



STRATEGY HIGHLIGHTS

As of 30 June 2020

QM US Small & Mid-Cap Core Equity Strategy

Total Strategy Assets:¹ \$84.6 million²

Figures shown in U.S. Dollars

INVESTMENT APPROACH

- Employs a systematic, data-driven process to identify attractive stocks within the U.S. small- and mid-cap universes. Stocks are ranked based on fundamental metrics primarily drawn from the firm's financial statements. Our stock selection approach reflects the following key investment convictions:
 - We favor stocks that appear inexpensively valued relative to their respective industries and equity universes.
 - We prefer companies that generate substantial free cash flow. Such companies have the potential to be self-financing and can continue to invest in periods when borrowing capital is not easy.
 - We favor companies that have a high return on capital and use cash flows wisely in a manner that benefits shareholders; for example, by executing projects with an expected high return or via the reduction of share count through stock buybacks.
 - We seek companies with high quality characteristics, including our evaluation of earnings quality, which identifies the stability of historic earnings and the expected volatility of future earnings.
 - A smaller emphasis is placed on price momentum and earnings estimate revisions. A lesser emphasis on momentum typically results in longer investment horizons and reduced portfolio turnover.
- While stock selection is based on a quantitative model, we do take into consideration fundamental research and other information that might not be fully captured in our models.
- Relying on quantitative models entails the risk that the models themselves may be limited or incorrect, that the data that the models rely on may be incorrect or incomplete, and that the adviser may not be successful in selecting companies for investment or determining the weighting of particular stocks

PORTFOLIO CONSTRUCTION

- Well-diversified strategy of approximately 350 securities. The goal is to outperform the benchmark by owning a large number of good stocks instead of making large investments in a small number of stocks.
- Each position is sized as a function of its expected outperformance, risk profile, and quality characteristics. Positions are limited to no more than 1% of portfolio cap weight.
- In general, sector allocations will be fairly consistent with those of the Russell benchmark.
- Expected annual turnover of less than 50% highlights the strategy's relatively long-term orientation.

BENCHMARK

- Russell 2500 Index

PORTFOLIO MANAGEMENT

Sudhir Nanda, CFA®

- 20 years of investment experience; 19 years with T. Rowe Price.
- Ph.D., University of Massachusetts
- M.B.A., Indian Institute of Management
- B.A., St. Stephen's College

Prashant Jeyaganesh, CFA®

- 14 years of investment experience; 14 years with T. Rowe Price.
- B.Sc., Johns Hopkins University

Vidya Kadiyam, CFA®

- 12 years of investment experience; 12 years with T. Rowe Price.
- M.S., University of Chicago
- B.S., Massachusetts Institute of Technology

Navneesh Malhan, CFA®

- 10 years of investment experience; 5 years with T. Rowe Price.
- M.F.E., University of California-Berkeley, Haas School of Business
- M.B.A., University of Delhi
- B.Eng., PEC University of Technology

PORTFOLIO SPECIALISTS

Brian Dausch, CFA®

- 22 years of investment experience; 21 years with T. Rowe Price.
- B.S., University of Delaware

Portfolio Specialists do not assume management responsibilities.

Effective April 1, 2020, Vidya Kadiyam and Navneesh Malhan assumed co-portfolio management responsibility for the Composite. CFA® and Chartered Financial Analyst® are registered trademarks owned by CFA Institute.

