



QUARTERLY REVIEW

# T. Rowe Price Multi-Asset Income Model Portfolios (I Class)

As of June 30, 2024

## PORTFOLIO HIGHLIGHTS

The income-focused model portfolios underperformed their weighted benchmarks on a net of wrap fee basis for the three-month period ended June 30, 2024.

Relative results drivers:

- The inclusion of dividend paying stocks sectors detracted from relative results.
- Overall, security selection contributed to relative returns. The Equity Income Fund outperformed its benchmark and aided results but was partially offset by stock selection in the Dividend Growth Fund.

Additional highlights:

- We remain modestly overweight in equities, as valuations beyond narrow leadership remain reasonable and economic growth, while slowing, is still supportive for earnings.
- The global macroeconomic backdrop is, overall, supportive, but extended valuations, lingering inflation, and the volatile political landscape may pose headwinds. Key risks to global markets include a decline in growth, stubborn inflation, central bank policy divergence, the election calendar, geopolitical tensions, a concentrated market, and the trajectory of Chinese growth.

## PORTFOLIO SUMMARY

|                             |                            |
|-----------------------------|----------------------------|
| Inception Date of Series    | December 31, 2019          |
| Asset Mixes                 | 2                          |
| Vehicles                    | T. Rowe Price Mutual Funds |
| Style                       | Active Funds               |
| Gross Expenses <sup>1</sup> | 0.52% – 0.54%              |
| Net Expenses <sup>1</sup>   | 0.49% – 0.51%              |

<sup>1</sup>While the model charges no management fee, it will indirectly bear its pro-rata share of the expenses of the underlying T. Rowe Price funds in which it invests (gross and net expenses, after any applicable fee waivers). Expense ratios shown are based on models using I Class shares and no allocation to cash. Expenses will vary based on the underlying share class and cash allocation utilized.

## PORTFOLIO PERFORMANCE

### TOTAL RETURNS

|  | Inception Date | Three Months | Year to Date | One Year | Annualized  |                 |
|--|----------------|--------------|--------------|----------|-------------|-----------------|
|  |                |              |              |          | Three Years | Since Inception |
| Multi-Asset Income - Conservative Income Model Portfolio Composite (Gross) <sup>1</sup>          | 12/31/19       | 0.42%        | 2.11%        | 8.21%    | -0.60%      | 1.88%           |
| Multi-Asset Income - Conservative Income Model Portfolio Composite (Net – Wrap Fee) <sup>1</sup> |                | -0.33        | 0.59         | 5.03     | -3.55       | -1.13           |
| Weighted Benchmark <sup>2</sup>  |                | 0.70         | 1.59         | 5.73     | -1.05       | 1.50            |
| Multi-Asset Income - Moderate Income Model Portfolio Composite (Gross) <sup>1</sup>              | 12/31/19       | 0.39         | 3.08         | 9.35     | 0.58        | 3.18            |
| Multi-Asset Income - Moderate Income Model Portfolio Composite (Net – Wrap Fee) <sup>1</sup>     |                | -0.36        | 1.55         | 6.14     | -2.40       | 0.13            |
| Weighted Benchmark <sup>3</sup>  |                | 1.10         | 3.45         | 8.29     | 0.58        | 3.38            |

**Past performance is not a reliable indicator of future performance.**

<sup>1</sup>Net – Wrap Fee returns reflect the deduction of a 3% annual wrap fee which is the maximum anticipated wrap fee deducted from the gross composite returns. Actual fees may vary. Gross returns reflect the fees and expenses of the respective underlying mutual funds but do not reflect any wrap fees.

Returns include reinvestment of dividends and capital gains if any.

See the GIPS® Composite Report located in this material for additional information.

<sup>2</sup> 85% Bloomberg US Aggregate Bond Index / 15% S&P 500 Index.

<sup>3</sup> 70% Bloomberg US Aggregate Bond Index / 25% S&P 500 Index / 5% MSCI EAFE Index Net.

**Risks: All investments are subject to risk, including possible loss of principal. The model portfolios are subject to the risks of the underlying mutual funds utilized in the model. Diversification does not assure a profit or protect against loss in a declining market.**

For Sourcing Information, please see Additional Disclosures.

## PERFORMANCE REVIEW

### Markets Mixed as Central Bank Policies Diverge

Global equity markets were mixed in the second quarter. Strength in high-growth stocks, especially technology-oriented companies expected to benefit from artificial intelligence developments, helped lift certain indexes to new all-time highs. While the mega-cap and large-cap portions of the market were buoyed by generally favorable corporate earnings, stocks of smaller companies—which tend to be more sensitive than large-caps to the economy and interest rate movements—were hurt by diminished expectations for Federal Reserve (Fed) rate cuts this year amid sticky inflation. European equity markets were mixed in dollar terms. French shares fell amid concerns that extremist parties lacking fiscal restraint would gain influence following snap elections held on June 30. Developed Asian markets were mostly positive in dollar terms. However, Japanese stocks fell over the second quarter. Emerging equity markets outperformed stocks in developed markets in U.S. dollar terms. Turkish shares rose sharply as S&P Global Ratings upgraded its sovereign credit rating, and President Recep Tayyip Erdogan's ruling party turned its focus toward macroeconomic stabilization and reducing inflation. Chinese stocks also rose, but the A shares market fell slightly.

