



**T. ROWE PRICE FUNDS OEIC – CHINA EVOLUTION
EQUITY FUND
SRD II: TRANSPARENCY
31 DECEMBER 2021**



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Investment Strategy and Implementation

Objective

To increase the value of its shares through growth in the value of its investments over the long term (a minimum of 5 years).

Portfolio securities

The fund is actively managed and invests in a portfolio of shares of Chinese companies and may have significant exposure to smaller capitalisation companies (up to 45% of the total assets of the fund, where by smaller capitalisation the investment manager considers companies with a market capitalization below USD 5 billion). The fund aims to invest in companies with high returns on capital in the longterm, focusing on opportunities in the evolving Chinese economy.

Investment process

The investment manager's approach is to:

- Seek attractive investment opportunities across Chinese companies, listed both onshore and offshore, across the market cycle (a minimum of 5 years).
- Employ fundamental research to identify change in business fundamentals or investor behaviour that will act as a catalyst to increase a company's value.
- Seek to purchase shares of companies at reasonable prices in relation to present or anticipated earnings, cash flow, or book value.
- Assess environmental, social and governance ("ESG") factors to identify those considered most likely to have a material impact on the performance of the holdings or potential holdings in the fund's portfolio. These ESG factors, which are incorporated into the investment process alongside financials, valuation, macroeconomics 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.

Key Material Medium to Long-term Risks

Investments in emerging market countries are subject to greater risk and overall volatility than investments in the U.S. and developed markets. Emerging market countries tend to have economic structures that are less diverse and mature, and political systems that are less stable, than those of developed countries. In addition to the risks associated with investing outside of developed markets, emerging markets are more susceptible to governmental interference, political and economic uncertainty, local taxes and restrictions on the fund's investments, less efficient trading markets with lower overall liquidity, and more volatile currency exchange rates.

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 any social, political, economic, environmental or market conditions within that area. This can mean higher volatility and risk of loss as compared to a fund that invests more broadly.

Some funds may invest in local Chinese securities ("China A securities") using a qualified foreign institutional investor ("QFII") license. Chinese regulators require that the name of the QFII licence holder be used in connection with assets held on behalf of the relevant funds. The regulators acknowledge that the assets in a fund's account belong to that fund and not to the investment manager or a submanager, and the depository has set up a sub-account in the name of each relevant fund (which is allowed under Chinese law). However, should creditors of the QFII assert that the assets in the accounts are owned by the QFII and not the relevant fund, and if a court should uphold this assertion, creditors of the QFII could seek payment from the assets of the relevant fund.

The funds may invest in certain Shanghai-listed and Shenzhen-listed securities ("Stock Connect Securities") through the Shanghai-Hong Kong Stock Connect or the Shenzhen-Hong Kong Stock Connect respectively ("Stock Connect"), a joint securities trading and clearing program designed to permit mutual stock market access between mainland China and Hong Kong. Stock Connect is a joint project of the Hong Kong Exchanges and Clearing Limited ("HKEC"), China Securities Depository and Clearing Corporation Limited ("ChinaClear"), the Shanghai Stock Exchange and the Shenzhen Stock Exchange. Hong Kong Securities Clearing Company Limited ("HKSCC"), a clearing house that in turn is operated by HKEC, acts as nominee for investors accessing Stock Connect Securities.

Risks of investing through Stock Connect include:

