



**SEMIANNUAL REPORT**

June 30, 2023

PRSGX

T. ROWE PRICE

**Spectrum Diversified  
Equity Fund**

TSVPX

**Spectrum Diversified  
Equity Fund–I Class**

RPSIX

**Spectrum Income Fund**

TSPNX

**Spectrum Income Fund–  
I Class**

PSILX

**Spectrum International  
Equity Fund**

TSINX

**Spectrum International  
Equity Fund–I Class**

For more insights from T. Rowe Price  
investment professionals, go to  
**[troweprice.com](https://www.troweprice.com)**.

## Go Paperless

Sign up for e-delivery of your statements, confirmations, and prospectuses or shareholder reports.



### TO ENROLL:

If you invest directly with T. Rowe Price, go to **[troweprice.com/paperless](https://troweprice.com/paperless)**.

If you invest through an investment advisor, a bank, or a brokerage firm, please contact that organization and ask if it can provide electronic documentation.

**It's fast**—receive your statements and confirmations faster than U.S. mail.

**It's convenient**—access your important account documents whenever you need them.

**It's secure**—we protect your online accounts using “True Identity” to confirm new accounts and make verification faster and more secure.

**It can save you money**—where applicable, T. Rowe Price passes on the cost savings to fund holders.\*

Log in to your account at **[troweprice.com](https://troweprice.com)** for more information.

\*Certain mutual fund accounts that are assessed an annual account service fee can also save money by switching to e-delivery.

## Dear Shareholder

Most major global stock and bond indexes produced positive returns during the first half of your fund's fiscal year, the six-month period ended June 30, 2023. Despite turmoil in the banking sector and a protracted debt ceiling standoff, markets were resilient as growth remained positive in the major economies and corporate earnings results came in stronger than expected.

For the six-month period, the technology-oriented Nasdaq Composite Index gained more than 30%, the strongest result of the major benchmarks, as tech companies benefited from investor enthusiasm for artificial intelligence applications. Growth stocks outperformed value shares, and developed market stocks generally outpaced their emerging market counterparts. Currency movements were mixed over the period, although a weaker dollar versus major European currencies was beneficial for U.S. investors in European securities.

Within the S&P 500 Index, the information technology, communication services, and consumer discretionary sectors were all lifted by the tech rally and recorded significant gains. Conversely, the defensive utilities sector had the weakest returns in the growth-focused environment, and the energy sector also lost ground amid declining oil prices. The financials sector partly recovered from the failure of three large regional banks during the period but still finished with modest losses.

Cheaper oil contributed to slowing inflation, although core inflation readings—which exclude volatile food and energy prices—remained stubbornly high. In response, the Federal Reserve raised its short-term lending benchmark rate to a target range of 5.00% to 5.25% by early May, the highest level since 2007. The Fed held rates steady at its June meeting, but policymakers indicated that two more rate hikes could come by the end of the year.

In the fixed income market, returns were generally positive across most sectors as investors benefited from the higher interest rates that have become available over the past year. Investment-grade corporate bonds were supported by generally solid balance sheets and were among the strongest performers.

Global economies and markets showed surprising resilience in recent months, but, moving into the second half of 2023, we believe investors could face potential challenges. The impact of the Fed's rate hikes has yet to be fully felt in the economy, and while the regional banking turmoil appears to have been contained by the swift actions of regulators, it could weigh on credit conditions. Moreover, market consensus still seems to point to a coming recession, although hopes have emerged that such a downturn could be more modest.

We believe this environment makes skilled active management a critical tool for identifying risks and opportunities, and our investment teams will continue to use fundamental research to identify securities that can add value to your portfolio over the long term.

You may notice that this report no longer contains the commentary on your fund's performance and positioning that we previously included in the semiannual shareholder letters. The Securities and Exchange Commission (SEC) adopted new rules in January that will require fund reports to transition to a new format known as a Tailored Shareholder Report. This change will require a much more concise summary of performance rather than the level of detail we have provided historically while also aiming to be more visually engaging. As we prepare to make changes to the annual reports to meet the new report regulatory requirements by mid-2024, we felt the time was right to discontinue the optional six-month semiannual fund letter to focus on the changes to come.

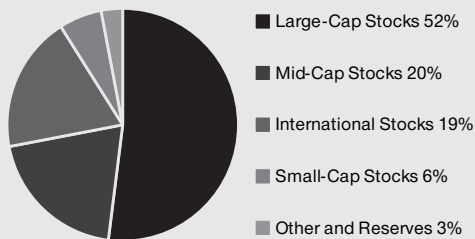
While semiannual fund letters will no longer be produced, you may continue to access current fund information as well as insights and perspectives from our investment team on our personal investing website.

Thank you for your continued confidence in T. Rowe Price.

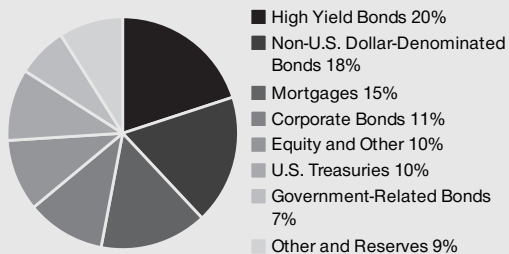
Sincerely,

A handwritten signature in black ink, appearing to read "Robert M. Sharps". The signature is fluid and cursive, with a large initial "R" and "S".

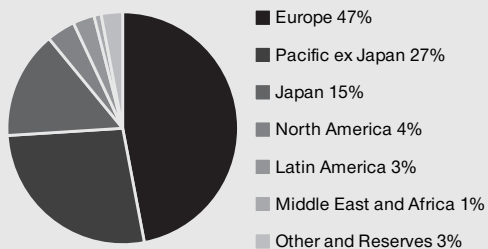
Robert Sharps  
*CEO and President*

**SECURITY DIVERSIFICATION****Spectrum Diversified Equity Fund**

Based on net assets as of 6/30/23.

**SECURITY DIVERSIFICATION****Spectrum Income Fund**

Based on net assets as of 6/30/23.

**GEOGRAPHIC DIVERSIFICATION****Spectrum International Equity Fund**

Based on net assets as of 6/30/23.

## PORTFOLIO HIGHLIGHTS

**LARGEST HOLDINGS**

(Of the combined underlying funds at 6/30/23)

|   | Percent of<br>Net Assets<br>6/30/23 |
|---|-------------------------------------|
| <b>Spectrum Diversified Equity Fund</b> |                                     |
| Microsoft                               | 5.0%                                |
| Apple                                   | 3.6                                 |
| Amazon.com                              | 2.2                                 |
| Alphabet                                | 2.2                                 |
| NVIDIA                                  | 1.7                                 |
| Visa                                    | 1.2                                 |
| UnitedHealth Group                      | 1.2                                 |
| Meta Platforms                          | 0.9                                 |
| Elevance Health                         | 0.9                                 |
| Eli Lilly and Co                        | 0.8                                 |
| <b>Total</b>                            | <b>19.7%</b>                        |

**LARGEST HOLDINGS**

(Of the combined underlying funds at 6/30/23)

|   | Percent of<br>Net Assets<br>6/30/23 |
|---|-------------------------------------|
| <b>Spectrum International Equity Fund</b> |                                     |
| Taiwan Semiconductor Manufacturing        | 2.9%                                |
| Samsung Electronics                       | 2.3                                 |
| ASML Holding                              | 2.0                                 |
| AstraZeneca                               | 1.3                                 |
| Roche Holding                             | 1.3                                 |
| Unilever                                  | 1.2                                 |
| Tencent Holdings                          | 1.1                                 |
| Alibaba Group Holding                     | 1.0                                 |
| Siemens                                   | 1.0                                 |
| Novo Nordisk                              | 0.9                                 |
| <b>Total</b>                              | <b>15.0%</b>                        |

Note: The information shown does not reflect any exchange-traded funds (ETFs), cash reserves, or collateral for securities lending that may be held in the portfolio.

## PORTFOLIO HIGHLIGHTS

## TARGET ALLOCATIONS FOR UNDERLYING FUNDS

| <b>Spectrum Diversified Equity Fund</b> | <b>Minimum–<br/>Maximum</b> | <b>Target at<br/>12/31/22</b> | <b>Target at<br/>6/30/23</b> |
|---|-----------------------------|-------------------------------|------------------------------|
| Blue Chip Growth Fund                   | 5%–25%                      | 10.01%                        | 10.42%                       |
| Dividend Growth Fund                    | 5–25                        | 12.57                         | 12.15                        |
| Emerging Markets Stock Fund             | 0–10                        | 2.28                          | 2.28                         |
| Equity Income Fund                      | 5–25                        | 10.42                         | 10.42                        |
| Growth Stock Fund                       | 5–25                        | 10.01                         | 10.42                        |
| International Discovery Fund            | 0–10                        | 2.17                          | 2.17                         |
| International Stock Fund                | 0–20                        | 5.08                          | 5.08                         |
| International Value Equity Fund         | 0–20                        | 5.15                          | 5.15                         |
| Mid-Cap Growth Fund                     | 0–15                        | 4.03                          | 4.03                         |
| Mid-Cap Value Fund                      | 0–15                        | 3.64                          | 3.64                         |
| New Horizons Fund                       | 0–15                        | 3.11                          | 3.11                         |
| Real Assets Fund                        | 0–10                        | 5.00                          | 5.00                         |
| Small-Cap Value Fund                    | 0–15                        | 3.55                          | 3.55                         |
| U.S. Large-Cap Core Fund                | 5–25                        | 12.57                         | 12.15                        |
| Value Fund                              | 5–25                        | 10.42                         | 10.42                        |

Target allocations may not total 100% due to rounding.