Global fixed income markets were mixed in the second quarter. U.S. Treasury bill yields were little changed as the Fed kept the fed funds target rate in the 5.25% to 5.50% range, but intermediate- and long-term Treasury yields increased and bond prices eased as Fed rate cut expectations for 2024 waned. In the investment-grade universe, sector performance was mostly positive. High yield corporate bonds, which are less sensitive to interest rate movements and more sensitive to credit-related trends, outperformed investment-grade issues. In U.S. dollar terms, bonds in developed non-U.S. markets produced negative returns. Official short-term interest rates in England were unchanged, while the European Central Bank, as expected, reduced its key policy rate by 25 basis points in early June. However, bond yields in several European countries, especially France, rose late in the quarter amid mounting political risks. In Japan, central bank policy remained unchanged, and the yen fell sharply versus the dollar to 38-year lows by the end of the quarter. Late in the quarter, the 10-year Japanese government bond yield rose for the first time in more than a decade.

### Three-month results

#### Structural Effect

Overall, the allocation to dividend-oriented equities seeking to deliver current income and a dividend growth component providing exposure to companies with historically consistent growth in earnings and dividends detracted as US mega cap technology-oriented companies expected to benefit from artificial intelligence (AI) developments, helped lift certain indexes to new all-time highs.

#### Allocation Effect

Tactical allocation decisions modestly detracted for the period. An underweight allocation to global high yield bonds weighed on results, as did an opportunistic allocation to long duration U.S. Treasuries.

#### Security Selection

Security selection had a positive impact on relative results for both the Multi-Asset Conservative Income and the Multi-Asset Moderate Income model for the period.

- The **Equity Income Fund—I Class** delivered modest negative returns but outperformed its benchmark during the period. Security selection in the information technology sector drove relative results, especially holdings in semiconductor companies. Security selection in the industrials and business services sector further boosted results.
- The **Dividend Growth Fund—I Class** delivered positive returns but significantly underperformed its benchmark and detracted from relative results. The strategy's higher quality, lower beta approach was not in favor during the period, as high beta stocks outperformed low beta stocks by a significant margin. The information technology sector was the largest detractor during the period due to an underweight allocation and stock selection. Conversely, stock selection in the financials sector contributed.

### 12-Month results

#### Structural Effect

Overall, the inclusion of diversifying fixed income sectors not represented in the benchmark was beneficial. Out-of-benchmark exposure to global and U.S. high yield debt was beneficial, as these sectors outperformed the broader fixed income universe during the period.

#### Allocation Effect

Tactical allocation decisions detracted for the period. An opportunistic allocation to long duration U.S. Treasuries weighed on relative results as Treasury yields were biased higher on increased supply, resilient growth, and a sticky inflationary backdrop.

#### Security Selection

Security selection effects lifted relative results.

- The **Global Multi-Sector Bond Fund – I Class** delivered positive absolute returns and strongly outperformed its benchmark. The fund's duration positioning in the U.S. was beneficial over the year, helped by a favorable underweight in August through October and an overweight in November. Results were also bolstered by allocation decisions and selection among U.S. investment-grade bonds, high yield corporate bonds, dollar-denominated government-related bonds, and securitized debt.
- The **Equity Income Fund – I Class** generated positive absolute returns and outpaced its benchmark. Positive stock selection, particularly within the financials sector, led relative results. The information technology sector also was beneficial due to security selection.
- The **Dividend Growth Fund – I Class** posted positive absolute returns but underperformed its benchmark. The outperformance of high beta stocks versus low beta stocks, which worked against the fund's investment style, was even more pronounced over the trailing 12-month period. An underweight position and security selection in the information technology sector detracted the most. Conversely, stock selection in the health care sector contributed.

## PORTFOLIO POSITIONING AND ACTIVITY

### Favor Stocks Over Bonds

We remain modestly overweight in equities, as valuations beyond narrow leadership remain reasonable and economic growth, while slowing, is still supportive for earnings. Within fixed income, we maintain an overweight to cash relative to bonds. Cash yields remain attractive with less aggressive expectations for Fed cuts and providing liquidity should market opportunities arise.

### Favor U.S. Value Over U.S. Growth

We are overweight to value versus growth equities. Continued economic resiliency and further broadening of equity market performance could be supportive for value. Cyclical strength and improving prospects for energy demand should be positive for value-oriented sectors.

### Favor Core vs High Yield Fixed Income

Within fixed income, we maintained opportunistic allocations to Intermediate and Long U.S. Treasuries and added to International Bond (USD Hedged) exposure. We added to these areas, funded from credit sectors to moderate exposure amid tight valuations in favor of quality duration and non-U.S. yields where central banks may move ahead of the Fed.

