



## PORTFOLIO UPDATE

# Emerging Europe Fund

As of December 31, 2023



**Portfolio Manager:**  
Ulle Adamson

**Managed Fund Since:**  
2015

**Joined Firm:**  
2002

## INVESTMENT OBJECTIVE

The fund seeks long-term growth of capital through investments primarily in the common stocks of companies located (or with primary operations) in the emerging market countries of Europe.

## FUND INFORMATION

Symbol	TREMX
CUSIP	77956H815
Inception Date of Fund	August 31, 2000
Benchmark	MSCI Emerging Markets Europe Index Net
Expense Information (as of the most recent Prospectus)*	2.67% (Gross) 1.41% (Net)
Fiscal Year End	October 31
12B-1 Fee	—

\*The Fund operates under a contractual expense limitation that expires on February 29, 2024.

## PERFORMANCE

(NAV, total return)

	One Month	Three Months	One Year	Annualized			
				Three Years	Five Years	Ten Years	Fifteen Years
Emerging Europe Fund	3.68%	11.83%	62.43%	-32.78%	-18.27%	-12.53%	-2.49%
MSCI Emerging Markets Europe Index Net	2.10	12.92	29.84	-24.77	-13.19	-8.93	-1.74

**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.

The fund has limited geographic focus and is expected to exhibit greater volatility than a more diversified fund.

**Investors should note that the Fund's short-term performance is highly unusual and unlikely to be sustained.**

Share prices are subject to market risk, including loss of the money you invest. In addition, there are risks associated with unfavorable currency exchange rates and political or economic uncertainty abroad.

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

## MARKET COMMENTARY

Emerging European equities rose strongly in the final quarter of 2023, consolidating the gains they delivered earlier in the year and outperforming both the broader emerging markets universe and developed peers.

Poland led the region, with many stocks surging following the parliamentary election victory by three pro-EU parties in October 2023. Investors were encouraged by the outcome, as it raises the possibility of a more market-friendly and EU-oriented government there. Bank names, in particular, were very strong. The Hungarian market also posted gains over the review period; the country's central bank lowered its key interest rate three times over the quarter, citing a sharp drop in inflation.

The equity market in Greece was also buoyant, mirroring the broader gains in global markets over the quarter. Sentiment toward the banking sector continued to be boosted by continued securitization and sales of non-performing loan exposures, helped by the government's guarantees, as well as better performance of net interest income and asset quality overall.

Conversely, stocks in Türkiye pulled back. This followed several months of strong performance on the back of the re-election of President Recep Tayyip Erdogan and the adoption of more orthodox economic and monetary policies. The Israel-Hamas conflict also weighed on sentiment over the quarter.

**RISK RETURN CHARACTERISTICS**

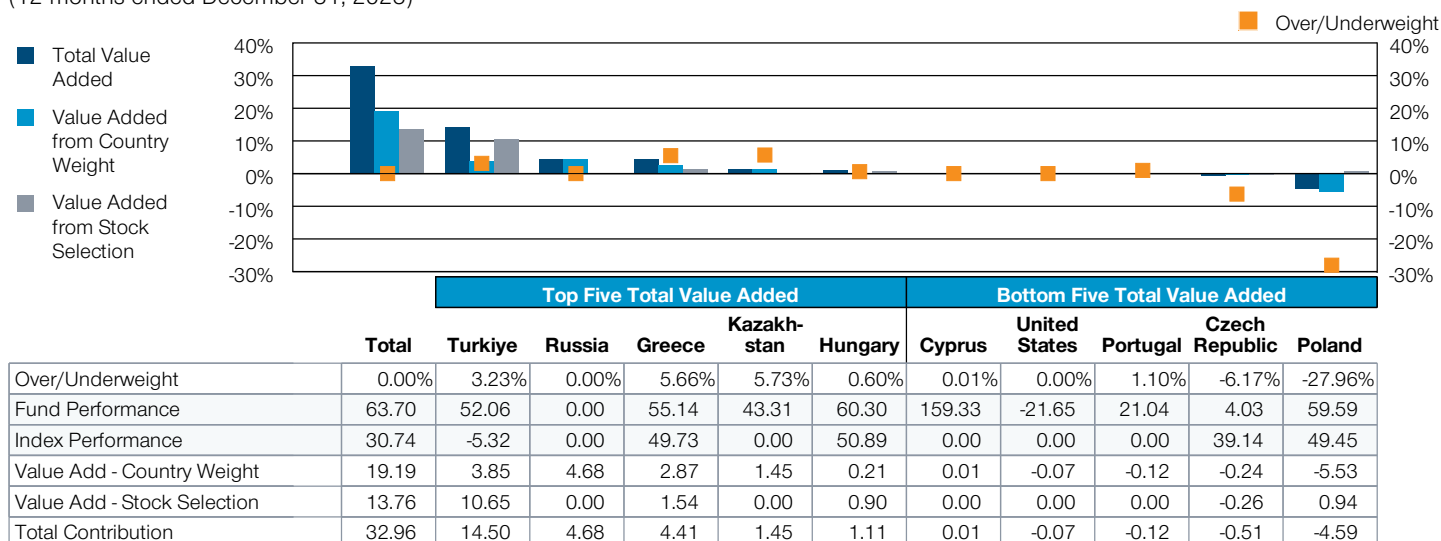
(Five Years ended December 31, 2023)

