



STRATEGY HIGHLIGHTS

As of 30 June 2019

US Smaller Companies Equity Strategy

Total US Smaller-Companies Equity Strategy Assets:¹ \$1.5 billion²

Figures shown in U.S. Dollars

INVESTMENT APPROACH

- Focus on companies within the market cap range of the Russell 2500 Index at time of purchase.
- Assess valuation using relevant sector/industry metrics – absolute and relative price to earnings, price to cash flow, and price to assets.
- Integrate fundamental research by a dedicated Small-Cap research team to discover underfollowed companies possessing clear business plans, financial flexibility, and proven management teams.
- Identification of a “value creation” catalyst is key.
- Broadly diversify holdings to manage portfolio risk profile.
- Employ a low turnover and patient trading strategy to promote full value realization.

PORTFOLIO CONSTRUCTION

- Typically 200-250 securities
- Position sizes typically range from 0.15% to 2.50%
- Primary sector weights generally vary from 0.5X to 2.0X the Russell 2500 Index weights

BENCHMARK

- Russell 2500 Net 30% Index

PORTFOLIO MANAGEMENT

Curt Organt, CFA®

- 25 years of investment experience; 23 years with T. Rowe Price.
- M.B.A., Wake Forest University
- B.S., La Salle University

PORTFOLIO SPECIALISTS

Eric Papesh, CFA®

- 24 years of investment experience; 4 years with T. Rowe Price.
- M.B.A., University of Washington
- B.A., University of Washington

Portfolio Specialists do not assume management responsibilities.

Effective March 31, 2019, Curt Organt assumed portfolio management responsibility for the Composite.

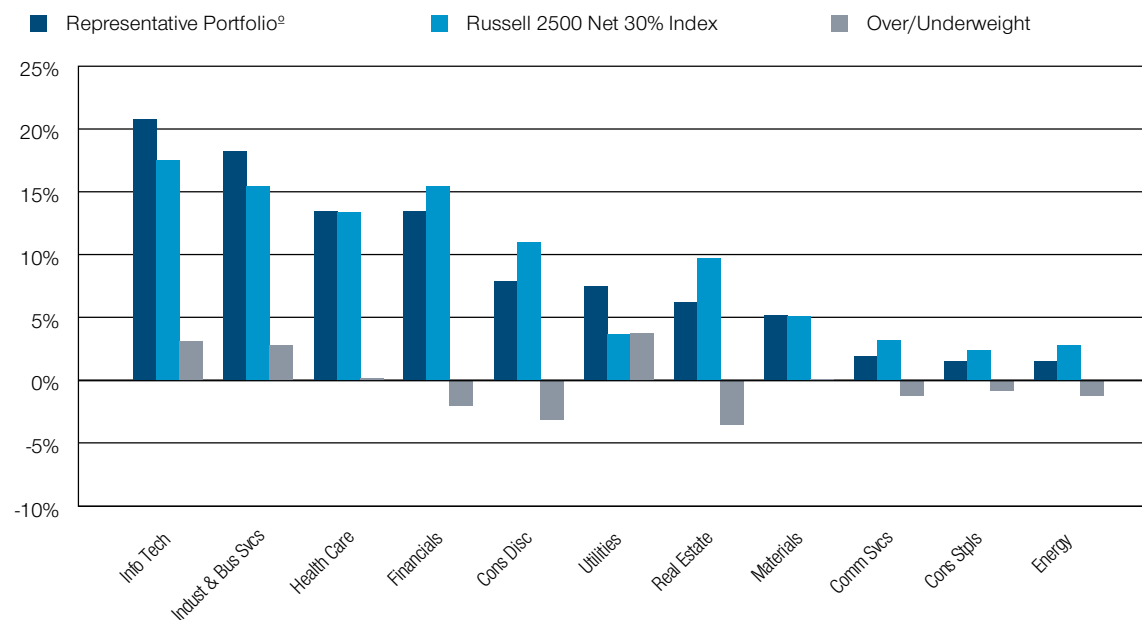
¹ Includes a sub-fund of a Luxembourg domiciled SICAV and a sub-fund of a UK domiciled OEIC.