In May, we increased the allocation to the New Income Fund and International Bond (USD Hedged) by reducing the allocation to the U.S. High Yield Fund. While absolute yields remain supportive of U.S. high yield, spreads continue to tighten through historical tight levels and may be reflecting too optimistic of a backdrop. Higher yields on hedged non-U.S. dollar bonds and better expectations for rate cuts by non-U.S. developed central banks provided diversification opportunities for U.S. dollar-based investors.

## MANAGER'S OUTLOOK

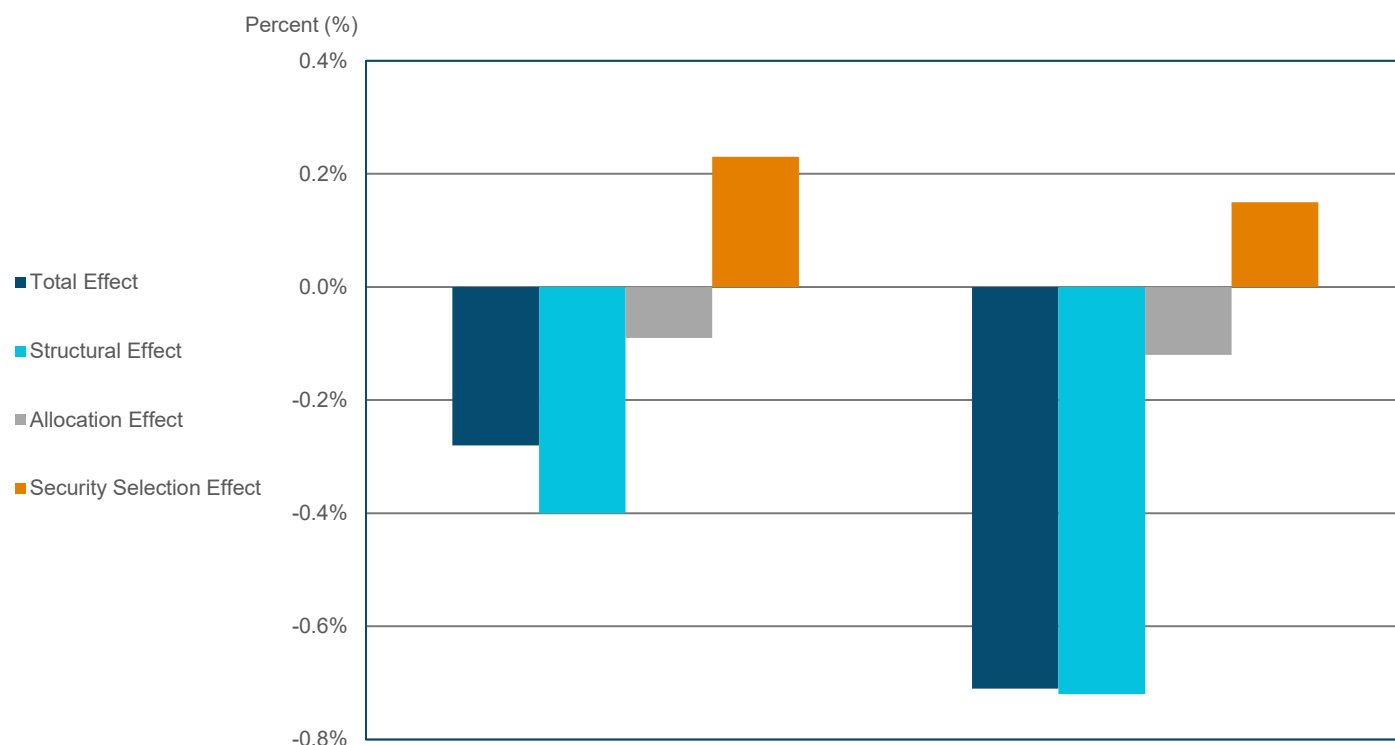
Global equities and fixed income markets were mixed in the second quarter, even as some indexes reached all-time highs. Global equity markets, and especially larger companies, were supported by consistent strength in corporate earnings, particularly in sectors believed to benefit from artificial intelligence. Meanwhile, major central bank policies diverged during the period. The Federal Reserve, which has held interest rates steady since July 2023, continued to put off rate cuts, fueling uncertainty about whether it will implement the rate cuts before the end of 2024. Conversely, the European Central Bank was the first major central bank to make an interest rate cut this year in early June due to declining inflation, as was expected. Inflation data in the U.S. fluctuated over the period despite continued economic growth and a resilient labor market, although U.S. growth has showed signs of cooling. Despite elevated interest rates, financial conditions overall in the U.S. were as loose as in 2021 before the Fed began the recent tightening cycle. While an environment like this has not historically supported rate cuts, we do think one cut this year is probable. In China, sentiment was bolstered by recent policy measures aimed at stabilizing the housing market, such as reducing down payment requirements and lowering the floor on mortgage rates. However, the property sector still faces significant hurdles, and a more substantial turnaround may be necessary for sustained growth.