The funds are currently invested in the Z Class of each underlying Price fund.

## PORTFOLIO HIGHLIGHTS

## TARGET ALLOCATIONS FOR UNDERLYING FUNDS

| <b>Spectrum Income Fund</b>                  | <b>Minimum–<br/>Maximum</b> | <b>Target at<br/>12/31/22</b> | <b>Target at<br/>6/30/23</b> |
|--|-----------------------------|-------------------------------|------------------------------|
| Corporate Income Fund                        | 0%–10%                      | 4.50%                         | 4.50%                        |
| Dynamic Global Bond Fund                     | 0–10                        | 4.25                          | 4.25                         |
| Emerging Markets Bond Fund                   | 0–20                        | 8.50                          | 8.50                         |
| Emerging Markets Local Currency Bond Fund    | 0–10                        | 4.00                          | 4.50                         |
| Equity Income Fund                           | 5–25                        | 11.00                         | 11.25                        |
| Floating Rate Fund                           | 0–10                        | 7.00                          | 6.00                         |
| GNMA Fund                                    | 5–20                        | 9.00                          | 9.50                         |
| High Yield Fund                              | 5–25                        | 15.25                         | 15.50                        |
| Inflation Protected Bond Fund                | 0–10                        | 0.00                          | 0.00                         |
| International Bond Fund                      | 0–15                        | 4.00                          | 5.50                         |
| International Bond Fund (USD Hedged)         | 0–20                        | 6.50                          | 4.50                         |
| Limited Duration Inflation Focused Bond Fund | 0–10                        | 2.00                          | 1.50                         |
| New Income Fund                              | 10–30                       | 13.75                         | 13.75                        |
| Short-Term Bond Fund                         | 0–15                        | 2.50                          | 2.50                         |
| U.S. Treasury Intermediate Index Fund        | 0–10                        | 0.00                          | 0.00                         |
| U.S. Treasury Long-Term Index Fund           | 0–15                        | 5.00                          | 5.50                         |
| Ultra Short-Term Bond Fund                   | 0–10                        | 0.00                          | 0.00                         |
| Cash and Collateral                          | 0–25                        | 2.75                          | 2.75                         |

Target allocations may not total 100% due to rounding.

The funds are currently invested in the Z Class of each underlying Price fund.



## PORTFOLIO HIGHLIGHTS

## TARGET ALLOCATIONS FOR UNDERLYING FUNDS

| <b>Spectrum International Equity Fund</b> | <b>Minimum–<br/>Maximum</b> | <b>Target at<br/>12/31/22</b> | <b>Target at<br/>6/30/23</b> |
|---|-----------------------------|-------------------------------|------------------------------|
| Africa & Middle East Fund                 | 0%–15%                      | 0.58%                         | 0.51%                        |
| Emerging Europe Fund                      | 0–15                        | 0.13                          | 0.17                         |
| Emerging Markets Discovery Stock Fund     | 0–10                        | 6.34                          | 6.24                         |
| Emerging Markets Stock Fund               | 0–10                        | 4.36                          | 4.23                         |
| European Stock Fund                       | 0–30                        | 15.32                         | 15.95                        |
| International Discovery Fund              | 0–20                        | 4.20                          | 3.99                         |
| International Stock Fund                  | 0–55                        | 18.13                         | 18.36                        |
| International Value Equity Fund           | 0–35                        | 18.63                         | 18.85                        |
| Japan Fund                                | 0–30                        | 5.50                          | 5.35                         |
| Latin America Fund                        | 0–15                        | 1.09                          | 1.08                         |
| New Asia Fund                             | 0–20                        | 12.14                         | 11.65                        |
| Overseas Stock Fund                       | 0–35                        | 13.58                         | 13.62                        |

Target allocations may not total 100% due to rounding.

The funds are currently invested in the Z Class of each underlying Price fund.

## FUND EXPENSE EXAMPLE

As a mutual fund shareholder, you may incur two types of costs: (1) transaction costs, such as redemption fees or sales loads, and (2) ongoing costs, including management fees, distribution and service (12b-1) fees, and other fund expenses. The following example is intended to help you understand your ongoing costs (in dollars) of investing in the fund and to compare these costs with the ongoing costs of investing in other mutual funds. The example is based on an investment of \$1,000 invested at the beginning of the most recent six-month period and held for the entire period.

Please note that the fund has two share classes: The original share class (Investor Class) charges no distribution and service (12b-1) fee, and the I Class shares are also available to institutionally oriented clients and impose no 12b-1 or administrative fee payment. Each share class is presented separately in the table.

### Actual Expenses

The first line of the following table (Actual) provides information about actual account values and expenses based on the fund's actual returns. You may use the information on this line, together with your account balance, to estimate the expenses that you paid over the period. Simply divide your account value by \$1,000 (for example, an \$8,600 account value divided by \$1,000 = 8.6), then multiply the result by the number on the first line under the heading "Expenses Paid During Period" to estimate the expenses you paid on your account during this period.

### Hypothetical Example for Comparison Purposes

The information on the second line of the table (Hypothetical) is based on hypothetical account values and expenses derived from the fund's actual expense ratio and an assumed 5% per year rate of return before expenses (not the fund's actual return). You may compare the ongoing costs of investing in the fund with other funds by contrasting this 5% hypothetical example and the 5% hypothetical examples that appear in the shareholder reports of the other funds. The hypothetical account values and expenses may not be used to estimate the actual ending account balance or expenses you paid for the period.

**Note:** T. Rowe Price charges an annual account service fee of \$20, generally for accounts with less than \$10,000. The fee is waived for any investor whose T. Rowe Price mutual fund accounts total \$50,000 or more; accounts electing to receive electronic delivery of account statements, transaction confirmations, prospectuses, and shareholder reports; or accounts of an investor who is a T. Rowe Price Personal Services or Enhanced Personal Services client (enrollment in these programs generally requires T. Rowe Price assets of at least \$250,000). This fee is not included in the accompanying table. If you are subject to the fee, keep it in mind when you are estimating the ongoing expenses of investing in the fund and when comparing the expenses of this fund with other funds.

You should also be aware that the expenses shown in the table highlight only your ongoing costs and do not reflect any transaction costs, such as redemption fees or sales loads. Therefore, the second line of the table is useful in comparing ongoing costs only and will not help you determine the relative total costs of owning different funds. To the extent a fund charges transaction costs, however, the total cost of owning that fund is higher.

**FUND EXPENSE EXAMPLE (CONTINUED)**

| <b>SPECTRUM DIVERSIFIED EQUITY FUND</b>  |                                      |                                    |  |
|--|--------------------------------------|------------------------------------|--|
|  | Beginning<br>Account Value<br>1/1/23 | Ending<br>Account Value<br>6/30/23 | Expenses Paid<br>During Period*<br>1/1/23 to 6/30/23 |
| <b>Investor Class</b>  |                                      |                                    |  |
| Actual   | \$1,000.00                           | \$1,123.40                         | \$3.84   |
| Hypothetical (assumes 5%<br>return before expenses)  | 1,000.00                             | 1,021.17                           | 3.66   |
| <b>I Class</b>   |                                      |                                    |  |
| Actual   | 1,000.00                             | 1,125.00                           | 3.06   |
| Hypothetical (assumes 5%<br>return before expenses)  | 1,000.00                             | 1,021.92                           | 2.91   |
| * Expenses are equal to the fund's annualized expense ratio for the 6-month period, multiplied by the average account value over the period, multiplied by the number of days in the most recent fiscal half year (181), and divided by the days in the year (365) to reflect the half-year period. The annualized expense ratio of the Investor Class was 0.73%, and the I Class was 0.58%. |                                      |                                    |  |

| <b>SPECTRUM INCOME FUND</b>  |                                      |                                    |  |
|--|--------------------------------------|------------------------------------|--|
|  | Beginning<br>Account Value<br>1/1/23 | Ending<br>Account Value<br>6/30/23 | Expenses Paid<br>During Period*<br>1/1/23 to 6/30/23 |
| <b>Investor Class</b>  |                                      |                                    |  |
| Actual   | \$1,000.00                           | \$1,031.10                         | \$3.12   |
| Hypothetical (assumes 5%<br>return before expenses)  | 1,000.00                             | 1,021.72                           | 3.11   |
| <b>I Class</b>   |                                      |                                    |  |
| Actual   | 1,000.00                             | 1,031.80                           | 2.37   |
| Hypothetical (assumes 5%<br>return before expenses)  | 1,000.00                             | 1,022.46                           | 2.36   |
| * Expenses are equal to the fund's annualized expense ratio for the 6-month period, multiplied by the average account value over the period, multiplied by the number of days in the most recent fiscal half year (181), and divided by the days in the year (365) to reflect the half-year period. The annualized expense ratio of the Investor Class was 0.62%, and the I Class was 0.47%. |                                      |                                    |  |

