



PORTFOLIO UPDATE

Small-Cap Value Fund

As of February 28, 2023



Portfolio Manager:

David Wagner

Managed Fund Since:

2014

Joined Firm:

2000

INVESTMENT OBJECTIVE

The fund seeks long-term capital growth by investing primarily in small companies whose common stocks are believed to be undervalued.

FUND INFORMATION

Symbol	PRSVX
CUSIP	77957Q103
Inception Date of Fund	June 30, 1988
Benchmark	Russell 2000 Value Index
Expense Information (as of the most recent Prospectus)	0.78%
Fiscal Year End	December 31
12B-1 Fee	-

PERFORMANCE

(NAV, total return)

	One Month	Three Months	Year-to-Date	One Year	Annualized			
					Three Years	Five Years	Ten Years	Fifteen Years
Small-Cap Value Fund	-1.35%	0.59%	8.08%	-5.40%	12.09%	7.45%	9.15%	8.95%
Russell 2000 Value Index	-2.31	0.00	7.02	-4.40	12.87	6.38	8.46	7.88
Russell 2000 Index	-1.69	0.89	7.89	-6.02	10.08	6.01	9.06	8.49

The 1-, 5-, and 10-year annualized returns as of 12/31/22 were -18.55%, 5.08% and 9.03% 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. 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.** The Fund's total return figures reflect the reinvestment of dividends and capital gains, if any.

Investing in small companies involves greater risk than is customarily associated with larger companies, since small companies often have limited product lines, markets, or financial resources.

The fund(s) may have other share classes available that offer different investment minimums and fees. See the prospectus for details. For Sourcing Information, please see Additional Disclosures.

MARKET COMMENTARY

U.S. stocks fell in February as signs of reaccelerating inflation weighed on investor sentiment. As measured by various Russell indexes, small-cap equities performed best, followed by large-cap and mid-cap. Growth outperformed value across all market capitalizations. Within the S&P 500, the energy sector fared worst, with the real estate and utilities sectors also performing poorly. Only information technology stocks advanced, albeit modestly.

Early in the month, stocks were buoyed by strong jobs and unemployment numbers. Stocks began a persistent downward slide at mid-month, however, as further data suggested that inflationary pressures were still intact, if not rising. Investors were concerned that persistent price pressures could force the Federal Reserve to continue raising interest rates and keep borrowing costs elevated for some time, thus increasing the potential for slower economic and corporate earnings growth, and possibly a recession.

Federal Reserve policy, and the market's reaction to their signals, will likely continue to influence U.S. equity markets going forward as the market seeks clarity on whether it can execute a "soft landing"-with slower but still positive growth-or its efforts result in a full-fledged recession that drags down earnings. While there are good reasons for caution in 2023, excessive pessimism and volatility can create value for agile investors. In difficult markets, security selection will be critical.

RISK RETURN CHARACTERISTICS

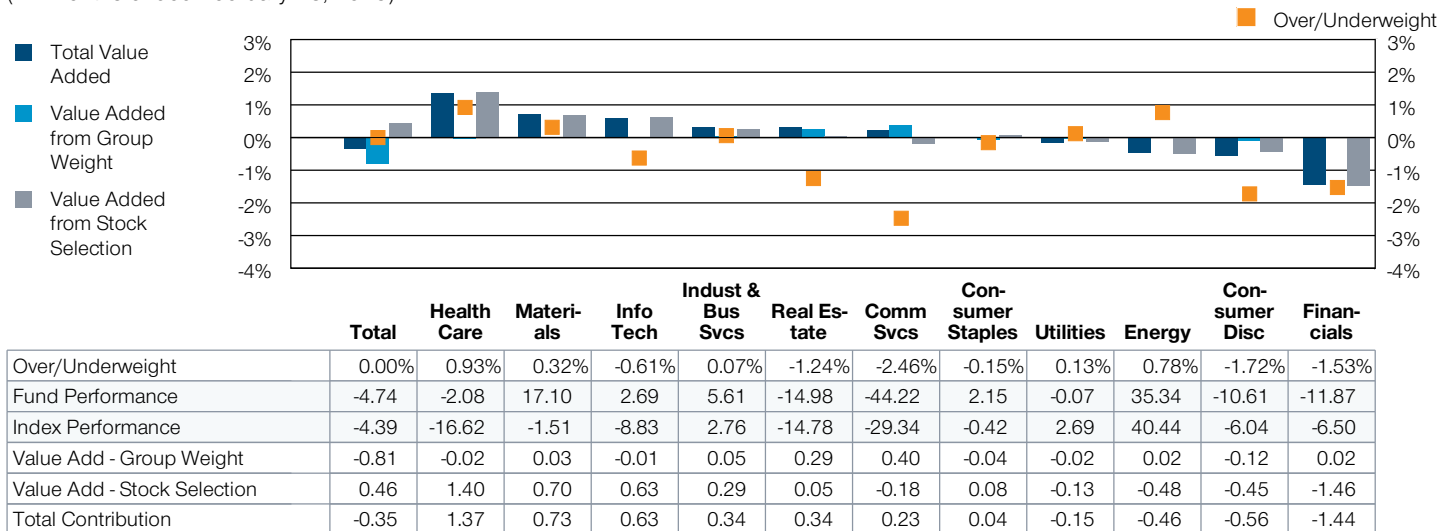
(Five Years ended February 28, 2023)

	Active Share* (as of 2/28/23)	Annualized Std. Deviation	Alpha	Beta	R-Squared	Information Ratio	Sharpe Ratio	Tracking Error
Small-Cap Value Fund	84.6%	21.55%	1.44%	0.87	0.95	0.18	0.28	5.88%
Russell 2000 Value Index	-	24.24	0.00	1.00	1.00	0.00	0.21	0.00