The global macroeconomic backdrop is, overall, supportive, but extended valuations, lingering inflation, and the volatile political landscape may pose headwinds. Globally, easing inflationary pressures, stabilizing growth in Europe and Japan, and increased liquidity offer some positive signals. Key risks to global markets include a decline in growth, stubborn inflation, central bank policy divergence, the election calendar, geopolitical tensions, a concentrated market, and the trajectory of Chinese growth. We continue to evaluate long-term valuations along with the durability of current economic growth as we assess compelling opportunities and potential risks through the remainder of the year.

## QUARTERLY ATTRIBUTION—GROSS OF FEES

### ALLOCATION EFFECT — TOTAL PORTFOLIO VS. RESPECTIVE WEIGHTED BENCHMARKS

(Three months ended June 30, 2024)



|  | MA Income Cons <sup>1</sup> | MA Income Mod <sup>2</sup> |
|--|-----------------------------|----------------------------|
| <b>Total Effect</b>                    | <b>-0.28%</b>               | <b>-0.71%</b>              |
| Structural Effect <sup>3</sup>         | -40                         | -72                        |
| Allocation Effect <sup>3</sup>         | -9                          | -12                        |
| Security Selection Effect <sup>3</sup> | 23                          | 15                         |

Allocation and selection effects provide insight into the underlying securities and which factors impacted the portfolio's excess return relative to the benchmark shown. Performance, gross of fees, for each security is obtained in the local currency and, if necessary, is converted to the U.S. dollar using an exchange rate determined by an independent third party. Figures are shown with gross dividends reinvested

<sup>1</sup> Relative to 85% Bloomberg US Aggregate Bond Index / 15% S&P 500 Index.

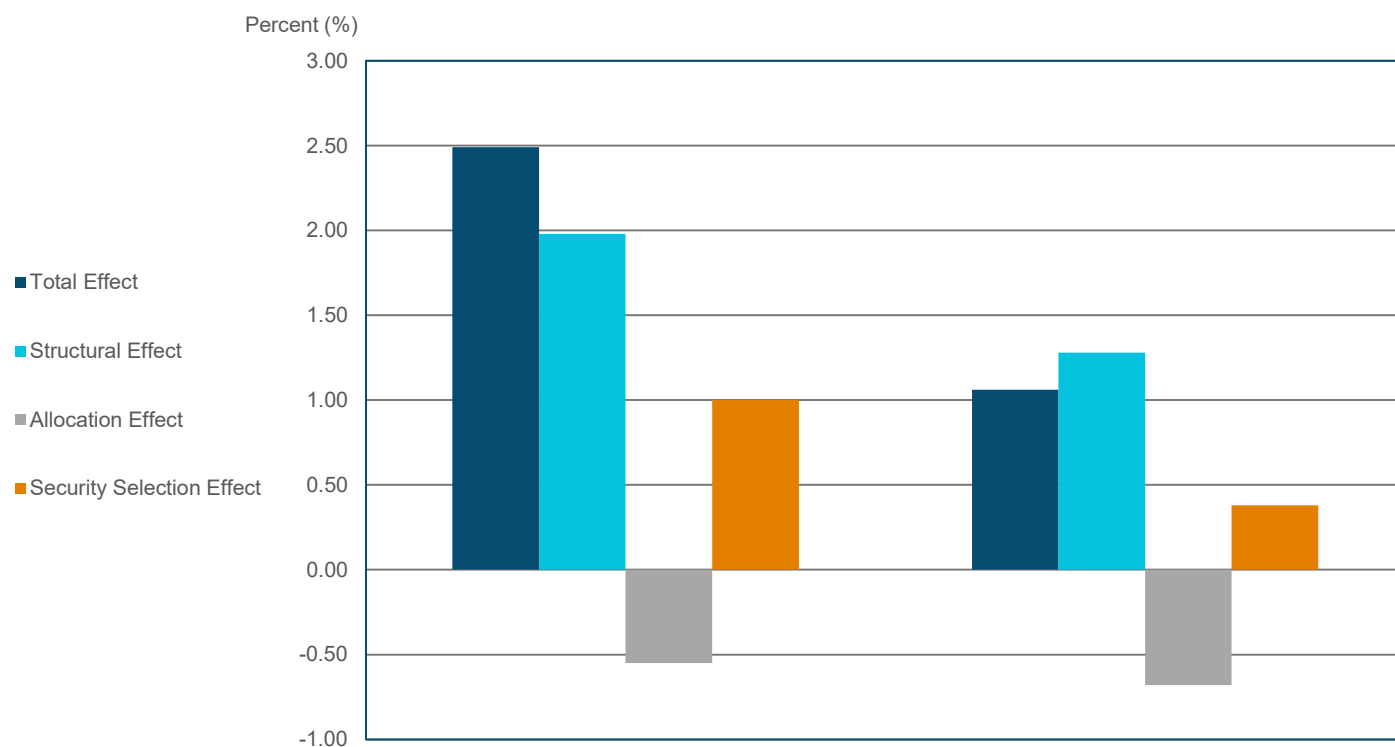
<sup>2</sup> Relative to 70% Bloomberg US Aggregate Bond Index / 25% S&P 500 Index / 5% MSCI EAFE Index Net.