**FUND EXPENSE EXAMPLE (CONTINUED)**

| <b>SPECTRUM INTERNATIONAL EQUITY FUND</b>   |                                      |                                    |  |
|---|--------------------------------------|------------------------------------|--|
|   | Beginning<br>Account Value<br>1/1/23 | Ending<br>Account Value<br>6/30/23 | Expenses Paid<br>During Period*<br>1/1/23 to 6/30/23 |
| <b>Investor Class</b>   |                                      |                                    |  |
| Actual  | \$1,000.00                           | \$1,098.50                         | \$4.63   |
| Hypothetical (assumes 5%<br>return before expenses)   | 1,000.00                             | 1,020.38                           | 4.46   |
| <b>I Class</b>  |                                      |                                    |  |
| Actual  | 1,000.00                             | 1,098.30                           | 3.85   |
| Hypothetical (assumes 5%<br>return before expenses)   | 1,000.00                             | 1,021.12                           | 3.71   |
| <p>* Expenses are equal to the fund's annualized expense ratio for the 6-month period, multiplied by the average account value over the period, multiplied by the number of days in the most recent fiscal half year (181), and divided by the days in the year (365) to reflect the half-year period. The annualized expense ratio of the Investor Class was 0.89%, and the I Class was 0.74%.</p> |                                      |                                    |  |

T. ROWE PRICE SPECTRUM DIVERSIFIED EQUITY FUND

(Unaudited)

**FINANCIAL HIGHLIGHTS**

For a share outstanding throughout each period

**Investor Class**

|  | 6 Months<br>Ended<br>6/30/23 | Year<br>Ended<br>12/31/22 | 12/31/21 | 12/31/20 | 12/31/19 | 12/31/18 |
|--|------------------------------|---------------------------|----------|----------|----------|----------|
| <b>NET ASSET VALUE</b>                         |                              |                           |          |          |          |          |
| Beginning of period                            | \$ 20.18                     | \$ 27.42                  | \$ 24.25 | \$ 23.29 | \$ 20.00 | \$ 24.36 |
| Investment activities                          |                              |                           |          |          |          |          |
| Net investment income (loss) <sup>(1)(2)</sup> | (0.02)                       | 0.12                      | 0.16     | 0.19     | 0.29     | 0.26     |
| Net realized and unrealized gain/loss          | 2.51                         | (5.27)                    | 4.81     | 4.04     | 5.11     | (2.37)   |
| Total from investment activities               | 2.49                         | (5.15)                    | 4.97     | 4.23     | 5.40     | (2.11)   |
| Distributions                                  |                              |                           |          |          |          |          |
| Net investment income                          | —                            | (0.14)                    | (0.17)   | (0.20)   | (0.30)   | (0.27)   |
| Net realized gain                              | —                            | (1.95)                    | (1.63)   | (3.07)   | (1.81)   | (1.98)   |
| Total distributions                            | —                            | (2.09)                    | (1.80)   | (3.27)   | (2.11)   | (2.25)   |
| <b>NET ASSET VALUE</b>                         |                              |                           |          |          |          |          |
| End of period                                  | \$ 22.67                     | \$ 20.18                  | \$ 27.42 | \$ 24.25 | \$ 23.29 | \$ 20.00 |

## T. ROWE PRICE SPECTRUM DIVERSIFIED EQUITY FUND

(Unaudited)

**FINANCIAL HIGHLIGHTS**

For a share outstanding throughout each period

**Investor Class**

| 6 Months<br>Ended<br>6/30/23 | Year<br>Ended<br>12/31/22 | 12/31/21 | 12/31/20 | 12/31/19 | 12/31/18 |
|------------------------------|---------------------------|----------|----------|----------|----------|
|------------------------------|---------------------------|----------|----------|----------|----------|

**Ratios/Supplemental Data**

|   |               |                 |               |               |               |                |
|---|---------------|-----------------|---------------|---------------|---------------|----------------|
| <b>Total return<sup>(2)(3)(4)</sup></b> | <b>12.34%</b> | <b>(18.76)%</b> | <b>20.58%</b> | <b>18.38%</b> | <b>27.03%</b> | <b>(8.53)%</b> |
|---|---------------|-----------------|---------------|---------------|---------------|----------------|

Ratios to average net assets:<sup>(2)</sup>

|  |                        |         |         |         |         |         |
|--|------------------------|---------|---------|---------|---------|---------|
| Gross expenses before payments by Price Associates <sup>(4)</sup>      | 0.73% <sup>(5)</sup>   | 0.73%   | 0.57%   | 0.00%   | 0.00%   | 0.00%   |
| Net expenses after payments by Price Associates <sup>(4)</sup>         | 0.73% <sup>(5)</sup>   | 0.73%   | 0.57%   | 0.00%   | 0.00%   | 0.00%   |
| Weighted average net expenses of underlying Price Funds <sup>(6)</sup> | 0.00% <sup>(5)</sup>   | 0.00%   | 0.14%   | 0.73%   | 0.76%   | 0.77%   |
| Effective net expenses   | 0.73% <sup>(5)</sup>   | 0.73%   | 0.71%   | 0.73%   | 0.76%   | 0.77%   |
| Net investment income (loss) <sup>(4)</sup>                            | (0.22)% <sup>(5)</sup> | 0.51%   | 0.58%   | 0.82%   | 1.25%   | 1.05%   |
| Portfolio turnover rate <sup>(4)</sup>                                 | 2.1%                   | 11.1%   | 8.6%    | 12.9%   | 19.3%   | 10.8%   |
| Net assets, end of period (in millions)                                | \$1,990                | \$1,848 | \$4,156 | \$3,991 | \$3,795 | \$3,266 |

**FINANCIAL HIGHLIGHTS**

For a share outstanding throughout each period

- <sup>(1)</sup> Per share amounts calculated using average shares outstanding method.
- <sup>(2)</sup> See Note 5 for details of expense-related arrangements with Price Associates. Effective March 24, 2021, the fund began charging an all-inclusive management fee based on the class' average daily net assets. On that same date, the fund converted its investments from each underlying Price Fund's Investor Class to its Z Class, which has a net expense ratio of less than 0.01%.
- <sup>(3)</sup> Total return reflects the rate that an investor would have earned on an investment in the fund during each period, assuming reinvestment of all distributions, and payment of no redemption or account fees, if applicable. Total return is not annualized for periods less than one year. The fund's total return may be higher or lower than the investment results of the individual underlying Price Funds.
- <sup>(4)</sup> Reflects the activity of the fund, and does not include the activity of the underlying Price Funds. However, investment performance of the fund is directly related to the investment performance of the underlying Price Funds in which it invests.
- <sup>(5)</sup> Annualized
- <sup>(6)</sup> Reflects the indirect expense impact to the fund from its investment in the underlying Price Funds, based on the actual expense ratio of each underlying Price Fund weighted for the fund's relative average investment therein.

The accompanying notes are an integral part of these financial statements.

(Unaudited)

**FINANCIAL HIGHLIGHTS**

For a share outstanding throughout each period

**I Class**

|  | 6 Months<br>Ended<br>6/30/23 | Year<br>Ended<br>12/31/22 | 5/3/21 <sup>(1)</sup><br>Through<br>12/31/21 |
|--|------------------------------|---------------------------|--|
| <b>NET ASSET VALUE</b>                         |                              |                           |  |
| Beginning of period                            | \$ 20.08                     | \$ 27.36                  | \$ 27.19                                     |
| Investment activities                          |                              |                           |  |
| Net investment income (loss) <sup>(2)(3)</sup> | (0.01)                       | 0.25                      | 0.26   |
| Net realized and unrealized gain/loss          | 2.52                         | (5.36)                    | 1.78   |
| Total from investment activities               | 2.51                         | (5.11)                    | 2.04   |
| Distributions                                  |                              |                           |  |
| Net investment income                          | —                            | (0.22)                    | (0.24)                                       |
| Net realized gain                              | —                            | (1.95)                    | (1.63)                                       |
| Total distributions                            | —                            | (2.17)                    | (1.87)                                       |
| <b>NET ASSET VALUE</b>                         |                              |                           |  |
| End of period                                  | <b>\$ 22.59</b>              | <b>\$ 20.08</b>           | <b>\$ 27.36</b>                              |



(Unaudited)

**FINANCIAL HIGHLIGHTS**

For a share outstanding throughout each period

**I Class**

| 6 Months<br>Ended<br>6/30/23 | Year<br>Ended<br>12/31/22 | 5/3/21 <sup>(1)</sup><br>Through<br>12/31/21 |
|------------------------------|---------------------------|--|
|------------------------------|---------------------------|--|

**Ratios/Supplemental Data**

|   |                        |                 |                      |
|---|------------------------|-----------------|----------------------|
| <b>Total return<sup>(3)(4)(5)</sup></b>                           | <b>12.50%</b>          | <b>(18.65)%</b> | <b>7.61%</b>         |
| Ratios to average net assets: <sup>(3)</sup>                      |                        |                 |                      |
| Gross expenses before payments by Price Associates <sup>(5)</sup> | 0.58% <sup>(6)</sup>   | 0.58%           | 0.58% <sup>(6)</sup> |
| Net expenses after payments by Price Associates <sup>(5)</sup>    | 0.58% <sup>(6)</sup>   | 0.58%           | 0.58% <sup>(6)</sup> |
| Net investment income (loss) <sup>(5)</sup>                       | (0.07)% <sup>(6)</sup> | 1.07%           | 1.38% <sup>(6)</sup> |
| Portfolio turnover rate <sup>(5)</sup>                            | 2.1%                   | 11.1%           | 8.6%                 |
| Net assets, end of period (in millions)                           | \$1,705                | \$1,560         | \$371                |

<sup>(1)</sup> Inception date<sup>(2)</sup> Per share amounts calculated using average shares outstanding method.<sup>(3)</sup> See Note 5 for details of expense-related arrangements with Price Associates.<sup>(4)</sup> Total return reflects the rate that an investor would have earned on an investment in the fund during each period, assuming reinvestment of all distributions, and payment of no redemption or account fees, if applicable. Total return is not annualized for periods less than one year. The fund's total return may be higher or lower than the investment results of the individual underlying Price Funds.<sup>(5)</sup> Reflects the activity of the fund, and does not include the activity of the underlying Price Funds. However, investment performance of the fund is directly related to the investment performance of the underlying Price Funds in which it invests.<sup>(6)</sup> Annualized

The accompanying notes are an integral part of these financial statements.