- The regulations governing the Stock Connect are untested, subject to change and may have potential retrospective effect. It is uncertain how they will be applied, and they could be changed.
- The Stock Connect Securities in respect of the funds are held by the depository/ sub-custodian in accounts in the Hong Kong Central Clearing and Settlement System ("CCASS") maintained by the HKSCC as central securities depository in Hong Kong. HKSCC in turn holds the Stock Connect Securities, as the nominee holder, through an omnibus securities account in its name registered with ChinaClear for the Stock Connect. The precise nature and rights of the funds as the beneficial owners of the Stock Connect Securities through HKSCC as nominee is not well defined under Chinese law. Therefore, the exact nature and methods of enforcement of the rights and interests of the funds under Chinese law is uncertain.
- Should ChinaClear default, HKSCC's contractual liabilities will be limited to assisting participants with claims against ChinaClear. A fund's attempts to recover lost assets could involve considerable delays and expenses, and may not be successful.
- The Stock Connect is subject to quota limitations. In particular, the Stock Connect is subject to a daily quota which does not belong to the OEIC or the funds and can only be utilised on a first-come-first serve basis. Once the daily quota is exceeded, buy orders will be rejected (although investors will be permitted to sell their cross-boundary securities regardless of the quota balance). Therefore, quota limitations may restrict the relevant fund's ability to invest in the Stock Connect Securities on a timely basis, and the relevant fund may not be able to effectively pursue its investment strategy.
- When a stock is recalled from the scope of eligible stocks for trading via the Stock Connect, the stock can only be sold but restricted from being bought. This may affect the investment portfolio or strategies of the funds.
- Each of the HKEC, the Shanghai Stock Exchange and the Shenzhen Stock Exchange reserves the right to suspend trading. Where a suspension is effected, the relevant fund's ability to access the Chinese market will be adversely affected. Q Investment in Stock Connect Securities is conducted through brokers, and is subject to the risks of default by such brokers' in their obligations. Q Where a suspension in trading through the program is effected, the fund's ability to invest in China A-shares or access the Chinese market through the program will be adversely affected. In such event, the fund's ability to achieve its investment objective could be negatively affected

At times, the fund may have a significant portion of its assets invested in securities of issuers conducting business in a broadly related group of industries within the same economic sector. Issuers in the same economic sector may be similarly affected by economic or market events, making the fund more vulnerable to unfavorable developments in that economic sector than funds that invest more broadly.

To the extent that a fund invests a large portion of its assets in securities from a relatively small number of issuers, its performance will be more strongly affected by any business, industry, economic, financial or market conditions affecting those issuers. This can mean higher volatility and risk of loss as compared to a fund that invests more broadly. Stocks of small and mid-size companies can be more volatile than stocks of larger companies. Small and midsize companies often have fewer financial resources, shorter operating histories, and less diverse business lines, and as a result can be at greater risk of long-term or permanent business setbacks. Initial public offerings (IPOs) can be highly volatile and can be hard to evaluate because of a lack of trading history and relative lack of public information