<sup>3</sup> in basis points

## 12 MONTH ATTRIBUTION—GROSS OF FEES

### ALLOCATION EFFECT — TOTAL PORTFOLIO VS. RESPECTIVE WEIGHTED BENCHMARKS

(Twelve months ended June 30, 2024)



|  | MA Income Cons <sup>1</sup> | MA Income Mod <sup>2</sup> |
|--|-----------------------------|----------------------------|
| <b>Total Effect</b>                    | <b>2.49%</b>                | <b>1.06%</b>               |
| Structural Effect <sup>3</sup>         | 198                         | 128                        |
| Allocation Effect <sup>3</sup>         | -55                         | -68                        |
| Security Selection Effect <sup>3</sup> | 100                         | 38                         |

Allocation and selection effects provide insight into the underlying securities and which factors impacted the portfolio's excess return relative to the benchmark shown. Performance, gross of fees, for each security is obtained in the local currency and, if necessary, is converted to the U.S. dollar using an exchange rate determined by an independent third party. Figures are shown with gross dividends reinvested

<sup>1</sup> Relative to 85% Bloomberg US Aggregate Bond Index / 15% S&P 500 Index.

<sup>2</sup> Relative to 70% Bloomberg US Aggregate Bond Index / 25% S&P 500 Index / 5% MSCI EAFE Index Net.

<sup>3</sup> in basis points

## POSITIONING—TARGET WEIGHTS

| T. Rowe Price Fund                 | CONSERVATIVE INCOME                |                             | MODERATE INCOME                    |                             |
|------------------------------------|------------------------------------|-----------------------------|------------------------------------|-----------------------------|
|                                    | Target Allocation (%) <sup>1</sup> | Over/Under (%) <sup>2</sup> | Target Allocation (%) <sup>1</sup> | Over/Under (%) <sup>2</sup> |
| Equity Income Fund                 | 10.5                               | +0.5                        | 15.5                               | +0.5                        |
| Dividend Growth Fund               | 5.0                                | --                          | 10.0                               | --                          |
| Overseas Stock Fund                | --                                 | --                          | 5.0                                | --                          |
| <b>Total Equity (%):</b>           | <b>15.5</b>                        | <b>+0.5</b>                 | <b>30.5</b>                        | <b>+0.5</b>                 |
| New Income Fund                    | 16.5                               | -3.5                        | 12.0                               | -3.0                        |
| Corporate Income Fund              | 13.5                               | -1.5                        | 8.5                                | -1.5                        |
| U.S. High Yield Bond Fund          | 6.5                                | -3.5                        | 6.0                                | -4.0                        |
| U.S. Treasury Long-Term Index Fund | 3.0                                | +3.0                        | 4.0                                | +4.0                        |
| U.S. Treasury Intermediate Index   | 4.0                                | +4.0                        | 3.5                                | +3.5                        |
| Global Multi-Sector Bond Fund      | 19.0                               | -1.0                        | 14.0                               | -1.0                        |
| Global High Income Bond Fund       | 6.5                                | -3.5                        | 6.0                                | -4.0                        |
| Emerging Markets Bond Fund         | 10.5                               | +0.5                        | 10.5                               | +0.5                        |
| International Bond (USD Hedged     | 5.0                                | +5.0                        | 5.0                                | +5.0                        |
| <b>Total Fixed Income (%):</b>     | <b>84.5</b>                        | <b>-0.5</b>                 | <b>69.5</b>                        | <b>-0.5</b>                 |
| Cash <sup>3</sup>                  | --                                 | --                          | --                                 | --                          |

<sup>1</sup> The target allocation column reflects the current target allocation for a given model. Target allocations will differ when a cash allocation is utilized.

<sup>2</sup> The over/under column reflects the overweight or underweight of the current target allocations relative to the neutral allocations. For example, a +1.0% means a 1.0% overweight position relative to the neutral allocation.

<sup>3</sup> The cash allocation is included to cover typical third-party account fees and expenses. Portfolio expenses will vary based on the vehicle chosen.