T. ROWE PRICE SPECTRUM INCOME FUND

(Unaudited)

**FINANCIAL HIGHLIGHTS**

For a share outstanding throughout each period

**Investor Class**

|   | 6 Months<br>Ended<br>6/30/23 | Year<br>Ended<br>12/31/22 | 12/31/21         | 12/31/20 | 12/31/19 | 12/31/18 |
|---|------------------------------|---------------------------|------------------|----------|----------|----------|
| <b>NET ASSET VALUE</b>                  |                              |                           |                  |          |          |          |
| Beginning of period                     | \$ 10.94                     | \$ 12.83                  | \$ 13.00         | \$ 12.73 | \$ 11.86 | \$ 12.75 |
| Investment activities                   |                              |                           |                  |          |          |          |
| Net investment income <sup>(1)(2)</sup> | 0.23                         | 0.34                      | 0.33             | 0.34     | 0.40     | 0.41     |
| Net realized and unrealized gain/loss   | 0.11                         | (1.69)                    | — <sup>(3)</sup> | 0.41     | 0.95     | (0.74)   |
| Total from investment activities        | 0.34                         | (1.35)                    | 0.33             | 0.75     | 1.35     | (0.33)   |
| Distributions                           |                              |                           |                  |          |          |          |
| Net investment income                   | (0.23)                       | (0.39)                    | (0.34)           | (0.38)   | (0.41)   | (0.42)   |
| Net realized gain                       | —                            | (0.15)                    | (0.16)           | (0.10)   | (0.07)   | (0.14)   |
| Total distributions                     | (0.23)                       | (0.54)                    | (0.50)           | (0.48)   | (0.48)   | (0.56)   |
| <b>NET ASSET VALUE</b>                  |                              |                           |                  |          |          |          |
| End of period                           | \$ 11.05                     | \$ 10.94                  | \$ 12.83         | \$ 13.00 | \$ 12.73 | \$ 11.86 |

T. ROWE PRICE SPECTRUM INCOME FUND

(Unaudited)

**FINANCIAL HIGHLIGHTS**

For a share outstanding throughout each period

**Investor Class**

|  | 6 Months<br>Ended<br>6/30/23 | Year<br>Ended<br>12/31/22 | 12/31/21 | 12/31/20 | 12/31/19 | 12/31/18 |
|--|------------------------------|---------------------------|----------|----------|----------|----------|
|--|------------------------------|---------------------------|----------|----------|----------|----------|

**Ratios/Supplemental Data**

|   |              |                 |              |              |               |                |
|---|--------------|-----------------|--------------|--------------|---------------|----------------|
| <b>Total return<sup>(2)(4)(5)</sup></b> | <b>3.11%</b> | <b>(10.59)%</b> | <b>2.59%</b> | <b>6.06%</b> | <b>11.55%</b> | <b>(2.62)%</b> |
|---|--------------|-----------------|--------------|--------------|---------------|----------------|

Ratios to average net assets:<sup>(2)</sup>

|  |                      |         |         |         |         |         |
|--|----------------------|---------|---------|---------|---------|---------|
| Gross expenses before payments by Price Associates <sup>(5)</sup>      | 0.62% <sup>(6)</sup> | 0.62%   | 0.45%   | 0.00%   | 0.00%   | 0.00%   |
| Net expenses after payments by Price Associates <sup>(5)</sup>         | 0.62% <sup>(6)</sup> | 0.62%   | 0.45%   | 0.00%   | 0.00%   | 0.00%   |
| Weighted average net expenses of underlying Price Funds <sup>(7)</sup> | 0.00% <sup>(6)</sup> | 0.00%   | 0.14%   | 0.65%   | 0.63%   | 0.62%   |
| Effective net expenses   | 0.62% <sup>(6)</sup> | 0.62%   | 0.59%   | 0.65%   | 0.63%   | 0.62%   |
| Net investment income <sup>(5)</sup>                                   | 4.26% <sup>(6)</sup> | 2.88%   | 2.52%   | 2.77%   | 3.17%   | 3.30%   |
| Portfolio turnover rate <sup>(5)</sup>                                 | 7.6%                 | 20.7%   | 15.1%   | 29.9%   | 24.1%   | 22.8%   |
| Net assets, end of period (in millions)                                | \$1,935              | \$1,983 | \$4,778 | \$6,890 | \$6,895 | \$6,389 |

**FINANCIAL HIGHLIGHTS**

For a share outstanding throughout each period

- <sup>(1)</sup> Per share amounts calculated using average shares outstanding method.
- <sup>(2)</sup> See Note 5 for details of expense-related arrangements with Price Associates. Effective March 24, 2021, the fund began charging an all-inclusive management fee based on the class' average daily net assets. On that same date, the fund converted its investments from each underlying Price Fund's Investor Class to its Z Class, which has a net expense ratio of less than 0.01%.
- <sup>(3)</sup> Amounts round to less than \$0.01 per share.
- <sup>(4)</sup> Total return reflects the rate that an investor would have earned on an investment in the fund during each period, assuming reinvestment of all distributions, and payment of no redemption or account fees, if applicable. Total return is not annualized for periods less than one year. The fund's total return may be higher or lower than the investment results of the individual underlying Price Funds.
- <sup>(5)</sup> Reflects the activity of the fund, and does not include the activity of the underlying Price Funds. However, investment performance of the fund is directly related to the investment performance of the underlying Price Funds in which it invests.
- <sup>(6)</sup> Annualized
- <sup>(7)</sup> Reflects the indirect expense impact to the fund from its investment in the underlying Price Funds, based on the actual expense ratio of each underlying Price Fund weighted for the fund's relative average investment therein.

The accompanying notes are an integral part of these financial statements.

T. ROWE PRICE SPECTRUM INCOME FUND

(Unaudited)

**FINANCIAL HIGHLIGHTS**

For a share outstanding throughout each period

**I Class**

|   | 6 Months<br>Ended<br>6/30/23 | Year<br>Ended<br>12/31/22 | 5/3/21 <sup>(1)</sup><br>Through<br>12/31/21 |
|---|------------------------------|---------------------------|--|
| <b>NET ASSET VALUE</b>                  |                              |                           |  |
| Beginning of period                     | \$ 10.94                     | \$ 12.84                  | \$ 13.10                                     |
| Investment activities                   |                              |                           |  |
| Net investment income <sup>(2)(3)</sup> | 0.24                         | 0.38                      | 0.24   |
| Net realized and unrealized gain/loss   | 0.11                         | (1.72)                    | (0.09) <sup>(4)</sup>                        |
| Total from investment activities        | 0.35                         | (1.34)                    | 0.15   |
| Distributions                           |                              |                           |  |
| Net investment income                   | (0.24)                       | (0.41)                    | (0.25)                                       |
| Net realized gain                       | —                            | (0.15)                    | (0.16)                                       |
| Total distributions                     | (0.24)                       | (0.56)                    | (0.41)                                       |
| <b>NET ASSET VALUE</b>                  |                              |                           |  |
| End of period                           | \$ 11.05                     | \$ 10.94                  | \$ 12.84                                     |

**Ratios/Supplemental Data**

|   |                      |                 |                      |
|---|----------------------|-----------------|----------------------|
| <b>Total return<sup>(3)(5)(6)</sup></b>                           | <b>3.18%</b>         | <b>(10.53)%</b> | <b>1.16%</b>         |
| Ratios to average net assets: <sup>(3)</sup>                      |                      |                 |                      |
| Gross expenses before payments by Price Associates <sup>(6)</sup> | 0.47% <sup>(7)</sup> | 0.47%           | 0.47% <sup>(7)</sup> |
| Net expenses after payments by Price Associates <sup>(6)</sup>    | 0.47% <sup>(7)</sup> | 0.47%           | 0.47% <sup>(7)</sup> |
| Net investment income <sup>(6)</sup>                              | 4.44% <sup>(7)</sup> | 3.33%           | 2.79% <sup>(7)</sup> |
| Portfolio turnover rate <sup>(6)</sup>                            | 7.6%                 | 20.7%           | 15.1%                |
| Net assets, end of period (in millions)                           | \$4,025              | \$3,945         | \$2,422              |

<sup>(1)</sup> Inception date

<sup>(2)</sup> Per share amounts calculated using average shares outstanding method.