Portfolio Composition

Holdings as of 31 December 2021

CUSIP	Security Description	Quantity	Currency	Price (Local)	Price (GBP)	Mkt Value (GBP)	% Assets
48553T106	KANZHUN LTD ADR	8,645	USD	35.25	26.16	226,125.36	4.43
TC5MU3QR4	FOCUS MEDIA INFORMATION TE-A SHS MMA	162,500	CNH	8.19	0.96	155,620.54	3.05
TC2MGKI4	AUTEL INTELLIGENT TECHNOLO-A SHS MMA	18,579	CNH	79.38	9.28	172,383.08	3.38
TC4S254U5	FUYAO GROUP GLASS INDUSTR-A SHS MMA	17,000	CNH	47.12	5.51	93,624.19	1.83
TC8I2QMC7	ZHEJIANG SHUANGHUAN DRIVEL- A SHS MMA	62,600	CNH	27.58	3.22	201,756.50	3.95
TC011BJ71	HOPE EDUCATION GROUP CO LTD	536,000	HKD	1.49	0.14	76,058.15	1.49
44332N106	HUAZHU GROUP LTD ADR	5,400	USD	37.33	27.70	149,574.53	2.93
TC1D8B176	HAIER SMART HOME CO LTD-H	45,400	HKD	32.93	3.13	142,250.10	2.79
TC9UFS84	JASON FURNITURE HANGZHOU C-A SHS MMA	29,800	CNH	77.14	9.02	268,663.45	5.26
TC3YW80P9	BAFANG ELECTRIC SUZHOU CO -A SHS MMA	4,700	CNH	225.64	26.37	123,951.16	2.43
CN01JCK98	LI NING CO LTD	23,000	HKD	85.36	8.12	186,804.94	3.66
898999990	TSING TAO BREWERY CO LTD-H SHS	18,000	HKD	72.78	6.93	124,651.61	2.44
TC06UWGG5	CHINA FEIHE LTD	107,000	HKD	10.46	1.00	106,495.71	2.09
8876HK995	TINGYI (CAYMAN ISLN) HLDG CO	76,000	HKD	16.02	1.52	115,827.21	2.27
44975P103	I-MAB-SPONSORED ADR	2,600	USD	47.66	35.37	91,954.54	1.80
TC6XVPRP2	QINGDAO HAIER BIOMEDICAL C-A SHS MMA	17,479	CNH	90.78	10.61	185,467.04	3.63
TC609BXR9	SHANDONG PHARMA CEUTICAL GLASS-A SHS MMA	20,800	CNH	43.88	5.13	106,674.15	2.09
CN6742347	SHANDONG WEIGAO GP MEDICAL-H SHS	136,000	HKD	9.73	0.93	125,918.68	2.47
TC0DYDF04	ZYLOX-TONBRIDGE MEDICAL TECH	2,000	HKD	24.94	2.37	4,746.36	0.09
TC1WOAPH0	NEW HORIZON HEALTH LTD	6,500	HKD	22.07	2.10	13,650.99	0.27
HK00XSF96	SINO BIOPHARMA CEUTICAL	228,000	HKD	5.47	0.52	118,571.13	2.32
98980A105	ZTO EXPRESS CAYMAN INC-ADR	6,076	USD	27.89	20.69	125,734.39	2.46
TC6I0XR15	GUANGDONG KINLONG HARDWARE-A SHS MMA	9,500	CNH	181.52	21.22	201,552.96	3.95
TC8FX47X9	HONGFA TECHNOLOGY CO LTD-A SHS MMA	16,500	CNH	74.62	8.72	143,904.90	2.82
TC6ZWN1P9	NARI TECHNOLOGY CO LTD-A SHS MMA	35,500	CNH	40.01	4.68	166,028.48	3.25
TC3918ZH8	OCEAN S KING LIGHTING SCIE-A SHS MMA	54,596	CNH	16.35	1.91	104,299.79	2.04
TC3Y0MCE5	SHENZHEN MEGMEET ELECTRICA-A SHS MMA	37,300	CNH	32.00	3.74	139,528.14	2.73
CN1VT0353	YANGZUJIANG SHIPBUILDING	267,400	SGD	1.33	0.73	196,218.94	3.84
TC8MSE708	ZHONGJI INNOLIGHT CO LTD-A SHS MMA	21,600	CNH	42.48	4.96	107,235.53	2.10
CN1YBT080	SUNNY OPTICAL TECHNOLOGY GROUP CO LTD	1,300	HKD	246.86	23.49	30,535.93	0.60
TC5NTM363	SINO WEALTH ELECTRONIC LTD-A SHS MMA	17,000	CNH	67.84	7.93	134,802.88	2.64
TC6IMFOT0	WANHUA CHEMICAL GROUP CO -A SHS MMA	11,500	CNH	100.96	11.80	135,698.56	2.66
1694HK999	CHINA RESOURCES LAND LTD	54,000	HKD	32.83	3.12	168,684.13	3.30
TC74G6C62	CHINA RESOURCES MIXC LIFESTY	38,000	HKD	36.31	3.46	131,307.82	2.57
TC0GHLWJ8	COUNTRY GARDEN SERVICES HOLD	70,000	HKD	46.70	4.44	311,057.22	6.09
	CHINESE YUAN RENMINBI		CNH			2,355,353.15	46.13
	UNITED STATES DOLLAR		USD			212,049.07	4.15
	POUND STERLING		GBP			7,049.44	0.14
	CHINESE YUAN		CNY			2,356,317.73	-46.15
					Total:	5,105,493.02	100.00

Portfolio Composition (continued)

