



PORTFOLIO UPDATE

Capital Appreciation Fund

As of March 31, 2024



Portfolio Manager:
David Giroux

Managed Fund Since:
2006

Joined Firm:
1998

INVESTMENT OBJECTIVE

The fund seeks long-term capital appreciation by investing primarily in common stocks. It may also hold fixed income and other securities to help preserve principal value.

FUND INFORMATION

Symbol	PRWCX
CUSIP	77954M105
Inception Date of Fund	June 30, 1986
Benchmark	S&P 500 Index
Expense Information (as of the most recent Prospectus)*	0.74% (Gross) 0.72% (Net)
Fiscal Year End	December 31
12B-1 Fee	—

*The Fund operates under a contractual expense limitation that expires on April 30, 2024.

PERFORMANCE

(NAV, total return)

	One Month	Three Months	One Year	Annualized			
				Three Years	Five Years	Ten Years	Fifteen Years
Capital Appreciation Fund	1.86%	5.16%	17.46%	7.81%	11.40%	10.75%	13.32%
S&P 500 Index	3.22	10.56	29.88	11.49	15.05	12.96	15.63

Performance data quoted represents past performance and is not a reliable indicator of future performance. Investment return and principal value will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost. Current performance may be lower or higher than the performance data quoted. To obtain the most recent month-end performance, visit [troweprice.com](https://www.troweprice.com). The Fund's total return figures reflect the reinvestment of dividends and capital gains, if any.

All funds are subject to market risk, including possible loss of principal.

The fund(s) may have other share classes available that offer different investment minimums and fees. See the prospectus for details.

MARKET COMMENTARY

U.S. equities advanced in March, capping a strong quarter that lifted several broad indexes to all-time highs. As measured by various Russell indexes, mid-cap equities fared best, followed by small-caps and large-caps. Value outperformed growth in all market capitalizations. Within the S&P 500, energy led returns, followed by utilities and materials. All sectors advanced, with consumer discretionary lagging and producing a modest positive return. As measured by the Bloomberg U.S. Aggregate Bond Index, bonds generated positive returns.

Investors remained optimistic about the corporate profit potential stemming from advances in artificial intelligence (AI) and were encouraged by the outcome of the Federal Reserve's mid-March monetary policy meeting. Although the central bank kept short-term interest rates steady, policymakers maintained their year-end 2023 "dot plot" projections for three quarter-point interest rate cuts by the end of 2024 despite recent upticks in inflation readings.

While market sentiment remained positive in March, driving a sustained rally in equities, we think valuations appear elevated and that the potential upside in stocks has moderated. We tend to take a contrarian approach and are focused on identifying less-cyclical names that we believe are trading at reasonable valuations. Against this backdrop, our multiyear view of markets is relatively cautious. We remain committed to finding the best risk-adjusted opportunities across the asset class spectrum to help balance our goals of preserving invested capital and generating equity-like returns over the long term with less risk than the broader equity market.

RISK RETURN CHARACTERISTICS

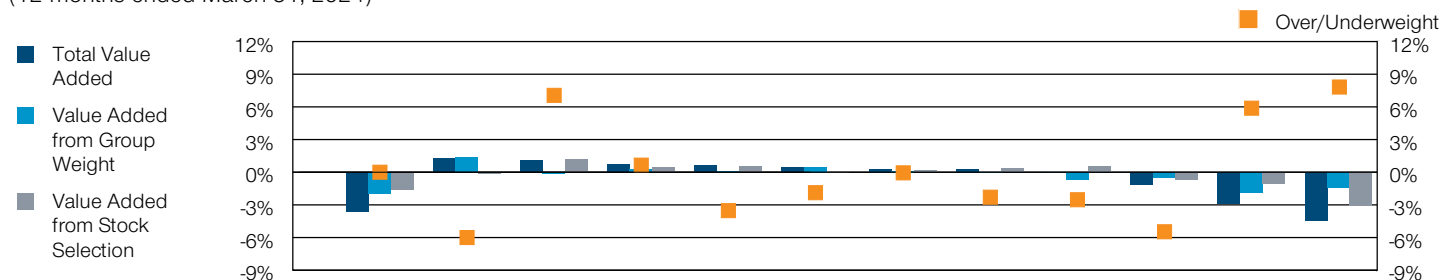
(Five Years ended March 31, 2024)

	Active Share* (as of 3/31/24)	Annualized Std. Deviation	Alpha	Beta	R-Squared	Information Ratio	Sharpe Ratio	Tracking Error
Capital Appreciation Fund	73.0%	12.88%	0.26%	0.68	0.93	-0.54	0.72	6.74%
S&P 500 Index	–	18.21	0.00	1.00	1.00	0.00	0.71	0.00

* Active Share is a snapshot in time as of the indicated date.