<sup>(3)</sup> See Note 5 for details of expense-related arrangements with Price Associates.

<sup>(4)</sup> The amount presented is inconsistent with the fund's aggregate gains and losses because of the timing of sales and redemptions of fund shares in relation to fluctuating market values for the investment portfolio.

<sup>(5)</sup> Total return reflects the rate that an investor would have earned on an investment in the fund during each period, assuming reinvestment of all distributions, and payment of no redemption or account fees, if applicable. Total return is not annualized for periods less than one year. The fund's total return may be higher or lower than the investment results of the individual underlying Price Funds.

**FINANCIAL HIGHLIGHTS**

For a share outstanding throughout each period

---

<sup>(6)</sup> Reflects the activity of the fund, and does not include the activity of the underlying Price Funds. However, investment performance of the fund is directly related to the investment performance of the underlying Price Funds in which it invests.

<sup>(7)</sup> Annualized

T. ROWE PRICE SPECTRUM INTERNATIONAL EQUITY FUND

(Unaudited)

**FINANCIAL HIGHLIGHTS**

For a share outstanding throughout each period

**Investor Class**

|  | 6 Months<br>Ended<br>6/30/23 | Year<br>Ended<br>12/31/22 | 12/31/21 | 12/31/20 | 12/31/19 | 12/31/18 |
|--|------------------------------|---------------------------|----------|----------|----------|----------|
| <b>NET ASSET VALUE</b>                         |                              |                           |          |          |          |          |
| Beginning of period                            | \$ 12.39                     | \$ 16.12                  | \$ 15.90 | \$ 14.08 | \$ 11.66 | \$ 14.61 |
| Investment activities                          |                              |                           |          |          |          |          |
| Net investment income (loss) <sup>(1)(2)</sup> | (0.06)                       | 0.14                      | 0.20     | 0.12     | 0.27     | 0.23     |
| Net realized and unrealized gain/loss          | 1.28                         | (3.04)                    | 0.58     | 1.84     | 2.64     | (2.40)   |
| Total from investment activities               | 1.22                         | (2.90)                    | 0.78     | 1.96     | 2.91     | (2.17)   |
| Distributions                                  |                              |                           |          |          |          |          |
| Net investment income                          | —                            | (0.18)                    | (0.21)   | (0.12)   | (0.28)   | (0.23)   |
| Net realized gain                              | —                            | (0.65)                    | (0.35)   | (0.02)   | (0.21)   | (0.55)   |
| Total distributions                            | —                            | (0.83)                    | (0.56)   | (0.14)   | (0.49)   | (0.78)   |
| <b>NET ASSET VALUE</b>                         |                              |                           |          |          |          |          |
| End of period                                  | \$ 13.61                     | \$ 12.39                  | \$ 16.12 | \$ 15.90 | \$ 14.08 | \$ 11.66 |

T. ROWE PRICE SPECTRUM INTERNATIONAL EQUITY FUND

(Unaudited)

**FINANCIAL HIGHLIGHTS**

For a share outstanding throughout each period

**Investor Class**

| 6 Months<br>Ended<br>6/30/23 | Year<br>Ended<br>12/31/22 | 12/31/21 | 12/31/20 | 12/31/19 | 12/31/18 |
|------------------------------|---------------------------|----------|----------|----------|----------|
|------------------------------|---------------------------|----------|----------|----------|----------|

**Ratios/Supplemental Data**

|   |              |                 |              |               |               |                 |
|---|--------------|-----------------|--------------|---------------|---------------|-----------------|
| <b>Total return<sup>(2)(3)(4)</sup></b> | <b>9.85%</b> | <b>(18.00)%</b> | <b>4.97%</b> | <b>13.95%</b> | <b>25.00%</b> | <b>(14.81)%</b> |
|---|--------------|-----------------|--------------|---------------|---------------|-----------------|

Ratios to average net assets:<sup>(2)</sup>

|  |                        |       |         |         |         |         |
|--|------------------------|-------|---------|---------|---------|---------|
| Gross expenses before payments by Price Associates <sup>(4)</sup>      | 0.89% <sup>(5)</sup>   | 0.89% | 0.69%   | 0.00%   | 0.00%   | 0.00%   |
| Net expenses after payments by Price Associates <sup>(4)</sup>         | 0.89% <sup>(5)</sup>   | 0.89% | 0.69%   | 0.00%   | 0.00%   | 0.00%   |
| Weighted average net expenses of underlying Price Funds <sup>(6)</sup> | 0.00% <sup>(5)</sup>   | 0.00% | 0.21%   | 0.91%   | 0.90%   | 0.90%   |
| Effective net expenses   | 0.89% <sup>(5)</sup>   | 0.89% | 0.90%   | 0.91%   | 0.90%   | 0.90%   |
| Net investment income (loss) <sup>(4)</sup>                            | (0.89)% <sup>(5)</sup> | 0.99% | 1.18%   | 0.92%   | 2.06%   | 1.63%   |
| Portfolio turnover rate <sup>(4)</sup>                                 | 2.2%                   | 10.2% | 9.5%    | 8.5%    | 12.7%   | 15.0%   |
| Net assets, end of period (in millions)                                | \$660                  | \$627 | \$1,903 | \$2,008 | \$1,607 | \$1,386 |



**FINANCIAL HIGHLIGHTS**

For a share outstanding throughout each period

- <sup>(1)</sup> Per share amounts calculated using average shares outstanding method.
- <sup>(2)</sup> See Note 5 for details of expense-related arrangements with Price Associates. Effective March 24, 2021, the fund began charging an all-inclusive management fee based on the class' average daily net assets. On that same date, the fund converted its investments from each underlying Price Fund's Investor Class to its Z Class, which has a net expense ratio of less than 0.01%.
- <sup>(3)</sup> Total return reflects the rate that an investor would have earned on an investment in the fund during each period, assuming reinvestment of all distributions, and payment of no redemption or account fees, if applicable. Total return is not annualized for periods less than one year. The fund's total return may be higher or lower than the investment results of the individual underlying Price Funds.
- <sup>(4)</sup> Reflects the activity of the fund, and does not include the activity of the underlying Price Funds. However, investment performance of the fund is directly related to the investment performance of the underlying Price Funds in which it invests.
- <sup>(5)</sup> Annualized
- <sup>(6)</sup> Reflects the indirect expense impact to the fund from its investment in the underlying Price Funds, based on the actual expense ratio of each underlying Price Fund weighted for the fund's relative average investment therein.

The accompanying notes are an integral part of these financial statements.

(Unaudited)

**FINANCIAL HIGHLIGHTS**

For a share outstanding throughout each period

**I Class**

|  | 6 Months<br>Ended<br>6/30/23 | Year<br>Ended<br>12/31/22 | 5/3/21 <sup>(1)</sup><br>Through<br>12/31/21 |
|--|------------------------------|---------------------------|--|
| <b>NET ASSET VALUE</b>                         |                              |                           |  |
| Beginning of period                            | \$ 12.31                     | \$ 16.07                  | \$ 16.98                                     |
| Investment activities                          |                              |                           |  |
| Net investment income (loss) <sup>(2)(3)</sup> | (0.05)                       | 0.25                      | 0.38   |
| Net realized and unrealized gain/loss          | 1.26                         | (3.12)                    | (0.66) <sup>(4)</sup>                        |
| Total from investment activities               | 1.21                         | (2.87)                    | (0.28)                                       |
| Distributions                                  |                              |                           |  |
| Net investment income                          | —                            | (0.24)                    | (0.28)                                       |
| Net realized gain                              | —                            | (0.65)                    | (0.35)                                       |
| Total distributions                            | —                            | (0.89)                    | (0.63)                                       |
| <b>NET ASSET VALUE</b>                         |                              |                           |  |
| End of period                                  | <b>\$ 13.52</b>              | <b>\$ 12.31</b>           | <b>\$ 16.07</b>                              |

(Unaudited)

**FINANCIAL HIGHLIGHTS**

For a share outstanding throughout each period

**I Class**

| 6 Months<br>Ended<br>6/30/23 | Year<br>Ended<br>12/31/22 | 5/3/21 <sup>(1)</sup><br>Through<br>12/31/21 |
|------------------------------|---------------------------|--|
|------------------------------|---------------------------|--|

**Ratios/Supplemental Data**

|   |                        |                 |                      |
|---|------------------------|-----------------|----------------------|
| <b>Total return<sup>(3)(5)(6)</sup></b>                           | <b>9.83%</b>           | <b>(17.83)%</b> | <b>(1.61)%</b>       |
| Ratios to average net assets: <sup>(3)</sup>                      |                        |                 |                      |
| Gross expenses before payments by Price Associates <sup>(6)</sup> | 0.74% <sup>(7)</sup>   | 0.74%           | 0.74% <sup>(7)</sup> |
| Net expenses after payments by Price Associates <sup>(6)</sup>    | 0.74% <sup>(7)</sup>   | 0.74%           | 0.74% <sup>(7)</sup> |
| Net investment income (loss) <sup>(6)</sup>                       | (0.74)% <sup>(7)</sup> | 1.91%           | 3.34% <sup>(7)</sup> |
| Portfolio turnover rate <sup>(6)</sup>                            | 2.2%                   | 10.2%           | 9.5%                 |
| Net assets, end of period (in millions)                           | \$845                  | \$818           | \$224                |

<sup>(1)</sup> Inception date<sup>(2)</sup> Per share amounts calculated using average shares outstanding method.<sup>(3)</sup> See Note 5 for details of expense-related arrangements with Price Associates.<sup>(4)</sup> The amount presented is inconsistent with the fund's aggregate gains and losses because of the timing of sales and redemptions of fund shares in relation to fluctuating market values for the investment portfolio.<sup>(5)</sup> Total return reflects the rate that an investor would have earned on an investment in the fund during each period, assuming reinvestment of all distributions, and payment of no redemption or account fees, if applicable. Total return is not annualized for periods less than one year. The fund's total return may be higher or lower than the investment results of the individual underlying Price Funds.<sup>(6)</sup> Reflects the activity of the fund, and does not include the activity of the underlying Price Funds. However, investment performance of the fund is directly related to the investment performance of the underlying Price Funds in which it invests.<sup>(7)</sup> Annualized

The accompanying notes are an integral part of these financial statements.