## UNDERLYING PERFORMANCE

|  | Gross and Net Expense Ratio <sup>1</sup> | Inception Date | Three Months | One Year | Annualized  |            |           |               |                   |
|--|--|----------------|--------------|----------|-------------|------------|-----------|---------------|-------------------|
|  |  |                |              |          | Three Years | Five Years | Ten Years | Fifteen Years | Since Inception   |
| U.S. EQUITY  |  |                |              |          |             |            |           |               |                   |
| TRP Equity Income Fund - I Class <sup>3</sup>            | 0.57%                                    | 12/17/2015     | -0.73%       | 15.59%   | 6.83%       | 9.90%      | 8.27%     | 11.44%        | 10.54%            |
| TRP Dividend Growth Fund - I Class <sup>3</sup>          | 0.51                                     | 12/17/2015     | 1.62         | 16.97    | 8.00        | 12.09      | 11.84     | 13.57         | 10.30             |
| TRP Overseas Stock Fund - I Class <sup>3</sup>           | 0.67                                     | 08/28/2015     | 0.08         | 9.43     | 1.68        | 6.79       | 4.53      | 7.25          | 3.76              |
| U.S. FIXED INCOME  |  |                |              |          |             |            |           |               |                   |
| TRP New Income Fund - I Class <sup>3</sup>               | 0.36                                     | 08/28/2015     | 0.19         | 2.35     | -3.66       | -0.72      | 1.07      | 2.49          | 6.16              |
| TRP Corporate Income Fund - I Class <sup>3</sup>         | 0.46% / 0.41% <sup>2</sup>               | 12/17/2015     | 0.40         | 5.68     | -3.26       | 0.46       | 2.07      | 4.28          | 4.81              |
| TRP U.S. High Yield Fund - I Class <sup>4,5</sup>        | 0.69% / 0.61% <sup>2</sup>               | 04/30/2013     | 1.29         | 10.30    | 0.67        | 3.66       | 4.38      | -             | 5.10              |
| TRP U.S. Treasury Long-Term Index Fund – I class         | 0.10                                     | 05/03/2017     | -1.66        | -5.82    | -11.09      | -4.53      | 0.19      | 2.34          | -1.32             |
| TRP U.S. Treasury Intermediate Index – I class           | 0.14% / 0.11% <sup>2</sup>               | 05/03/2017     | 0.22         | 1.90     | -3.73       | -0.93      | 0.65      | 1.74          | 0.29              |
| TRP Global Multi-Sector Bond Fund - I Class <sup>3</sup> | 0.55% / 0.49% <sup>2</sup>               | 03/23/2016     | 0.53         | 8.41     | -1.22       | 1.64       | 2.76      | 4.31          | 5.05              |
| TRP Global High Income Bond Fund - I Class <sup>3</sup>  | 0.69% / 0.61% <sup>2</sup>               | 08/28/2015     | 1.52         | 11.92    | 1.22        | 3.55       | -         | -             | 5.10 <sup>6</sup> |
| TRP Emerging Markets Bond Fund - I Class <sup>3</sup>    | 0.76% / 0.71% <sup>2</sup>               | 08/28/2015     | 0.58         | 11.59    | -2.02       | -0.19      | 1.99      | 4.66          | 8.15              |
| International Bond (USD Hedged) Fund – I Class           | 0.54                                     | 09/12/2017     | -0.12        | 6.01     | -0.95       | 0.69       | -         | -             | 1.93              |

**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 Funds' total return figures reflect the reinvestment of dividends and capital gains, if any.

<sup>1</sup> The Fund's gross expense ratio as of the most recent prospectus. See the prospectus for details.

<sup>2</sup> The Fund's net expense ratio as reported in the most recent prospectus. The funds operate under a contractual expense limitation that expires on September 30, 2025 (TRP Corporate Income Fund - I Class, TRP U.S. High Yield Fund - I Class, TRP U.S. Treasury Intermediate Index Fund - I Class and TRP Global Multi-Sector Bond Fund - I Class), April 30, 2026 (TRP Global High Income Bond Fund - I Class and TRP Emerging Markets Bond Fund - I Class).

<sup>3</sup> The T. Rowe Price Fund shares the portfolio of an existing fund (the original share class of the fund referred to as the "investor class"). The total return figures for the I Class shares have been calculated using the performance data of the investor class up to the inception date of the I Class (shown above) and the actual performance results of the I Class since that date. Because the I Classes are expected to have lower expenses than the Investor Classes, the I Class performance, had it existed over the periods shown, would have been higher.

<sup>4</sup> The T. Rowe Price US High Yield Fund ("Fund") commenced operations on May 19, 2017. At that time, the Fund received all of the assets and liabilities of the Henderson High Yield Opportunities Fund (the "Predecessor Fund") and adopted its performance and accounting history. The Fund and the Predecessor Fund have substantially similar investment objectives and strategies. The Predecessor Fund was managed by the same portfolio manager as the Fund.

<sup>5</sup> The Fund commenced operations on May 19, 2017. Performance prior to that date reflects the performance of the Class I of the Predecessor Fund. Predecessor Fund performance reflects its actual operating expense at the time and was not adjusted to reflect the impact of the Fund's current fees. Since Inception returns are shown from the inception date of the Predecessor Fund, April 30, 2013.

<sup>6</sup> The Investor class inception on January 22, 2015.

