €40 million.