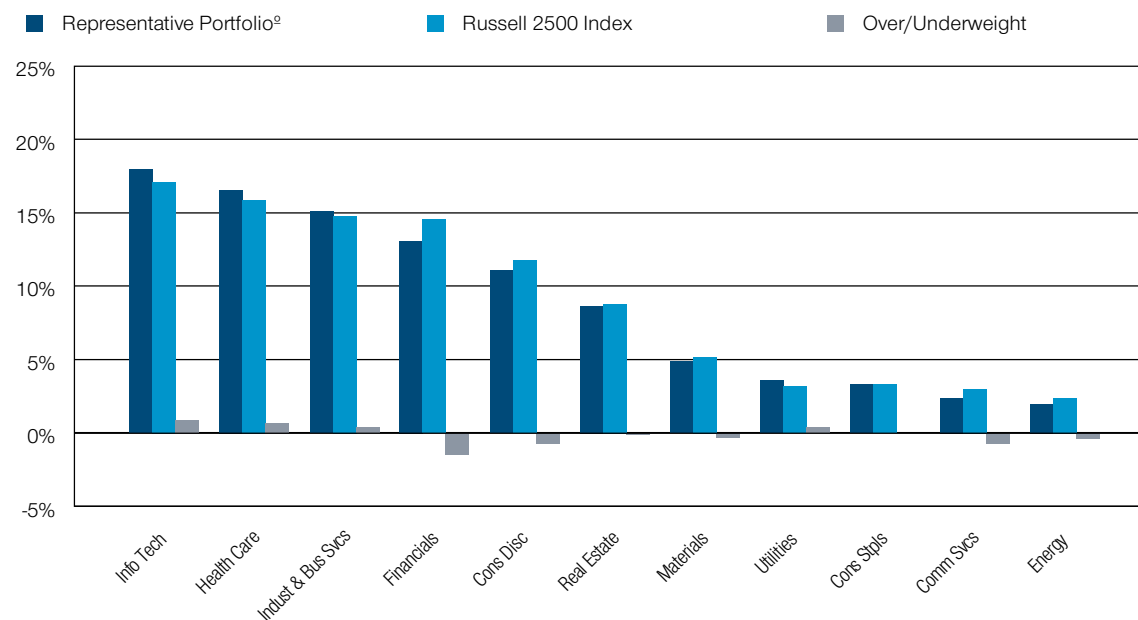
¹ Includes a U.S.-registered mutual fund.

² Assets reported are as of 31 March 2020.

TOP 10 ISSUERS

	% of Representative Portfolio ²
Teradyne	0.8%
Fair Isaac	0.7
Entegris	0.7
Booz Allen Hamilton	0.6
MarketAxess Holdings	0.6
Cable One	0.6
Charles River Laboratories International	0.6
Molina Healthcare	0.6
GCI Liberty	0.6
Signature Bank	0.6
Total	6.4%

SECTOR DIVERSIFICATION



PORTFOLIO CHARACTERISTICS

	Representative Portfolio ²	Russell 2500 Index
Projected Earnings Growth Rate (3 - 5 Years) ^{*°†}	8.9%	8.4%
Price to Earnings (12 Months Forward) ^{*°†}	24.6X	28.9X
Return on Equity (Last 12 Months excl. charges) [°]	15.1%	10.4%
Price to Book [°]	3.7X	3.0X
Investment Weighted Median Market Cap (mm)	\$5,773	\$4,152
Investment Weighted Average Market Cap (mm)	\$7,393	\$4,771
Number of Issuers	333	2,487
Top 20 Issuers as % of Total	11.7%	5.4%
Portfolio Turnover ^{††}	37.4%	-
Active Share	72.8%	-

[°]Investment Weighted Median.

^{*}1/B/E/S © 2020 Refinitiv. All rights reserved

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

[°]Please see Additional Disclosures section for further information.

^{††}Portfolio Turnover represents 1 year period ending 12/31/19.

For Sourcing Information, please see Additional Disclosures.

PERFORMANCE

	Three Months	Year-to-Date	One Year	Annualized	
				Three Years	Since Inception 29 Feb 2016
QM US Small & Mid-Cap Core Equity Composite (Gross)	21.00%	-11.99%	-4.53%	4.63%	10.48%
QM US Small & Mid-Cap Core Equity Composite (Net)	20.85	-12.24	-5.06	4.06	9.88
Russell 2500 Index	26.56	-11.05	-4.70	4.08	10.08
Value Added (Gross)	-5.56	-0.94	0.17	0.55	0.40
Value Added (Net)	-5.71	-1.19	-0.36	-0.02	-0.20