TOP 10 ISSUERS

Issuer	Country	Sector	Industry	% of Portfolio
Country Garden Services Holdings	China	Real Estate	Real Estate Management & Development	6.09
Jason Furniture Hangzhou	China	Consumer Discretionary	Household Durables	5.26
Kanzhun	China	Communication Services	Interactive Media & Services	4.43
Zhejiang Shuanghuan Driveline	China	Consumer Discretionary	Auto Components	3.95
Guangdong Kinlong Hardware Products	China	Industrials	Building Products	3.95
Yangzijiang Shipbuilding	China	Industrials	Machinery	3.84
Li Ning	China	Consumer Discretionary	Textiles, Apparel & Luxury Goods	3.66
Qingdao Haier Biomedical	China	Health Care	Health Care Equipment & Supplies	3.63
Autel Intelligent Technology	China	Consumer Discretionary	Auto Components	3.38
China Resources Land	China	Real Estate	Real Estate Management & Development	3.30

Issuers are as of the date indicated and are subject to change.

SECTOR DIVERSIFICATION

	Communication Services	Consumer Discretionary	Consumer Staples	Energy	Financials	Health Care	Industrials & Business Services	Information Technology	Materials	Real Estate	Utilities
T. Rowe Price Funds OEIC - China Evolution Equity Fund	7.48	27.72	6.80	-	-	12.67	21.10	5.34	2.66	11.97	-

Portfolio Composition (continued)

INDUSTRY DIVERSIFICATION

Industry	% of Portfolio
Air Freight & Logistics	2.46
Auto Components	9.16
Beverages	2.44
Biotechnology	1.80
Building Products	3.95
Chemicals	2.66
Communications Equipment	2.10
Diversified Consumer Services	1.49
Electrical Equipment	10.85
Electronic Equip, Instr & Cmpts	0.60
Food Products	4.35
Health Care Equipment & Supplies	8.28
Health Care Providers & Services	0.27
Hotels Restaurants & Leisure	2.93
Household Durables	8.05
Interactive Media & Services	4.43
Leisure Products	2.43
Machinery	3.84
Media	3.05
Pharmaceuticals	2.32
Real Estate Management & Development	11.97
Semiconductors & Semiconductor Equipment	2.64
Textiles, Apparel & Luxury Goods	3.66
Reserves & Others	4.27



Portfolio Turnover

Annual Turnover as of 31 December 2021

N/A*

Annual Turnover is calculated as the lesser of the sum of purchases or the sum of sales divided by average market value during the year.

**Annual portfolio turnover shown after one full year of investment*



Turnover Costs/Costs and Charges Incurred Summary Report

Account Name: TRP OEIC - China Evolution Equity Fund
 Base Currency: GBP
 Reporting Period: 01 January 2021 to 31 December 2021

ISIN	Share Class	CCY	Launch Date	Rolling 12 months TER %			Transaction Costs <i>ex-post</i>
				Investment Mgmt Fees	Other Expenses	TER	
GB00BMHRML25	C Acc	GBP	10/12/2021	0.85%	0.17%	1.02%	0.91%
GB00BMHRMM32	C Acc 9	GBP	10/12/2021	0.70%	0.17%	0.87%	0.91%

Percentage of Total Assets represents the amount of each charge expressed as a percentage of the estimated average assets under management throughout the reporting period.

Source: T. Rowe Price. Totals may not add due to roundings. Additional details are available on request.



Use of Proxy Advisors for the Purpose of Engagement Activities

T. Rowe Price does not utilize proxy advisors for the purpose of engagement activities.



Policy on Securities Lending and Application to Engagement Activities

As of 31 December 2021, T. Rowe Price does not utilize securities lending for any SRD II applicable accounts.



Investment Decisions and Conflicts of Interest

Generally speaking, the ownership structure of our company serves to eliminate certain categories of potential conflicts of interest with regard to our stewardship activities. At T. Rowe Price, our overarching approach to dealing with potential conflicts of interest is to resolve them in the manner that solely takes into consideration the interests of our clients. With regards to engagement activities, we believe the most likely source of any potential conflicts between the interests of our firm and the interests of our clients would arise in the context of proxy voting or engagement. Our publicly disclosed Proxy Voting Policies and Engagement Policy offer details about how we manage such potential conflicts of interest. In addition for separately managed accounts, if T. Rowe Price received voting instruction from the account owner which may give rise to conflicts of interests in T. Rowe Price's opinion, this will be reported to the clients for discussion before execution.

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