² Assets reported are as of 31 March 2019.

TOP 10 ISSUERS

	% of Representative Portfolio ²
CoStar Group	2.2%
Entegris	2.0
JBG SMITH Properties	1.9
American Water Works	1.7
Avery Dennison	1.7
Marvell Technology Group	1.7
NiSource	1.6
Teledyne Technologies	1.5
Atmos Energy	1.5
Vulcan Materials	1.5
Total	17.2%

SECTOR DIVERSIFICATION



PORTFOLIO CHARACTERISTICS

	Representative Portfolio ²	Russell 2500 Net 30% Index
Projected Earnings Growth Rate (IBES) ² †	13.3%	11.0%
Price to Earnings (12 Months Forward) (IBES) ² †	24.0X	21.1X
Return on Equity (Last 12 Months excl. charges) ²	12.6%	12.0%
Price to Book ²	4.0X	3.1X
Investment Weighted Median Market Cap (mm)	\$6,784	\$4,760
Investment Weighted Average Market Cap (mm)	\$8,459	\$5,847
Number of Holdings	175	2,500
Top 20 Holdings as % of Total	29.8%	6.3%
Portfolio Turnover (12 Months)	55.5%	-
Active Share	84.7%	-

²Investment Weighted Median.

†Based on the Representative Portfolio's underlying holdings and is not a projection of future portfolio performance.

²Please see Additional Disclosures section for further information.

PERFORMANCE

	Three Months	Year-to-Date	One Year	Annualized			
				Three Years	Five Years	Ten Years	Fifteen Years
US Smaller Companies Equity Composite (Gross)	6.86%	26.94%	13.85%	16.62%	12.11%	17.89%	11.84%
US Smaller Companies Equity Composite (Net)	6.66	26.49	13.01	15.75	11.28	17.02	11.01
Russell 2500 Net 30% Index	2.84	18.97	1.30	11.84	7.19	13.95	8.60
Value Added (Gross)	4.02	7.97	12.55	4.78	4.92	3.94	3.24
Value Added (Net)	3.82	7.52	11.71	3.91	4.09	3.07	2.41

Past performance is not a reliable indicator of future performance.

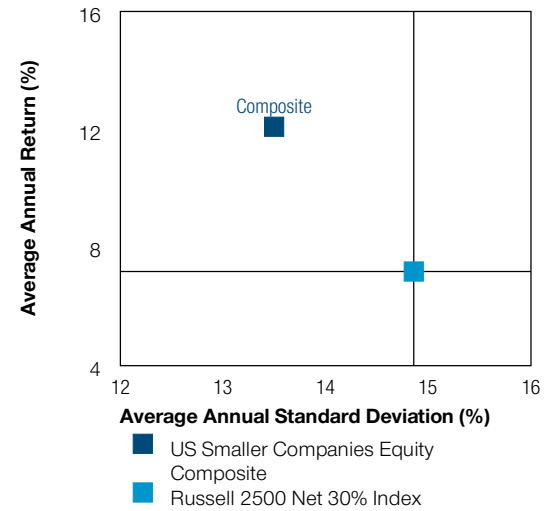
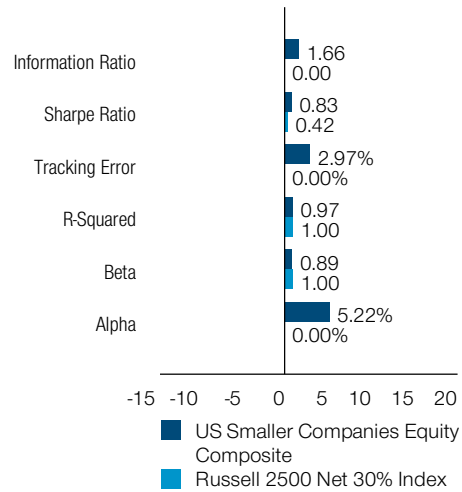
Gross performance returns are presented before management and all other fees, where applicable, but after trading expenses. Net of fees performance reflects the deduction of the highest applicable management fee that would be charged based on the fee schedule contained within this material, without the benefit of breakpoints. Gross and net performance returns reflect the reinvestment of dividends and are net of all non-reclaimable withholding taxes on dividends, interest income, and capital gains.