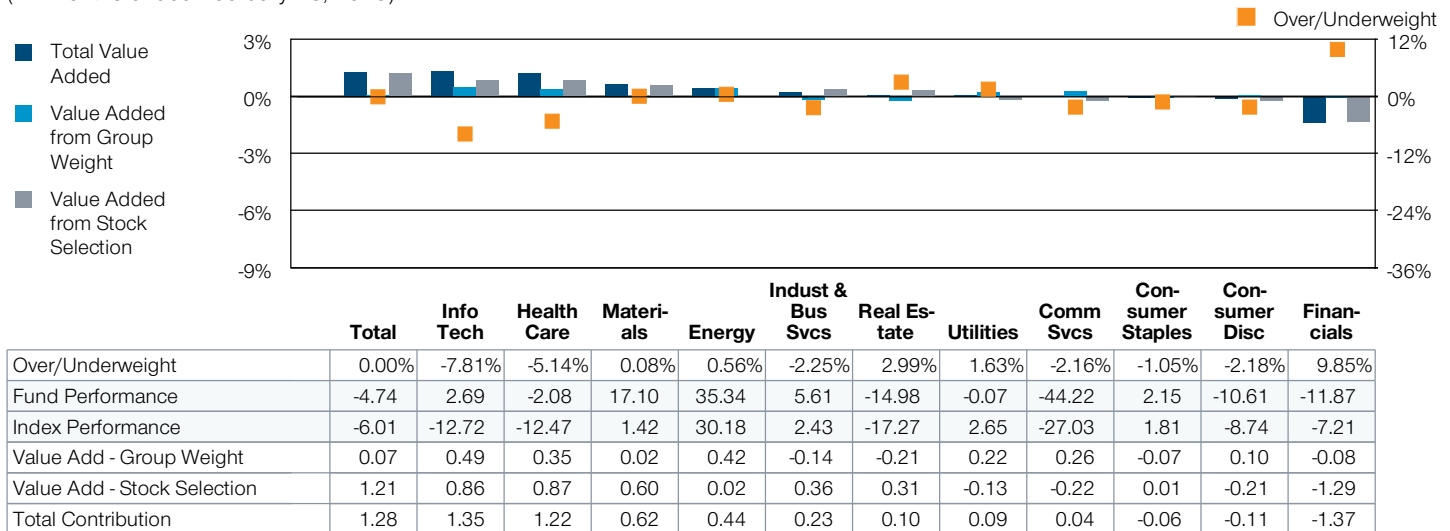
* Active Share is a snapshot in time as of the indicated date.

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. RUSSELL 2000 VALUE INDEX**

(12 months ended February 28, 2023)

**SECTOR ATTRIBUTION DATA VS. RUSSELL 2000 INDEX**

(12 months ended February 28, 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 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 2023 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. T. Rowe Price will adhere to all updates to GICS for prospective 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. For Sourcing Information, please see Additional Disclosures.

TOP 10 ISSUERS

Comprising 10.1% of total net assets.

	Industry	% of Fund
Western Alliance Bancorp	Banks	1.4%
Terreno Realty	Equity REITs	1.1
IdaCorp	Electric Utilities	1.1
Select Medical Holdings	Health Care Providers & Svcs	1.0
Matador Resources	Oil, Gas & Consumable Fuels	1.0
Strategic Education	Diversified Consumer Services	0.9
SouthState	Banks	0.9
UFP Industries	Building Products	0.9
Littelfuse	Electronic Equip, Instr & Cmpts	0.9
TechnipFMC	Energy Equipment & Services	0.9

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

PORTFOLIO CHARACTERISTICS

	Small-Cap Value Fund	Russell 2000 Value Index	Russell 2000 Index
Number of Issuers	312	1,360	1,918
Investment Weighted Median Market Cap (mm)	\$3,026	\$2,264	\$2,694
Price to Earnings (12 Months Forward)* ° †	17.8X	15.7X	19.6X
Price to Book (trailing)°	2.2X	1.5X	2.5X
Projected Earnings Growth Rate (3 - 5 Years)* ° †	10.0%	8.3%	11.4%
Return on Equity (Last 12 Months excl. charges)°	11.1%	9.4%	10.9%
Top 20 Issuers as Percent of Total	18.3%	8.7%	5.4%
Total Assets (all share classes)	11,064,009,525	-	-
Percent of Portfolio in Cash	1.7%	-	-

°Investment Weighted Median.

*I/B/E/S © 2023 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

	Indust &										
	Finan- cials	Bus Svcs	Health Care	Cons Disc	Real Es- tate	Energy	Info Tech	Materi- als	Utilities	Cons Stpls	Comm Svcs
Small-Cap Value Fund	27.3%	14.7%	11.4%	9.4%	9.3%	7.1%	5.9%	4.9%	4.7%	2.9%	0.6%
Russell 2000 Value Index	28.4	13.8	9.7	10.7	10.5	6.4	5.9	4.3	4.6	2.6	3.0
Over/Underweight	-1.1	0.9	1.7	-1.2	-1.2	0.8	-0.1	0.6	0.1	0.3	-2.5
Russell 2000 Index	17.0	16.2	15.8	11.1	6.3	6.6	13.1	4.5	3.1	3.5	2.7
Over/Underweight	10.3	-1.5	-4.4	-1.7	3.0	0.6	-7.2	0.4	1.6	-0.6	-2.2

For Sourcing Information, please see Additional Disclosures.

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.

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

The information shown does not reflect any Exchange Traded Funds (ETFs) that may be held in the portfolio.

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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.

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

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