



PORTFOLIO UPDATE

Capital Appreciation Fund

As of February 29, 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	Year-to- Date	One Year	Annualized			
					Three Years	Five Years	Ten Years	Fifteen Years
Capital Appreciation Fund	2.82%	7.53%	3.24%	19.04%	8.49%	11.43%	10.58%	13.70%
S&P 500 Index	5.34	11.98	7.11	30.45	11.91	14.76	12.70	16.03

The 1-, 5-, and 10-year annualized returns as of 12/31/23 were 18.83%, 12.80% and 10.50% for the fund. **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 February. As measured by various Russell indexes, mid-cap and small-cap equities slightly outperformed large-cap equities. Growth outperformed value across all market capitalizations. Within the S&P 500, all sectors posted positive returns. The consumer discretionary sector fared best, followed by strong gains in the industrials and business services, materials, and information technology sectors. The utilities, consumer staples, and real estate sectors lagged the benchmark with smaller gains. As measured by the Bloomberg U.S. Aggregate Bond Index, bonds generated negative returns.

Rising U.S. Treasury yields in response to some stronger-than-expected inflation readings and hawkish comments from some Federal Reserve officials occasionally weighed on the market, as investors concluded that the Fed is unlikely to reduce short-term interest rates in the near future. However, investor sentiment was boosted by some favorable corporate earnings reports and continued optimism about companies expected to benefit from demand for artificial intelligence.

Uncertainty around the path of monetary policy and the timing of interest rate cuts may drive continued volatility in the near term. Following another strong rally for equity markets, valuations appear elevated against a backdrop of optimistic market sentiment, and we think the potential upside in stocks has moderated. Against this backdrop, our multiyear view of markets continues to be 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

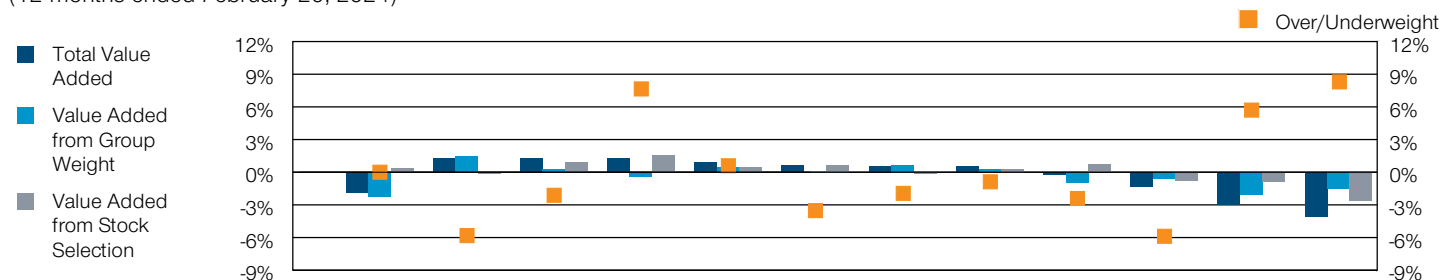
(Five Years ended February 29, 2024)

	Active Share* (as of 2/29/24)	Annualized Std. Deviation	Alpha	Beta	R-Squared	Information Ratio	Sharpe Ratio	Tracking Error
Capital Appreciation Fund	73.0%	12.88%	0.47%	0.68	0.93	-0.50	0.72	6.73%
S&P 500 Index	–	18.19	0.00	1.00	1.00	0.00	0.69	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 February 29, 2024)



	Total	Con- sumer Staples	Finan- cial	Indust & Bus Svcs	Energy	Con- sumer Disc	Real Es- tate	Materi- als	Comm Svcs	Info Tech	Utilities	Health Care
Over/Underweight	0.00%	-5.81%	-2.11%	7.70%	0.64%	-3.50%	-1.89%	-0.85%	-2.41%	-5.87%	5.76%	8.34%
Fund Performance	28.49	-12.06	25.97	32.78	21.81	42.59	4.30	30.68	80.53	56.75	-8.83	6.42
Index Performance	30.32	7.58	17.82	22.04	6.19	32.60	6.82	9.21	58.16	60.44	-1.18	15.85
Value Add - Group Weight	-2.24	1.48	0.32	-0.36	0.41	0.02	0.65	0.24	-0.93	-0.55	-2.03	-1.49
Value Add - Stock Selection	0.41	-0.13	0.96	1.62	0.51	0.68	-0.06	0.33	0.72	-0.80	-0.86	-2.57
Total Contribution	-1.83	1.35	1.29	1.26	0.93	0.70	0.59	0.57	-0.21	-1.34	-2.90	-4.06

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 24.4% of total net assets.

	Industry	% of Fund
Microsoft	Software	5.0%
Alphabet	Interactive Media & Services	2.7
UnitedHealth Group	Health Care Providers & Svcs	2.4
Fortive	Machinery	2.4
Amazon.com	Broadline Retail	2.4
Revvity	Life Sciences Tools & Services	2.0
Waste Connections	Commercial Services & Supplies	2.0
Becton, Dickinson & Company	Health Care Equip & Supplies	1.9
Canadian Natural Resources	Oil, Gas & Consumable Fuels	1.9
NVIDIA	Semicons & Semicon Equip	1.7

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

PORTFOLIO CHARACTERISTICS

	Capital Appreciation Fund	S&P 500 Index
Number of Holdings	250	503
Investment Weighted Median Market Cap (mm)	\$79,262	\$227,248
Price to Earnings (12 Months Forward)*° †	24.4X	24.9X
Price to Book (trailing)°	5.4X	8.2X
Projected Earnings Growth Rate (3 - 5 Years)*° †	11.0%	11.4%
Return on Equity (Last 12 Months excl. charges)°	15.4%	28.4%
Top 20 Holdings as Percent of Total	44.5%	42.3%
Total Assets (all share classes)	59,060,236,543	–
Percent of Portfolio in Cash	5.4%	–

°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	24.1%	20.7%	16.5%	10.8%	7.9%	7.1%	6.5%	4.3%	1.5%	0.4%	0.1%
S&P 500 Index	29.7	12.5	8.9	13.0	2.1	10.6	8.9	3.7	2.3	2.3	6.0
Over/Underweight	-5.5	8.2	7.7	-2.1	5.8	-3.5	-2.4	0.6	-0.8	-1.9	-5.9

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.

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