## GIPS® Composite Report

**Multi-Asset Income - Conservative Income Model Portfolio Composite**

Period Ended December 31, 2023

Figures Shown in U.S. dollar

|                                       | <u>2020</u> | <u>2021</u> | <u>2022</u> | <u>2023</u>          |
|---------------------------------------|-------------|-------------|-------------|----------------------|
| Net Annual Returns (%) <sup>1</sup>   | 4.20        | 1.04        | -16.17      | 7.02                 |
| Gross Annual Returns (%) <sup>1</sup> | 7.36        | 4.11        | -13.58      | 10.26                |
| Benchmark (%) <sup>2</sup>            | 9.49        | 2.60        | -13.62      | 8.48                 |
| Composite 3-Yr St. Dev.               | N/A         | N/A         | 10.83       | 8.38                 |
| Benchmark 3-Yr St. Dev.               | N/A         | N/A         | 7.01        | 8.08                 |
| Composite Dispersion                  | N/A         | N/A         | N/A         | N/A                  |
| Comp. AUM (Millions)                  | 0.1         | 0.1         | 0.0         | 0.1                  |
| Comp. AUA (Millions)                  | N/A         | N/A         | N/A         | N/A                  |
| # of Accts. in Comp.                  | 1           | 1           | 1           | 1                    |
| Total Firm AUM (Billions)             | 1,482.5     | 1,653.6     | 1,237.4     | 1,403.8 <sup>3</sup> |
| Total Firm AUA (Billions)             | 2.8         | 8.2         | 8.0         | 11.6                 |
| SMA Portfolio (%)                     | 0%          | 0%          | 0%          | 0%                   |

<sup>1</sup>Past performance is not a reliable indicator of future performance. Monthly composite performance is available upon request.<sup>2</sup>Blended benchmark is 15% S&P 500 and 85% Bloomberg U.S. Aggregate Bond.<sup>3</sup>Preliminary - subject to adjustment.

T. Rowe Price (TRP) claims compliance with the Global Investment Performance Standards (GIPS®) and has prepared and presented this report in compliance with the GIPS standards. TRP has been independently verified for the 27-year period ended June 30, 2023 by KPMG LLP. The verification report is available upon request. A firm that claims compliance with the GIPS standards must establish policies and procedures for complying with all the applicable requirements of the GIPS standards. Verification provides assurance on whether the firm's policies and procedures related to composite and pooled fund maintenance, as well as the calculation, presentation, and distribution of performance, have been designed in compliance with the GIPS standards and have been implemented on a firm wide basis. Verification does not ensure the accuracy of any specific composite presentation. TRP is a U.S. investment management firm with various investment advisers registered with the U.S. Securities and Exchange Commission, the U.K. Financial Conduct Authority, and other regulatory bodies in various countries and holds itself out as such to potential clients for GIPS purposes. TRP further defines itself under GIPS as a discretionary investment manager providing services primarily to institutional clients with regard to various mandates, which include U.S., international, and global strategies but excluding the services of the Private Asset Management group. The composite does not have a minimum size for composite inclusion. Valuations are computed and performance reported in U.S. dollars.

Gross returns are presented after the deduction of transactions costs, underlying mutual fund expenses, and all other fees, and before management fees. Net of fees performance reflects the deduction of the highest applicable wrap fee appropriate to you for this mandate from the gross composite return. Gross and net performance returns are net of nonreclaimable withholding taxes on dividends, interest income, and capital gains. Portfolio valuation and assets under management are calculated based on the closing price of the security in its respective market. Gross performance returns are used to calculate presented risk measures. Policies for valuing portfolios, calculating performance, and preparing compliant presentations are available upon request. Dispersion is measured by the standard deviation across asset-weighted portfolio returns represented within a composite for the full year. Dispersion is not calculated for the composites in which there are five or fewer portfolios.

Some portfolios may trade futures, options, and other potentially high-risk derivatives that may create leverage and generally represent in aggregate less than 10% of a portfolio.

Benchmarks are taken from published sources and may have different calculation methodologies, pricing times, and foreign exchange sources from the composite.

The firm's list of composite descriptions, a list of limited distribution pooled fund descriptions, and a list of broad distribution pooled funds are available upon request. GIPS® is a registered trademark of CFA Institute. CFA Institute does not endorse or promote this organization, nor does it warrant the accuracy or quality of the content contained herein.

**Multi-Asset Income - Conservative Income Model Portfolio Composite.** The Multi-Asset Income - Conservative Income Model Portfolio Composite seeks to provide income and capital growth through a diversified portfolio comprised of T. Rowe Price equity and fixed income funds. The typical asset allocation is 15% equity exposure and 85% fixed income exposure. (Created December 2019; inception December 31, 2019)

**Fee Schedule**

The maximum applicable wrap fee is 3% on total assets.

## GIPS® Composite Report

**Multi-Asset Income - Moderate Income Model Portfolio Composite**

Period Ended December 31, 2023

Figures Shown in U.S. dollar

|                                       | <u>2020</u> | <u>2021</u> | <u>2022</u> | <u>2023</u>          |
|---------------------------------------|-------------|-------------|-------------|----------------------|
| Net Annual Returns (%) <sup>1</sup>   | 4.37        | 4.04        | -15.28      | 7.66                 |
| Gross Annual Returns (%) <sup>1</sup> | 7.54        | 7.20        | -12.66      | 10.91                |
| Benchmark (%) <sup>2</sup>            | 10.85       | 6.10        | -14.11      | 11.12                |
| Composite 3-Yr St. Dev.               | N/A         | N/A         | 12.46       | 9.59                 |
| Benchmark 3-Yr St. Dev.               | N/A         | N/A         | 8.87        | 9.32                 |
| Composite Dispersion                  | N/A         | N/A         | N/A         | N/A                  |
| Comp. AUM (Millions)                  | 0.1         | 0.1         | 0.1         | 0.1                  |
| Comp. AUA (Millions)                  | N/A         | N/A         | N/A         | 0.1                  |
| # of Accts. in Comp.                  | 1           | 1           | 1           | 1                    |
| Total Firm AUM (Billions)             | 1,482.5     | 1,653.6     | 1,237.4     | 1,403.8 <sup>3</sup> |
| Total Firm AUA (Billions)             | 2.8         | 8.2         | 8.0         | 11.6                 |
| SMA Portfolio (%)                     | 0%          | 0%          | 0%          | 0%                   |

