



PORTFOLIO UPDATE

Real Assets Fund

As of December 31, 2023

Portfolio Manager:	Managed Fund Since:	Joined Firm:
Richard Coghlan	2018	2017
Chris Faulkner-MacDonagh	2018	2016

INVESTMENT OBJECTIVE

The fund seeks to provide long-term growth of capital.

FUND INFORMATION

Symbol	PRAF
CUSIP	87279W100
Inception Date of Fund	July 28, 2010
Benchmark	MSCI ACWI Net
Expense Information (as of the most recent Prospectus)	0.93%
Fiscal Year End	December 31
12B-1 Fee	—

PERFORMANCE

(NAV, total return)

	One Month	Three Months	One Year	Annualized			Since Inception 7/28/10
				Three Years	Five Years	Ten Years	
Real Assets Fund	6.36%	9.26%	6.60%	6.35%	9.00%	4.66%	4.60%
MSCI All Country World Index Net	4.80	11.03	22.20	5.75	11.72	7.93	9.17
Combined Index Portfolio *	6.72	11.17	9.32	9.72	10.24	5.89	5.44

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.

*As of May 1, 2022, the Real Assets Combined Index Portfolio is comprised of 30% MSCI World Select Natural Resources Net, 25% MSCI ACWI Metals and Mining Net, 20% FTSE NAREIT All Equity REITs Index, 20% EPRA/NAREIT Dev Real Estate Index Net, 4% MSCI ACI IMI Gold Net, 1% ACWI IMI Precious Metals Net. Prior to this date, the Real Assets Combined Index Portfolio was comprised of 30% MSCI World Select Natural Resources Net, 25% MSCI ACWI Metals and Mining Net, 20% Wilshire RESI, 20% EPRA/NAREIT Dev Real Estate Index Net, 4% MSCI ACI IMI Gold Net, 1% ACWI IMI Precious Metals Net. Prior to January 1, 2018, the Real Assets Combined Index Portfolio was comprised of 25% MSCI ACWI Metals & Mining Net, 20% Wilshire RESI, 20% FTSE EPRA/NAREIT Dev Real Estate Index Net, 19.5% MSCI ACWI Energy Net, 10.5% MSCI ACWI Materials Net, 4% MSCI ACWI IMI Gold Net, 1.00% MSCI ACWI IMI Precious Metals and Minerals Net. Prior December 1, 2013, the Real Assets Combined Index Portfolio was comprised of 25% MSCI ACWI Metals & Mining Net, 20% Wilshire RESI, 20% FTSE EPRA/NAREIT Dev Real Estate Index Net, 16.25% MSCI ACWI Energy Net, 8.75% MSCI ACWI Materials Net, 5% UBS World Infrastructure and Utilities Index, 4% MSCI ACWI IMI Gold Net, 1.00% MSCI ACWI IMI Precious Metals and Minerals Net. Historical benchmark representations were not restated to reflect the component benchmark changes.

The fund is subject to the risks of stock investing, 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

Global equities advanced in December, helped by calming inflation fears and falling long-term interest rates. While major central banks left policy rates unchanged, more dovish comments from Federal Reserve officials seemed to provide a further boost to sentiment. Natural resources equities, proxied by the MSCI World Select Natural Resources Index, advanced but underperformed the broader-market S&P 500 Index in December.

Oil prices fell to a six-month low on concerns over weaker global energy demand as U.S. output remained near record highs. Economic reports out of China concerned investors as they indicated a potential further slowdown. Oil was down 10% for the year, its first annual decline since 2020. Global natural gas prices dropped due to milder-than-expected weather and increased supplies. Demand expectations for heating this winter declined in the U.S. and Europe, with European supply near record highs and U.S. supply at its highest since 2020.

The overall equity REIT market, as measured by the FTSE NAREIT All Equity REITs Index, delivered robust results during the period, as returns were almost entirely positive at the sector level. The self-storage and office sectors displayed the greatest returns in December, as office sector bounced back strongly after underperforming for most of the year. Shopping centers performed more in line with the broad index while infrastructure and data centers strongly underperformed the index, with the latter being the only segment to display losses for the month. Specialty chemicals companies rose on stronger demand, higher prices, and cost-cutting, particularly among specialty coatings names.

In 2023, we saw incremental evidence that we are in the ending stages of the productivity wave in oil and natural gas and are approaching what could be a more structurally positive environment for commodities.

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
Real Assets Fund	91.5%	20.47%	-2.81%	1.08	0.88	-0.37	0.34	7.28%
MSCI ACWI Net	–	17.79	0.00	1.00	1.00	0.00	0.55	0.00
Real Assets Fund	–	20.47	-0.69	0.93	0.98	-0.35	0.34	3.48
Combined Index Portfolio	–	21.86	0.00	1.00	1.00	0.00	0.38	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.**TOP 10 ISSUERS**

Comprising 20.8% of total net assets.

	Industry	% of Fund
Bhp	Metals & Mining	3.5%
Prologis	Industrial Reits	3.3
Equinix	Specialized Reits	2.6
American Tower	Specialized Reits	1.9
Public Storage	Specialized Reits	1.8
Simon Property Group	Retail Reits	1.7
Freeport-McMoRan	Metals & Mining	1.7
Welltower	Health Care Reits	1.6
Nucor	Metals & Mining	1.4
Regency Centers	Retail Reits	1.3

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

PORTFOLIO CHARACTERISTICS

	Real Assets Fund	MSCI ACWI Net
Number of Issuers	243	2,840
Investment Weighted Median Market Cap (mm)	\$27,351	\$102,059
Price to Earnings (12 Months Forward)*° †	25.9X	21.8X
Price to Book (trailing)°	2.3X	7.1X
Projected Earnings Growth Rate (3 - 5 Years)*° †	-1.0%	9.7%
Return on Equity (Last 12 Months excl. charges)°	11.9%	22.6%
Top 20 Issuers as Percent of Total	32.5%	25.0%
Total Assets (all share classes)	9,649,768,141	–
Percent of Portfolio in Cash	3.5%	–

°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

	North America	Europe	Pacific Ex Japan	Japan	Latin America	Middle East & Afri- ca	Reserves
Real Assets Fund	68.3%	12.3%	9.4%	2.9%	2.3%	1.3%	3.5%
Combined Index Portfolio	63.4	14.3	13.3	4.2	2.4	2.4	0.0
Over/Underweight	4.9	-2.0	-3.9	-1.2	-0.1	-1.1	3.5

INDUSTRY DIVERSIFICATION

	Diversi- fied Metals & Min- ing	Gold	Industri- al REITs	Steel	Inte- grated Oil & Gas	Oil & Gas Ex- plora- tion & Produc- tion	Retail REITs	Multi- Family Resi- dential Reits	Self- Storage Reits	Copper	Other
Real Assets Fund	10.4%	8.9%	7.5%	6.8%	5.6%	5.5%	4.8%	4.6%	3.5%	3.1%	35.3%
Combined Index Portfolio	12.2	9.3	5.9	7.4	5.7	5.4	6.2	3.6	2.7	2.3	39.3
Over/Underweight	-1.8	-0.5	1.6	-0.6	-0.1	0.1	-1.4	1.0	0.7	0.8	-4.0

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.

T. Rowe Price uses a custom structure for sector and industry reporting for this product.

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

"Other" includes any categories not explicitly mentioned.

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.

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