Past performance is not a reliable indicator of future performance. Figures are calculated using monthly data and are net of fees.**SECTOR ATTRIBUTION DATA VS. S&P 500 INDEX (EQUITY ONLY)**

(12 months ended March 31, 2024)



	Total	Consumer Staples	Indust & Bus Svcs	Energy	Consumer Disc	Real Estate	Materials	Financials	Comm Svcs	Info Tech	Utilities	Health Care
Over/Underweight	0.00%	-5.97%	7.06%	0.68%	-3.48%	-1.84%	-0.02%	-2.28%	-2.50%	-5.45%	5.93%	7.87%
Fund Performance	26.35	-16.31	34.81	32.07	36.74	8.51	33.21	36.86	63.92	43.35	-8.74	4.56
Index Performance	29.88	7.19	26.46	17.67	28.73	10.32	17.57	33.55	49.76	46.14	0.42	16.09
Value Add - Group Weight	-1.91	1.41	-0.08	0.35	0.13	0.50	0.15	-0.03	-0.59	-0.51	-1.86	-1.37
Value Add - Stock Selection	-1.63	-0.13	1.20	0.43	0.54	-0.05	0.20	0.37	0.58	-0.65	-1.02	-3.08
Total Contribution	-3.53	1.28	1.12	0.77	0.67	0.45	0.35	0.33	-0.01	-1.17	-2.88	-4.45

Past performance is not a reliable indicator of future performance. Numbers may not total due to rounding; all numbers are percentages. Analysis represents the equity only performance of the portfolio as calculated by the FactSet attribution model and is exclusive of non-equity positions and equity options. Returns will not match official T. Rowe Price performance because FactSet uses different exchange rate sources and does not capture intra-day trading. Performance for each security is obtained in the local currency and, if necessary, is converted to USD using an exchange rate determined by an independent third party. Figures are shown with gross dividends reinvested. Sources: Financial data and analytics provider FactSet. Copyright 2024 FactSet. All Rights Reserved. MSCI/S&P GICS Sectors; Analysis by T. Rowe Price. T. Rowe Price uses the current MSCI/S&P Global Industry Classification Standard (GICS) for sector and industry reporting. Figures are shown gross of fees. Returns would be lower as a result of the deduction of such fees. Performance returns are in USD.

TOP 10 ISSUERS

Comprising 24.7% of total net assets.

	Industry	% of Fund
Microsoft	Software	5.0%
Alphabet	Interactive Media & Services	2.8
UnitedHealth Group	Health Care Providers & Svcs	2.4
Amazon.com	Broadline Retail	2.4
Fortive	Machinery	2.3
Canadian Natural Resources	Oil, Gas & Consumable Fuels	2.0
Becton, Dickinson & Company	Health Care Equip & Supplies	2.0
Waste Connections	Commercial Services & Supplies	2.0
Rewity	Life Sciences Tools & Services	1.9
NVIDIA	Semicons & Semicon Equip	1.9

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

PORTFOLIO CHARACTERISTICS

	Capital Appreciation Fund	S&P 500 Index
Number of Holdings	252	503
Investment Weighted Median Market Cap (mm)	\$89,014	\$224,445
Price to Earnings (12 Months Forward)*° †	24.1X	24.9X
Price to Book (trailing)°	5.2X	8.2X
Projected Earnings Growth Rate (3 - 5 Years)*° †	11.0%	11.8%
Return on Equity (Last 12 Months excl. charges)°	16.1%	28.4%
Top 20 Holdings as Percent of Total	44.5%	41.9%
Total Assets (all share classes)	60,386,393,886	–
Percent of Portfolio in Cash	5.0%	–

°Statistics are based on investment-weighted median.

*I/B/E/S © 2024 Refinitiv. All rights reserved.

†These statistics are based on the Fund's underlying holdings and are not a projection of future portfolio performance. Actual results may vary.

SECTOR DIVERSIFICATION – EQUITY ONLY

	Info Tech	Health Care	Indust & Bus Svcs	Financials	Utilities	Cons Disc	Comm Svcs	Energy	Materials	Real Estate	Cons Stpls
Capital Appreciation Fund	24.3%	20.2%	15.9%	10.8%	8.1%	6.8%	6.4%	4.6%	2.3%	0.4%	0.0%
S&P 500 Index	29.4	12.4	8.9	13.2	2.2	10.3	9.0	3.9	2.4	2.3	6.0
Over/Underweight	-5.2	7.8	7.0	-2.3	5.9	-3.5	-2.5	0.7	0.0	-1.8	-6.0

Definitions

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.

Additional Disclosures

Consider the investment objectives, risks, and charges and expenses carefully before investing. For a prospectus or, if available, a summary prospectus containing this and other information, call 1-800-638-7780 or visit troweprice.com. Read it carefully.

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

Fund Assets, holdings-based analytics (excluding portfolio turnover), and portfolio attribution are calculated using T. Rowe Price's internal Investment Book of Records (IBOR). Due to timing and accounting methodology differences, IBOR data may differ from the Accounting Book of Records (ABOR) data provided by the Fund's accountant.

T. Rowe Price uses the current MSCI/S&P Global Industry Classification Standard (GICS) for sector and industry reporting.

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Equities include common stocks as well as convertible securities.

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

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

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

Closed to new investors. Open to subsequent investments.

This material should not be deemed a recommendation to buy or sell any of the securities mentioned.

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