	Active Share* (as of 12/31/23)	Annualized Std. Deviation	Alpha	Beta	R-Squared	Information Ratio	Sharpe Ratio	Tracking Error
Emerging Europe Fund	59.4%	44.94%	0.02%	1.11	0.92	-0.38	-0.45	13.43%
MSCI Emerging Markets Europe Index Net	–	38.84	0.00	1.00	1.00	0.00	-0.39	0.00

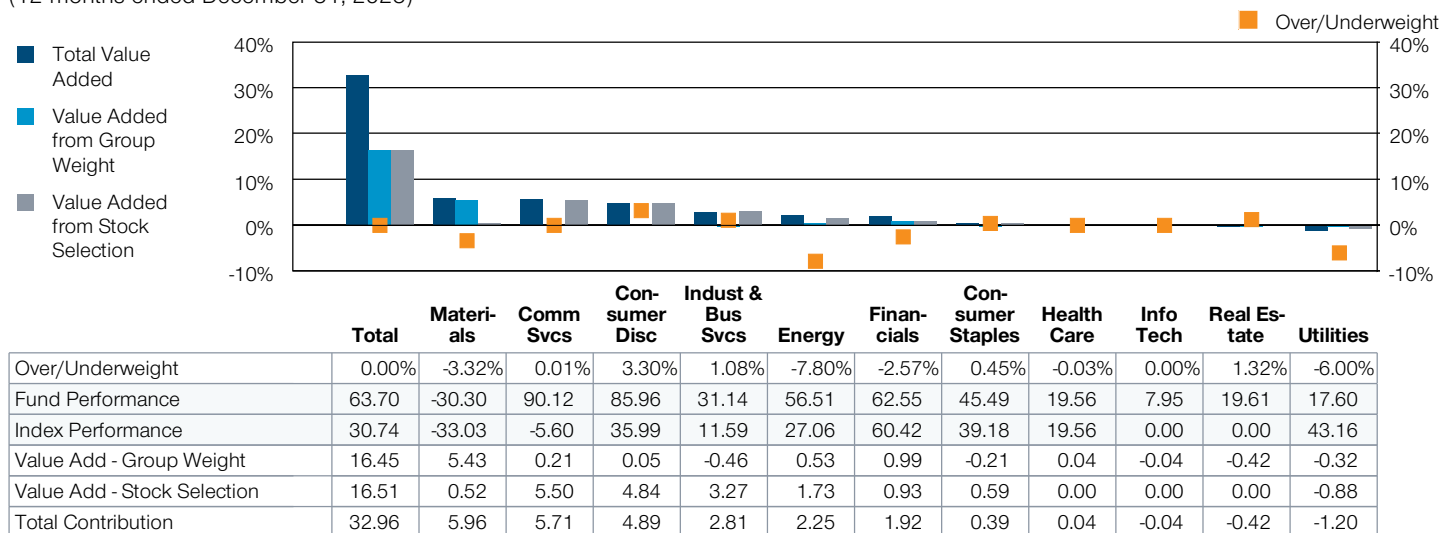
\* Active Share is a snapshot in time as of the indicated date.