T. ROWE PRICE SPECTRUM DIVERSIFIED EQUITY FUND

June 30, 2023 (Unaudited)

| PORTFOLIO OF INVESTMENTS <sup>(1)</sup>             | \$ Value<br>12/31/22 | \$ Purchase<br>Cost | \$ Sales<br>Cost | Shares     | \$ Value<br>6/30/23 |
|---|----------------------|---------------------|------------------|------------|---------------------|
| (Cost and value in \$000s)                          |                      |                     |                  |            |                     |
| <b>EQUITY MUTUAL FUNDS 100.1%</b>                   |                      |                     |                  |            |                     |
| <b>T. Rowe Price Funds:</b>                         |                      |                     |                  |            |                     |
| U.S. Large-Cap Core Fund                            | 429,178              | 5,036               | 33,609           | 13,744,040 | 450,530             |
| Dividend Growth Fund                                | 433,861              | 6,960               | 16,574           | 6,605,889  | 450,059             |
| Blue Chip Growth Fund (2)                           | 317,913              | 1,529               | 30,213           | 2,868,354  | 404,954             |
| Growth Stock Fund (2)                               | 316,062              | 2,529               | 29,900           | 4,829,160  | 397,392             |
| Equity Income Fund                                  | 375,297              | 20,577              | 16,187           | 11,578,125 | 384,046             |
| Value Fund  | 379,688              | 4,030               | 19,980           | 9,466,556  | 380,840             |
| International Value Equity Fund                     | 186,613              | 15                  | 16,872           | 12,039,047 | 186,726             |
| International Stock Fund                            | 180,603              | 15                  | 15,695           | 10,089,581 | 186,254             |
| Real Assets Fund                                    | 169,666              | 12,015              | 5,322            | 13,159,693 | 180,025             |
| Mid-Cap Growth Fund                                 | 131,110              | 2,012               | 5,621            | 1,438,254  | 145,508             |
| Mid-Cap Value Fund                                  | 130,921              | 11                  | 7,614            | 4,355,832  | 134,944             |
| Small-Cap Value Fund                                | 125,152              | 4,760               | 5,201            | 2,607,531  | 130,298             |
| New Horizons Fund (2)                               | 90,956               | 8,009               | 2,053            | 2,073,929  | 112,759             |
| Emerging Markets Stock Fund                         | 71,489               | 6,757               | 5,005            | 2,191,311  | 78,317              |
| International Discovery Fund (2)                    | 72,003               | 6                   | 3,328            | 1,213,307  | 74,994              |
| <b>Total Equity Mutual Funds (Cost \$2,080,985)</b> |                      |                     |                  |            | <b>3,697,646</b>    |
| <b>Total Investments in Securities</b>              |                      |                     |                  |            |                     |
| <b>100.1% of Net Assets (Cost \$2,080,985)</b>      |                      |                     |                  |            | <b>\$ 3,697,646</b> |

- (1) Each underlying Price Fund is an affiliated company; the fund is invested in the Z Class of each underlying Price Fund, except for the Transition Fund, if held, which is a single class fund. Additional information about each underlying Price Fund is available by calling 1-877-495-1138 and at [www.troweprice.com](http://www.troweprice.com).
- (2) Non-income producing

**AFFILIATED COMPANIES**

(\$000s)

The fund may invest in certain securities that are considered affiliated companies. As defined by the 1940 Act, an affiliated company is one in which the fund owns 5% or more of the outstanding voting securities, or a company that is under common ownership or control. The following securities were considered affiliated companies for all or some portion of the six months ended June 30, 2023. Net realized gain (loss), investment income, and change in net unrealized gain/loss reflect all activity for the period then ended.

| Affiliate                       | Change in Net               |                         | Investment |
|---------------------------------|-----------------------------|-------------------------|------------|
|                                 | Net Realized<br>Gain (Loss) | Unrealized<br>Gain/Loss |            |
| <b>T. Rowe Price Funds:</b>     |                             |                         |            |
| Blue Chip Growth Fund           | \$ (4,865)                  | \$ 115,725              | \$ —       |
| Dividend Growth Fund            | 674                         | 25,812                  | 3,924      |
| Emerging Markets Stock Fund     | (1,817)                     | 5,076                   | —          |
| Equity Income Fund              | 1,832                       | 4,359                   | 5,097      |
| Growth Stock Fund               | (6,894)                     | 108,701                 | —          |
| International Discovery Fund    | (833)                       | 6,313                   | —          |
| International Stock Fund        | (325)                       | 21,331                  | —          |
| International Value Equity Fund | 5,057                       | 16,970                  | —          |
| Mid-Cap Growth Fund             | (741)                       | 18,007                  | —          |
| Mid-Cap Value Fund              | 336                         | 11,626                  | —          |
| New Horizons Fund               | (672)                       | 15,847                  | —          |
| Real Assets Fund                | (568)                       | 3,666                   | —          |
| Small-Cap Value Fund            | 66                          | 5,587                   | —          |
| U.S. Large-Cap Core Fund        | 514                         | 49,925                  | —          |
| Value Fund                      | (170)                       | 17,102                  | —          |
| Totals                          | \$ (8,406)#                 | \$ 426,047              | \$ 9,021+  |

# Capital gain distributions from underlying Price funds represented \$0 of the net realized gain (loss).  
 + Investment income comprised \$9,021 of income distributions from underlying Price Funds.

T. ROWE PRICE SPECTRUM INCOME FUND

June 30, 2023 (Unaudited)

| PORTFOLIO OF INVESTMENTS <sup>(1)</sup>              | \$ Value<br>12/31/22 | \$ Purchase<br>Cost | \$ Sales<br>Cost | Shares      | \$ Value<br>6/30/23 |
|--|----------------------|---------------------|------------------|-------------|---------------------|
| (Cost and value in \$000s)                           |                      |                     |                  |             |                     |
| <b>BOND MUTUAL FUNDS 85.9%</b>                       |                      |                     |                  |             |                     |
| <b>T. Rowe Price Funds:</b>                          |                      |                     |                  |             |                     |
| High Yield Fund                                      | 913,054              | 37,565              | 47,183           | 163,547,883 | 928,952             |
| New Income Fund                                      | 810,714              | 20,756              | 29,721           | 99,925,676  | 802,403             |
| GNMA Fund  | 528,565              | 42,640              | 18,893           | 69,016,799  | 556,275             |
| Emerging Markets Bond Fund                           | 523,709              | 18,815              | 39,072           | 60,411,847  | 520,750             |
| Floating Rate Fund                                   | 400,629              | 29,826              | 68,424           | 40,748,546  | 372,442             |
| International Bond Fund                              | 235,304              | 94,560              | 11,678           | 45,064,662  | 318,157             |
| U.S. Treasury Long-Term Index Fund                   | 286,062              | 27,147              | 15,064           | 38,236,554  | 310,099             |
| International Bond Fund (USD Hedged)                 | 375,461              | 7,721               | 140,545          | 33,968,967  | 276,168             |
| Emerging Markets Local Currency Bond Fund            | 240,365              | 25,181              | 8,305            | 55,099,829  | 273,846             |
| Dynamic Global Bond Fund                             | 247,549              | 37,620              | 7,887            | 32,876,053  | 261,693             |
| Corporate Income Fund                                | 256,204              | 7,359               | 8,528            | 32,971,390  | 258,825             |
| Short-Term Bond Fund                                 | 156,097              | 3,309               | 10,313           | 33,364,045  | 149,471             |
| Limited Duration Inflation Focused Bond Fund         | 113,438              | 549                 | 25,790           | 19,614,503  | 91,404              |
| U.S. Treasury Intermediate Index Fund                | 466                  | 9                   | -                | 92,229      | 469                 |
| <b>Total Bond Mutual Funds (Cost \$5,625,640)</b>    |                      |                     |                  |             | <b>5,120,954</b>    |
| <b>EQUITY MUTUAL FUNDS 11.0%</b>                     |                      |                     |                  |             |                     |
| <b>T. Rowe Price Funds:</b>                          |                      |                     |                  |             |                     |
| Equity Income Fund                                   | 670,730              | 17,906              | 43,755           | 19,732,743  | 654,535             |
| <b>Total Equity Mutual Funds (Cost \$333,672)</b>    |                      |                     |                  |             | <b>654,535</b>      |
| <b>SHORT-TERM INVESTMENTS 3.2%</b>                   |                      |                     |                  |             |                     |
| <b>Money Market Funds 3.2%</b>                       |                      |                     |                  |             |                     |
| T. Rowe Price U.S. Treasury Money Fund, 5.11% (2)    | 172,382              | 83,813              | 67,864           | 188,331,425 | 188,331             |
| <b>Total Short-Term Investments (Cost \$188,331)</b> |                      |                     |                  |             | <b>188,331</b>      |
| <b>Total Investments in Securities</b>               |                      |                     |                  |             |                     |
| <b>100.1% of Net Assets (Cost \$6,147,643)</b>       |                      |                     |                  |             | <b>\$ 5,963,820</b> |

- (1) Each underlying Price Fund is an affiliated company; the fund is invested in the Z Class of each underlying Price Fund, except for the Transition Fund, if held, which is a single class fund. Additional information about each underlying Price Fund is available by calling 1-877-495-1138 and at [www.troweprice.com](http://www.troweprice.com).

