

Equity Income Fund - Advisor Class (PAFDX)

As of December 31, 2025



T. Rowe Price

Portfolio Management	Managed Since	Joined Firm
John Linehan	2015	1998

Investment Objective

The fund seeks a high level of dividend income and long-term capital growth primarily through investments in stocks.

General Information

CUSIP	779547207
Inception Date	March 31, 2000
Benchmark	Russell 1000 Value Index
Expense Information (as of the most recent Prospectus)	0.98%

Market Commentary

Major U.S. stock indexes were narrowly mixed in December. As measured by various Russell indexes, large-cap stocks performed best, followed by mid- and small-caps. Value outperformed growth across all market capitalizations. Within the S&P 500 Index, sector performance was mixed. Utilities performed worst, while real estate, consumer staples, health care, and communication services shares also underperformed. On the other hand, financials, materials, and industrials and business services stocks performed best.

Equities were initially buoyed by expectations for a December interest rate cut due to signs of a weakening labor market. Indeed, the Federal Reserve, which reduced rates in September and October despite continued elevated inflation, lowered rates again on December 10. There were hints of sector rotation during the month, as investors seemed to favor cyclical sectors that have previously underperformed but could benefit from lower interest rates and fiscal stimulus legislation passed during the summer. On the other hand, concerns about heightened valuations and enormous capital expenditures among artificial intelligence (AI)-related stocks periodically weighed on some high-growth segments.

While the transformative impact of AI continues to be a defining force, the contours of equity market leadership are shifting. In 2026, we anticipate broader market participation and a widening spectrum of opportunities-both within AI related sectors and across a diverse range of industries and regions. Overall, the market backdrop is complex, but the coming year is likely to bring broader participation. The AI cycle remains powerful, yet it is evolving; fiscal expansion, reindustrialization, and valuation gaps are opening multiple paths to growth. We believe investors should balance exposure to enduring AI leaders with cyclical and international markets that stand to benefit from this broadening.

Performance (%) (NAV, total return Performance > 1yr is Annualized)

	1m	3m	1yr	3yrs	5yrs	10yrs	15yrs
Equity Income Fund - Advisor Class (PAFDX)	2.10	3.76	14.19	11.67	10.96	10.32	9.67
Russell 1000 Value Index (RUSV)	0.68	3.81	15.91	13.90	11.33	10.53	10.78
S&P 500 Index (SP500)	0.06	2.66	17.88	23.01	14.42	14.82	14.06

Past performance is not a guarantee or a reliable indicator of future results. 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.

The Fund's total return figures reflect the reinvestment of dividends and capital gains, if any.

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

Risks: Dividend-paying stocks: The fund's emphasis on dividend-paying stocks could cause the fund to underperform similar funds that invest without consideration of a company's track record of paying dividends. **Value investing:** The fund's value approach to investing could cause it to underperform other stock funds that employ a different investment style. **Diversification:** Diversification cannot assure a profit or protect against loss in a declining market. See the prospectus for more detail on the fund's principal risks.

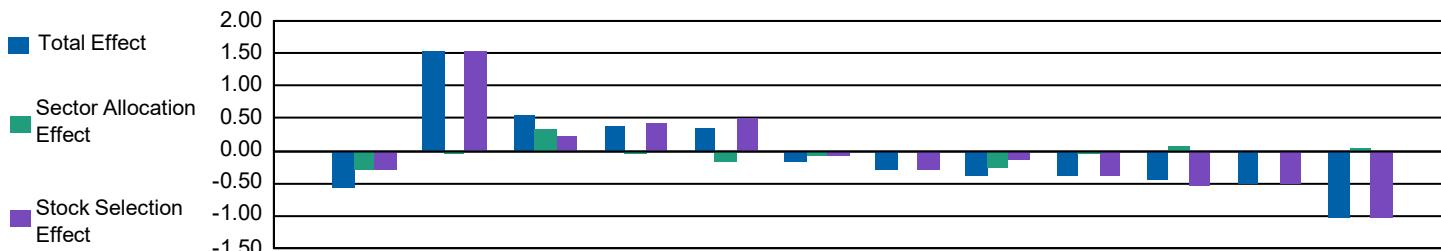
Risk Return Characteristics (Five Years ended December 31, 2025)

	Active Share ⁽¹⁾ as of 12/31/25	Annualized Std. Deviation (%)	Alpha (%)	Beta	R-Squared	Information Ratio	Sharpe Ratio	Tracking Error (%)
Equity Income Fund - Advisor Class	66.0%	14.50	-0.11	0.97	0.95	-0.11	0.52	3.31
Russell 1000 Value Index	-	14.55	0.00	1.00	1.00	0.00	0.55	0.00

Past performance is not a guarantee or a reliable indicator of future results.

