



10 March 2021

Important Notice: Changes made to the prospectus of the T. Rowe Price Institutional Funds FCP

Dear Shareholder,

We are writing to inform you of the following changes made to the March 2021 update of the prospectus of the T. Rowe Price Institutional Funds FCP (the "Company"), in response to the requirements of the Sustainable Finance Disclosure Regulation (SFDR).

- 1) A new 'Environmental, Social and Governance (ESG) Investment Policy' section has been added to reflect that "the investment manager believes that environmental, social and governance issues can influence investment risk and return and, therefore, incorporates ESG risk considerations into its fundamental investment analysis" and the "The investment manager assesses environmental, social and governance ("ESG") factors with particular focus on those considered most likely to have a material impact on the performance of the holdings or potential holdings in the Sub-Funds' portfolio. These ESG factors, which are incorporated into the investment process alongside financials, valuation, macro-economics and other factors, are components of the investment decision. Consequently, ESG factors are not the sole driver of an investment decision but are instead one of several important inputs considered during investment analysis."
- 2) A new 'Environment, Social and Governance ("ESG") and Sustainability ("SU") Risk' warning has been added to reflect that "due to environmental changes, shifting societal views, and an evolving regulatory landscape related to sustainability issues, the earnings and/or profitability of companies that a Sub-Fund invests in may be impacted" and that "ESG or SU event(s) or condition(s) may occur, which could have a material negative impact on the value of an investment and performance of the Sub-Fund. The exposure that each Sub-Fund is likely to have to ESG and SU risks is regularly assessed and disclosed in the 'Environmental, Social and Governance (ESG) Policy' section" of the prospectus. The new section also includes information on the Sustainability Risks, ESG and SU criteria and their underlying data points and Sub-Fund exposure levels to each criteria.

These amendments do not represent material changes to the investment strategy of the Sub-Funds.

As usual, if you wish to transfer your investment to another Sub-Fund or redeem your holding, you may do so at any time, as per the conditions set out in the prospectus, free of any charges.

Thank you for the continued trust and confidence that you have placed in T. Rowe Price. If you have any queries, please contact your relationship manager or servicing representative.