- (2) Seven-day yield

**AFFILIATED COMPANIES**

(\$000s)

The fund may invest in certain securities that are considered affiliated companies. As defined by the 1940 Act, an affiliated company is one in which the fund owns 5% or more of the outstanding voting securities, or a company that is under common ownership or control. The following securities were considered affiliated companies for all or some portion of the six months ended June 30, 2023. Net realized gain (loss), investment income, and change in net unrealized gain/loss reflect all activity for the period then ended.

| Affiliate                                    | Change in Net               |                         | Investment  |
|--|-----------------------------|-------------------------|-------------|
|  | Net Realized<br>Gain (Loss) | Unrealized<br>Gain/Loss |             |
| <b>T. Rowe Price Funds:</b>                  |                             |                         |             |
| Corporate Income Fund                        | \$ (1,501)                  | \$ 3,790                | \$ 6,002    |
| Dynamic Global Bond Fund                     | (971)                       | (15,589)                | 6,312       |
| Emerging Markets Bond Fund                   | (10,657)                    | 17,298                  | 16,265      |
| Emerging Markets Local Currency Bond Fund    | (1,441)                     | 16,605                  | 8,917       |
| Equity Income Fund                           | (200)                       | 9,654                   | 8,951       |
| Floating Rate Fund                           | (4,399)                     | 10,411                  | 17,824      |
| GNMA Fund                                    | (2,454)                     | 3,963                   | 9,871       |
| High Yield Fund                              | (5,973)                     | 25,516                  | 32,950      |
| International Bond Fund                      | (2,765)                     | (29)                    | 4,324       |
| International Bond Fund (USD Hedged)         | (23,521)                    | 33,531                  | 5,005       |
| Limited Duration Inflation Focused Bond Fund | (2,128)                     | 3,207                   | —           |
| New Income Fund                              | (2,533)                     | 654                     | 16,614      |
| Short-Term Bond Fund                         | (369)                       | 378                     | 2,558       |
| U.S. Treasury Intermediate Index Fund        | —                           | (6)                     | 9           |
| U.S. Treasury Long-Term Index Fund           | (6,797)                     | 11,954                  | 5,084       |
| U.S. Treasury Money Fund, 5.11%              | —                           | —                       | 4,334       |
| Totals                                       | \$ (65,709)#                | \$ 121,337              | \$ 145,020+ |

# Capital gain distributions from underlying Price funds represented \$0 of the net realized gain (loss).

+ Investment income comprised \$145,020 of income distributions from underlying Price Funds.

T. ROWE PRICE SPECTRUM INTERNATIONAL EQUITY FUND

June 30, 2023 (Unaudited)

| <b>PORTFOLIO OF INVESTMENTS<sup>(1)</sup></b>       | <b>\$ Value<br/>12/31/22</b> | <b>\$ Purchase<br/>Cost</b> | <b>\$ Sales<br/>Cost</b> | <b>Shares</b> | <b>\$ Value<br/>6/30/23</b> |
|---|------------------------------|-----------------------------|--------------------------|---------------|-----------------------------|
| (Cost and value in \$000s)                          |                              |                             |                          |               |                             |
| <b>EQUITY MUTUAL FUNDS 100.1%</b>                   |                              |                             |                          |               |                             |
| <b>T. Rowe Price Funds:</b>                         |                              |                             |                          |               |                             |
| International Value Equity Fund                     | 274,927                      | 8,042                       | 22,381                   | 18,821,597    | 291,923                     |
| International Stock Fund                            | 259,620                      | 9,407                       | 20,362                   | 15,006,849    | 277,026                     |
| European Stock Fund                                 | 218,242                      | 2,876                       | 13,617                   | 9,927,763     | 238,366                     |
| Overseas Stock Fund                                 | 194,637                      | 2,547                       | 14,013                   | 16,710,247    | 204,701                     |
| New Asia Fund                                       | 180,188                      | 2,327                       | 14,992                   | 10,734,335    | 174,433                     |
| Emerging Markets Discovery<br>Stock Fund            | 93,148                       | 3,182                       | 11,455                   | 7,059,137     | 92,404                      |
| Japan Fund (2)                                      | 79,012                       | 1,001                       | 8,600                    | 6,405,432     | 78,338                      |
| Emerging Markets Stock Fund                         | 62,754                       | 2,802                       | 9,988                    | 1,688,542     | 60,349                      |
| International Discovery Fund (2)                    | 58,890                       | 763                         | 5,120                    | 968,118       | 59,839                      |
| Latin America Fund                                  | 14,806                       | 186                         | 2,105                    | 819,824       | 17,413                      |
| Africa & Middle East Fund                           | 7,898                        | 99                          | 487                      | 771,173       | 7,858                       |
| Emerging Europe Fund                                | 2,004                        | -                           | -                        | 776,839       | 2,812                       |
| <b>Total Equity Mutual Funds (Cost \$1,157,954)</b> |                              |                             |                          |               | <b>1,505,462</b>            |
| <b>Total Investments in Securities</b>              |                              |                             |                          |               |                             |
| <b>100.1% of Net Assets (Cost \$1,157,954)</b>      |                              |                             |                          |               | <b>\$ 1,505,462</b>         |

- (1) Each underlying Price Fund is an affiliated company; the fund is invested in the Z Class of each underlying Price Fund, except for the Transition Fund, if held, which is a single class fund. Additional information about each underlying Price Fund is available by calling 1-877-495-1138 and at [www.troweprice.com](http://www.troweprice.com).
- (2) Non-income producing



**AFFILIATED COMPANIES**

(\$000s)

The fund may invest in certain securities that are considered affiliated companies. As defined by the 1940 Act, an affiliated company is one in which the fund owns 5% or more of the outstanding voting securities, or a company that is under common ownership or control. The following securities were considered affiliated companies for all or some portion of the six months ended June 30, 2023. Net realized gain (loss), investment income, and change in net unrealized gain/loss reflect all activity for the period then ended.

| Affiliate                             | Change in Net               |                         | Investment |
|---------------------------------------|-----------------------------|-------------------------|------------|
|                                       | Net Realized<br>Gain (Loss) | Unrealized<br>Gain/Loss | Income     |
| <b>T. Rowe Price Funds:</b>           |                             |                         |            |
| Africa & Middle East Fund             | \$ 61                       | \$ 348                  | \$ —       |
| Emerging Europe Fund                  | —                           | 808                     | —          |
| Emerging Markets Discovery Stock Fund | (1,148)                     | 7,529                   | —          |
| Emerging Markets Stock Fund           | (1,802)                     | 4,781                   | —          |
| European Stock Fund                   | 2,696                       | 30,865                  | —          |
| International Discovery Fund          | (849)                       | 5,306                   | —          |
| International Stock Fund              | 1,994                       | 28,361                  | —          |
| International Value Equity Fund       | 1,630                       | 31,335                  | —          |
| Japan Fund                            | (2,995)                     | 6,925                   | —          |
| Latin America Fund                    | (1,031)                     | 4,526                   | —          |
| New Asia Fund                         | (1,927)                     | 6,910                   | —          |
| Overseas Stock Fund                   | 309                         | 21,530                  | —          |
| Totals                                | \$ (3,062)#                 | \$ 149,224              | \$ —+      |

# Capital gain distributions from underlying Price funds represented \$0 of the net realized gain (loss).

+ Investment income comprised \$0 of income distributions from underlying Price Funds.

T. ROWE PRICE SPECTRUM DIVERSIFIED EQUITY FUND

June 30, 2023 (Unaudited)

**STATEMENT OF ASSETS AND LIABILITIES**

(\$000s, except shares and per share amounts)

**Assets**

|  |    |                  |
|--|----|------------------|
| Investments in securities, at value (cost \$2,080,985) | \$ | 3,697,646        |
| Receivable for investment securities sold              |    | 1,500            |
| Receivable for shares sold                             |    | 219              |
| Total assets   |    | <u>3,699,365</u> |

**Liabilities**

|   |  |              |
|---|--|--------------|
| Investment management and administrative fees payable |  | 2,169        |
| Payable for shares redeemed                           |  | <u>1,719</u> |
| Total liabilities                                     |  | <u>3,888</u> |

**NET ASSETS** **\$ 3,695,477**

**Net Assets Consist of:**

|  |    |                  |
|--|----|------------------|
| Total distributable earnings (loss)  | \$ | 1,675,761        |
| Paid-in capital applicable to 163,272,510 shares of \$0.01 par value capital stock outstanding; 2,000,000,000 shares of the Corporation authorized |    | <u>2,019,716</u> |

**NET ASSETS** **\$ 3,695,477**

**NET ASSET VALUE PER SHARE**

**Investor Class**

**(Net assets: \$1,990,351; Shares outstanding: 87,785,723)** **\$ 22.67**

**I Class**

**(Net assets: \$1,705,126; Shares outstanding: 75,486,787)** **\$ 22.59**

The accompanying notes are an integral part of these financial statements.