⁽¹⁾Active Share is a snapshot in time as of the indicated date. Figures are calculated using monthly data and are net of fees.

Sector Attribution Data: Fund vs Russell 1000 Value Index (12 Months ended December 31, 2025) (%)



	Total	Bus Svcs	Cons-umer-Disc	Finan-cials	Energy	Info Tech	Utilities	Comm Svcs	Health Care	Real Estate	Cons-umer Staples	Mater-ials
Over (Under) Weight	0.00	0.71	-3.30	0.62	2.64	-1.09	1.49	-1.75	1.23	-0.55	-0.40	-1.10
Fund Performance	15.34	31.88	10.24	19.78	14.54	26.04	11.11	31.71	7.82	-7.93	0.08	-15.61
Index Performance	15.91	19.57	6.20	17.99	8.88	27.01	15.74	34.69	10.93	3.18	5.59	13.93
Sector Allocation Effect	-0.29	-0.02	0.32	-0.01	-0.16	-0.07	0.00	-0.25	-0.02	0.09	0.00	0.01
Stock Selection Effect	-0.28	1.55	0.23	0.41	0.51	-0.09	-0.30	-0.13	-0.38	-0.53	-0.50	-1.05
Total Effect	-0.57	1.53	0.55	0.40	0.35	-0.17	-0.30	-0.38	-0.40	-0.44	-0.50	-1.03

Past performance is not a guarantee or a reliable indicator of future results. 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 2026 FactSet. All Rights Reserved. MSCI/S&P GICS Sectors; Analysis by T. Rowe Price. Figures are shown gross of fees. Returns would be lower as a result of the deduction of such fees.

Top 10 Issuers (%)	Industry	Fund
Alphabet	Interactive Media & Services	3.5
Southern Company	Electric Utilities	2.2
Qualcomm	Semicons & Semicon Equip	2.1
MetLife	Insurance	2.0
Citigroup	Banks	2.0
JPMorgan Chase	Banks	2.0
Charles Schwab	Capital Markets	1.9
Boeing	Aerospace & Defense	1.8
Bank of America	Banks	1.7
TotalEnergies	Oil, Gas & Consumable Fuels	1.6

Comprising 20.8% of total net assets.

Portfolio Characteristics	Fund	RUSV
Number of Issuers	120	856
Investment Weighted Average Market Cap (mm)	\$345,703	\$388,766
Price to Earnings (12 Months Forward) ⁽²⁾⁽³⁾⁽⁴⁾	17.5X	19.9X
Price to Book (trailing) ⁽³⁾	3.4X	4.3X
Projected Earnings Growth Rate (3-5 Years) ⁽²⁾⁽³⁾⁽⁴⁾	9.1%	9.4%
Return on Equity (Last 12 Months excl. charges) ⁽³⁾	16.7%	18.2%
Top 20 Issuers as Percent of Total	35.2%	29.2%
Total Assets (all share classes)	\$16,510,285,300	N/A
Percent of Portfolio in Cash	1.1%	N/A

⁽²⁾Source: Financial data and analytics provider FactSet. Copyright 2026 FactSet. All Rights Reserved.

⁽³⁾Statistics are based on Investment Weighted Average.

⁽⁴⁾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 (%)	Fund	RUSV
Financials	22.8	22.3
Indust & Bus Svcs	14.1	13.0
Health Care	13.4	12.2
Info Tech	10.2	11.3
Energy	8.3	5.7
Cons Stpls	6.8	7.2
Comm Svcs	6.7	8.5
Utilities	6.1	4.4
Cons Disc	4.1	7.4
Real Estate	3.4	4.0
Materials	2.9	4.0

Additional Disclosures & Definitions

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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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.

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.

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.

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

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