Supplemental information. Please see the GIPS® Disclosure page for additional information on the composite. Monthly Composite performance is available upon request.

Effective June 1, 2019, the benchmark for the composite changed from gross- to net- of withholding taxes. 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 to show net of withholding taxes.

RISK/RETURN CHARACTERISTICS

Five Years ended 30 June 2019



Past performance is not a reliable indicator of future performance. Statistics based on monthly gross returns. Returns would have been lower as the result of the deduction of applicable fees.

FEE SCHEDULE**US Smaller Companies Equity Composite**

The US Smaller Companies Equity Composite seeks long-term capital growth primarily through investment in stocks of smaller U.S. companies (small and mid-cap) believed to offer growth potential or be under-valued. (Created June 2006) (Formerly known as US Smaller Cap Core Equity Composite)

First \$20 million	75 basis points
Above \$20 million	60 basis points
Minimum separate account size	\$50 million

ADDITIONAL DISCLOSURES

Portfolio Construction: There is no guarantee that the investment will remain within the anticipated ranges of exposure.

Active Share is a holdings based measure of active management representing the percentage of a portfolio's holdings that differ from those in its benchmark. Compared to tracking error, which measures the standard deviation of the difference in a manager's returns versus the Benchmark returns, Active Share allows investors to get a clearer understanding of what a manager is doing to drive performance, rather than drawing conclusions from observed returns. The greater the difference between the asset composition of a product and its benchmark, the greater the active share is.

Unless indicated otherwise the source of all data is T. Rowe Price.

The specific securities identified and described do not represent all of the securities purchased or sold for this Composite. This information is not intended to be a recommendation to take any particular investment action and is subject to change. No assumption should be made that the securities identified and discussed were or will be profitable.

Russell Investment Group is the source and owner of the trademarks, service marks and copyrights related to the Russell Indexes. Russell® is a trademark of Russell Investment Group.

The index weights shown in sector diversification exhibits exclude the annual Russell rebalancing which occurred on June 28, 2019. If attribution is shown, the index weights include the annual Russell rebalancing

Unless otherwise noted, returns are shown with gross dividends reinvested.

The information shown does not reflect any Exchange Traded Funds (ETFs) that may be held in the portfolio.

Source for Sector Diversification: T. Rowe Price uses the MSCI/S&P Global Industry Classification Standard (GICS) for sector and industry reporting. T. Rowe Price will adhere to all future updates to GICS for prospective reporting.

Diversification exhibits may not add to 100% due to exclusion or inclusion of cash.

The representative portfolio is an account in the composite we believe most closely reflects current portfolio management style for the strategy. Performance is not a consideration in the selection of the representative portfolio. The characteristics of the representative portfolio shown may differ from those of other accounts in the strategy. Please see the GIPS Disclosure page for additional information on the composite.

Certain numbers in this report may not equal stated totals due to rounding. Unless otherwise stated, data is as of the report date.

Risks

The following risks are materially relevant to the portfolio.

Small and mid-cap risk - Stocks of small and mid-size companies can be more volatile than stocks of larger companies.

General Portfolio Risks

Capital risk - The value of your investment will vary and is not guaranteed. It will be affected by changes in the exchange rate between the base currency of the portfolio and the currency in which you subscribed, if different. **Equity risk** - In general, equities involve higher risks than bonds or money market instruments. **Geographic concentration risk** - To the extent that a portfolio invests a large portion of its assets in a particular geographic area, its performance will be more strongly affected by events within that area. **Hedging risk** - A portfolio's attempts to reduce or eliminate certain risks through hedging may not work as intended. **Investment portfolio risk** - Investing in portfolios involves certain risks an investor would not face if investing in markets directly. **Management risk** - The investment manager or its designees may at times find their obligations to a portfolio to be in conflict with their obligations to other investment portfolios they manage (although in such cases, all portfolios will be dealt with equitably). **Operational risk** - Operational failures could lead to disruptions of portfolio operations or financial losses.

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