**Past performance is not a reliable indicator of future performance.** Figures are calculated using monthly data and are net of fees.**COUNTRY ATTRIBUTION DATA VS. MSCI EMERGING MARKETS EUROPE INDEX (TOP AND BOTTOM 5 BY TOTAL VALUE ADDED)**

(12 months ended December 31, 2023)

**SECTOR ATTRIBUTION DATA VS. MSCI EMERGING MARKETS EUROPE INDEX**

(12 months ended December 31, 2023)



**Past performance is not a reliable indicator of future performance.** All numbers are percentages. Analysis represents the total performance of the portfolio as calculated by the FactSet attribution model and is inclusive of other assets. Non-equity positions are excluded from structure shown. 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 66.1% of total net assets.

	Country	Industry	% of Fund
National Bank of Greece	Greece	Banks	14.5%
OTP Bank	Hungary	Banks	9.5
D-Market Elektronik Hizmetler Ve Ticaret	Türkiye	Broadline Retail	9.1
BİM Birlesik Magazalar	Türkiye	Consumer Staples Distribution & Retail	6.1
Koc Holding	Türkiye	Industrial Conglomerates	5.8
Eurobank Ergasias Services & Holdings	Greece	Banks	4.7
Powszechny Zakład Ubezpieczeń	Poland	Insurance	4.6
Halyk Savings Bank of Kazakhstan	Kazakhstan	Banks	4.5
Inpost	Poland	Air Freight & Logistics	3.9
Türkiye Petrol Rafinerileri	Türkiye	Oil, Gas & Consumable Fuels	3.4

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

## PORTFOLIO CHARACTERISTICS

	Emerging Europe Fund	MSCI Emerging Markets Europe Index Net
Number of Issuers	44	49
Investment Weighted Median Market Cap (mm)	\$6,356	\$7,638
Price to Earnings (Current Fiscal Year)*° †	5.7X	7.8X
Price to Book (trailing)°	1.2X	1.4X
Projected Earnings Growth Rate (3 - 5 Years)*° †	12.6%	12.6%
Return on Equity (Current Fiscal Year)° †	23.7%	20.3%
Top 20 Issuers as Percent of Total	89.9%	66.2%
Total Assets (all share classes)	44,600,845	–
Percent of Portfolio in Cash	-0.2%	–

°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.

## GEOGRAPHICAL DIVERSIFICATION

	Türkiye	Greece	Poland	Hungary	Kazakhstan	United Kingdom	Lithuania	Portugal	Czech Republic
Emerging Europe Fund	32.5%	28.9%	13.2%	12.7%	6.6%	2.5%	2.4%	1.3%	0.0%
MSCI Emerging Markets Europe Index Net	24.8	19.3	39.4	10.4	0.0	0.0	0.0	0.0	6.2
<b>Over/Underweight</b>	<b>7.7</b>	<b>9.6</b>	<b>-26.1</b>	<b>2.3</b>	<b>6.6</b>	<b>2.5</b>	<b>2.4</b>	<b>1.3</b>	<b>-6.2</b>

## SECTOR DIVERSIFICATION

	Financials	Cons Disc	Indust & Bus Svcs	Cons Stpls	Comm Svcs	Energy	Materials	Health Care	Real Estate	Utilities
Emerging Europe Fund	46.1%	16.6%	14.0%	7.4%	5.1%	4.1%	2.4%	2.3%	1.5%	0.7%
MSCI Emerging Markets Europe Index Net	42.3	11.0	11.0	5.9	4.4	11.3	5.4	2.0	0.0	6.6
<b>Over/Underweight</b>	<b>3.7</b>	<b>5.6</b>	<b>3.0</b>	<b>1.5</b>	<b>0.7</b>	<b>-7.2</b>	<b>-3.0</b>	<b>0.3</b>	<b>1.5</b>	<b>-5.9</b>

## 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](https://www.troweprice.com). Read it carefully.**

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

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

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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 all purchases for new and existing investors.

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2017-US-130630 202401-3307873