<sup>1</sup>Past performance is not a reliable indicator of future performance. Monthly composite performance is available upon request.<sup>2</sup>Blended benchmark is 25% S&P 500, 5% MSCI EAFE (Net), and 70% Bloomberg U.S. Aggregate Bond.<sup>3</sup>Preliminary - subject to adjustment.

T. Rowe Price (TRP) claims compliance with the Global Investment Performance Standards (GIPS®) and has prepared and presented this report in compliance with the GIPS standards. TRP has been independently verified for the 27-year period ended June 30, 2023 by KPMG LLP. The verification report is available upon request. A firm that claims compliance with the GIPS standards must establish policies and procedures for complying with all the applicable requirements of the GIPS standards. Verification provides assurance on whether the firm's policies and procedures related to composite and pooled fund maintenance, as well as the calculation, presentation, and distribution of performance, have been designed in compliance with the GIPS standards and have been implemented on a firm wide basis. Verification does not ensure the accuracy of any specific composite presentation. TRP is a U.S. investment management firm with various investment advisers registered with the U.S. Securities and Exchange Commission, the U.K. Financial Conduct Authority, and other regulatory bodies in various countries and holds itself out as such to potential clients for GIPS purposes. TRP further defines itself under GIPS as a discretionary investment manager providing services primarily to institutional clients with regard to various mandates, which include U.S., international, and global strategies but excluding the services of the Private Asset Management group. The composite does not have a minimum size for composite inclusion. Valuations are computed and performance reported in U.S. dollars.

Gross returns are presented after the deduction of transactions costs, underlying mutual fund expenses, and all other fees, and before management fees. Net of fees performance reflects the deduction of the highest applicable wrap fee appropriate to you for this mandate from the gross composite return. Gross and net performance returns are net of nonreclaimable withholding taxes on dividends, interest income, and capital gains. Portfolio valuation and assets under management are calculated based on the closing price of the security in its respective market. Gross performance returns are used to calculate presented risk measures. Policies for valuing portfolios, calculating performance, and preparing compliant presentations are available upon request. Dispersion is measured by the standard deviation across asset-weighted portfolio returns represented within a composite for the full year. Dispersion is not calculated for the composites in which there are five or fewer portfolios.

Some portfolios may trade futures, options, and other potentially high-risk derivatives that may create leverage and generally represent in aggregate less than 10% of a portfolio.

Benchmarks are taken from published sources and may have different calculation methodologies, pricing times, and foreign exchange sources from the composite.

The firm's list of composite descriptions, a list of limited distribution pooled fund descriptions, and a list of broad distribution pooled funds are available upon request. GIPS® is a registered trademark of CFA Institute. CFA Institute does not endorse or promote this organization, nor does it warrant the accuracy or quality of the content contained herein.

**Multi-Asset Income - Moderate Income Model Portfolio Composite.** The Multi-Asset Income - Moderate Income Model Portfolio Composite seeks to provide income and capital growth through a diversified portfolio comprised of T. Rowe Price equity and fixed income funds. The typical asset allocation is 30% equity exposure and 70% fixed income exposure. (Created December 2019; inception December 31, 2019)

**Fee Schedule**

The maximum applicable wrap fee is 3% on total assets.

## ADDITIONAL DISCLOSURES

**Consider the investment objectives, risks, and charges and expenses of the T. Rowe Price mutual funds carefully before investing. For a prospectus or, if available, a summary prospectus containing this and other information, visit [www.troweprice.com](http://www.troweprice.com). Read it carefully.**

This material has been prepared for informational purposes only. The views and opinions stated in this commentary are those of the portfolio managers listed as of the date indicated. These views and opinions are subject to change based on market or other conditions and may differ from those of other T. Rowe Price associates. Actual market investment results may differ from expectations.

For any equity benchmarks shown, index returns are shown with gross dividends reinvested, unless otherwise noted.

Unless indicated otherwise the source of all data is T. Rowe Price.

Exhibits may not total 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.

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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

## IMPORTANT INFORMATION

**Risks:** All investments are subject to risk, including possible loss of principal. The model portfolios are subject to the risks of the underlying funds utilized in the model. Fixed-income securities are subject to credit risk, liquidity risk, call risk, and interest-rate risk. As interest rates rise, bond prices generally fall. International, mid-cap, and small-cap investing are subject to additional risks and volatility. Diversification does not assure a profit or protect against a loss in a declining market.

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The Model Portfolios are not individualized to the needs of, nor are they specific to, any financial professional or client of the financial professional. Financial professionals are responsible for determining if the portfolios and the funds utilized in them are appropriate for their clients.

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