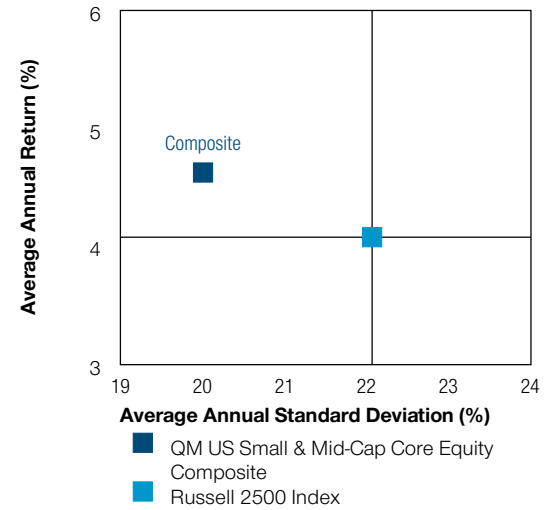
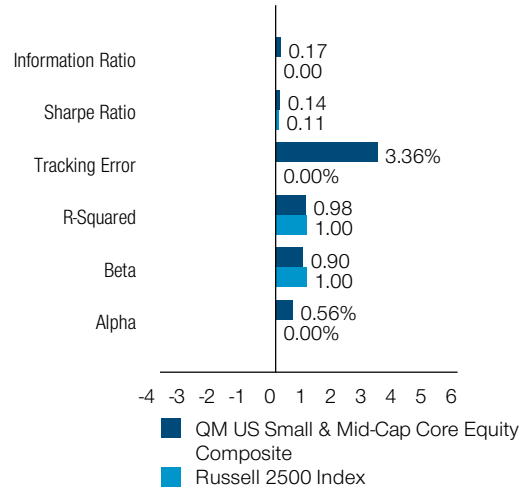
Past performance is not a reliable indicator of future performance.

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.

For Sourcing Information, please see Additional Disclosures.

RISK/RETURN CHARACTERISTICS

Three Years ended 30 June 2020



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**QM US Small & Mid-Cap Core Equity Composite**

The QM US Small & Mid-Cap Equity Composite seeks long-term capital appreciation primarily through the investment in small and mid-cap companies. The strategy applies quantitative and active management techniques to achieve its investment objectives. (Created February 2016)

First \$250 million	55 basis points
Above \$250 million	50 basis points
Minimum separate account size	\$50 million

GIPS® Disclosure

QM US Small & Mid-Cap Core Equity Composite

Period Ended December 31, 2019

Figures Shown in U.S. dollar

	2016 ²	2017	2018	2019
Gross Annual Returns (%)	26.92	16.89	-10.16	31.29
Net Annual Returns (%) ¹	26.36	16.25	-10.66	30.58
Russell 2500 Index (%)	26.89	16.81	-10.00	27.77
Composite 3-Yr St. Dev.	N/A	N/A	N/A	13.23
Russell 2500 Index 3-Yr St. Dev.	13.67	12.13	14.10	14.58
Composite Dispersion	N/A	N/A	N/A	N/A
Comp. Assets (Millions)	30.6	55.4	72.5	115.7
# of Accts. in Comp.	1	1	1	1
Total Firm Assets (Billions)	817.2	1,000.2	972.7	1,218.2 ³

¹Reflects deduction of highest applicable fee schedule without benefit of breakpoints. Investment return and principal value will vary. Past performance is not a reliable indicator of future performance. Monthly composite performance is available upon request. **See below for further information related to net of fee calculations.**

²February 29, 2016 through December 31, 2016.

³Preliminary - 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 are computed and performance reported in U.S. dollars.

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 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 10% 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 June 1, 2017 and December 31, 2018. There were no changes to the investment program or strategy related to this composite.

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.

Unless otherwise noted, index 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 current 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.

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.

IMPORTANT INFORMATION

This material is being furnished for general informational and/or marketing purposes only. The material does not constitute or undertake to give advice of any nature, including fiduciary investment advice, nor is it intended to serve as the primary basis for an investment decision. Prospective investors are recommended to seek independent legal, financial and tax advice before making any investment decision. T. Rowe Price group of companies including T. Rowe Price Associates, Inc. and/or its affiliates receive revenue from T. Rowe Price investment products and services. **Past performance is not a reliable indicator of future performance.** The value of an investment and any income from it can go down as well as up. Investors may get back less than the amount invested.

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