T. ROWE PRICE SPECTRUM INCOME FUND

June 30, 2023 (Unaudited)

**STATEMENT OF ASSETS AND LIABILITIES**

(\$000s, except shares and per share amounts)

**Assets**

|  |                  |
|--|------------------|
| Investments in securities, at value (cost \$6,147,643) | \$ 5,963,820     |
| Receivable for investment securities sold              | 2,121            |
| Receivable for shares sold                             | 1,650            |
| Total assets   | <u>5,967,591</u> |

**Liabilities**

|   |              |
|---|--------------|
| Investment management and administrative fees payable | 3,468        |
| Payable for shares redeemed                           | 2,660        |
| Other liabilities                                     | 1,253        |
| Total liabilities                                     | <u>7,381</u> |

**NET ASSETS** **\$ 5,960,210**

**Net Assets Consist of:**

|  |                  |
|--|------------------|
| Total distributable earnings (loss)  | \$ (463,778)     |
| Paid-in capital applicable to 539,316,928 shares of \$0.01 par value capital stock outstanding; 2,000,000,000 shares of the Corporation authorized | <u>6,423,988</u> |

**NET ASSETS** **\$ 5,960,210**

**NET ASSET VALUE PER SHARE**

**Investor Class**

**(Net assets: \$1,934,721; Shares outstanding: 175,128,738)** **\$ 11.05**

**I Class**

**(Net assets: \$4,025,489; Shares outstanding: 364,188,190)** **\$ 11.05**

The accompanying notes are an integral part of these financial statements.

T. ROWE PRICE SPECTRUM INTERNATIONAL EQUITY FUND

June 30, 2023 (Unaudited)

**STATEMENT OF ASSETS AND LIABILITIES**

(\$000s, except shares and per share amounts)

**Assets**

|  |    |                  |
|--|----|------------------|
| Investments in securities, at value (cost \$1,157,954) | \$ | 1,505,462        |
| Receivable for investment securities sold              |    | 456              |
| Receivable for shares sold                             |    | 317              |
| Total assets   |    | <u>1,506,235</u> |

**Liabilities**

|   |  |              |
|---|--|--------------|
| Investment management and administrative fees payable |  | 1,101        |
| Payable for shares redeemed                           |  | <u>771</u>   |
| Total liabilities                                     |  | <u>1,872</u> |

**NET ASSETS** **\$ 1,504,363**

**Net Assets Consist of:**

|  |    |                  |
|--|----|------------------|
| Total distributable earnings (loss)  | \$ | 223,210          |
| Paid-in capital applicable to 110,941,426 shares of \$0.01 par value capital stock outstanding; 2,000,000,000 shares of the Corporation authorized |    | <u>1,281,153</u> |

**NET ASSETS** **\$ 1,504,363**

**NET ASSET VALUE PER SHARE**

**Investor Class**

|  |           |                     |
|--|-----------|---------------------|
| <b>(Net assets: \$659,567; Shares outstanding: 48,471,737)</b> | <b>\$</b> | <b><u>13.61</u></b> |
| <b>I Class</b>   |           |                     |
| <b>(Net assets: \$844,796; Shares outstanding: 62,469,689)</b> | <b>\$</b> | <b><u>13.52</u></b> |

The accompanying notes are an integral part of these financial statements.

T. ROWE PRICE SPECTRUM DIVERSIFIED EQUITY FUND

(Unaudited)

**STATEMENT OF OPERATIONS**

(\$000s)

|  | 6 Months<br>Ended<br>6/30/23 |
|--|------------------------------|
| <b>Investment Income (Loss)</b>                                |                              |
| Income distributions from underlying Price Funds               | \$ 9,021                     |
| Investment management and administrative expense               | 11,611                       |
| Net investment loss  | (2,590)                      |
| <b>Realized and Unrealized Gain / Loss</b>                     |                              |
| Net realized loss on Sales of underlying Price Funds           | (8,406)                      |
| Change in net unrealized gain / loss on underlying Price Funds | 426,047                      |
| Net realized and unrealized gain / loss                        | 417,641                      |
| <b>INCREASE IN NET ASSETS FROM OPERATIONS</b>                  | <b>\$ 415,051</b>            |

The accompanying notes are an integral part of these financial statements.

T. ROWE PRICE SPECTRUM INCOME FUND

(Unaudited)

**STATEMENT OF OPERATIONS**

(\$000s)

|  | 6 Months<br>Ended<br>6/30/23 |
|--|------------------------------|
| <b>Investment Income (Loss)</b>                                |                              |
| Income distributions from underlying Price Funds               | \$ 145,020                   |
| Investment management and administrative expense               | 15,373                       |
| Net investment income  | 129,647                      |
| <b>Realized and Unrealized Gain / Loss</b>                     |                              |
| Net realized loss on Sales of underlying Price Funds           | (65,709)                     |
| Change in net unrealized gain / loss on underlying Price Funds | 121,337                      |
| Net realized and unrealized gain / loss                        | 55,628                       |
| <b>INCREASE IN NET ASSETS FROM OPERATIONS</b>                  | <b>\$ 185,275</b>            |

The accompanying notes are an integral part of these financial statements.

T. ROWE PRICE SPECTRUM INTERNATIONAL EQUITY FUND

(Unaudited)

**STATEMENT OF OPERATIONS**

(\$000s)

|  | 6 Months<br>Ended<br>6/30/23 |
|--|------------------------------|
| <b>Investment Income (Loss)</b>                                |                              |
| Investment management and administrative expense               | \$ 6,025                     |
| Net investment loss  | (6,025)                      |
| <b>Realized and Unrealized Gain / Loss</b>                     |                              |
| Net realized loss on Sales of underlying Price Funds           | (3,062)                      |
| Change in net unrealized gain / loss on underlying Price Funds | 149,224                      |
| Net realized and unrealized gain / loss                        | 146,162                      |
| <b>INCREASE IN NET ASSETS FROM OPERATIONS</b>                  | <b>\$ 140,137</b>            |

The accompanying notes are an integral part of these financial statements.

(Unaudited)

**STATEMENT OF CHANGES IN NET ASSETS**

(\$000s)

|   | 6 Months<br>Ended<br>6/30/23 | Year<br>Ended<br>12/31/22 |
|---|------------------------------|---------------------------|
| <b>Increase (Decrease) in Net Assets</b>                          |                              |                           |
| Operations  |                              |                           |
| Net investment income (loss)                                      | \$ (2,590)                   | \$ 27,166                 |
| Net realized gain (loss)  | (8,406)                      | 191,771                   |
| Change in net unrealized gain / loss                              | 426,047                      | (1,055,593)               |
| Increase (decrease) in net assets from operations                 | 415,051                      | (836,656)                 |
| Distributions to shareholders                                     |                              |                           |
| Net earnings  |                              |                           |
| Investor Class  | -                            | (174,459)                 |
| I Class   | -                            | (153,210)                 |
| Decrease in net assets from distributions                         | -                            | (327,669)                 |
| Capital share transactions*                                       |                              |                           |
| Shares sold   |                              |                           |
| Investor Class  | 31,764                       | 87,518                    |
| I Class   | 19,519                       | 1,513,095                 |
| Distributions reinvested  |                              |                           |
| Investor Class  | -                            | 170,133                   |
| I Class   | -                            | 144,169                   |
| Shares redeemed   |                              |                           |
| Investor Class  | (113,623)                    | (1,749,800)               |
| I Class   | (65,886)                     | (119,504)                 |
| Increase (decrease) in net assets from capital share transactions | (128,226)                    | 45,611                    |



(Unaudited)

**STATEMENT OF CHANGES IN NET ASSETS**

(\$000s)

|   | 6 Months<br>Ended<br>6/30/23 | Year<br>Ended<br>12/31/22 |
|---|------------------------------|---------------------------|
| <b>Net Assets</b>                         |                              |                           |
| Increase (decrease) during period         | 286,825                      | (1,118,714)               |
| Beginning of period                       | 3,408,652                    | 4,527,366                 |
| <b>End of period</b>                      | <b>\$ 3,695,477</b>          | <b>\$ 3,408,652</b>       |
| <br>*Share information (000s)             |                              |                           |
| Shares sold                               |                              |                           |
| Investor Class                            | 1,519                        | 3,696                     |
| I Class                                   | 914                          | 62,182                    |
| Distributions reinvested                  |                              |                           |
| Investor Class                            | -                            | 8,477                     |
| I Class                                   | -                            | 7,216                     |
| Shares redeemed                           |                              |                           |
| Investor Class                            | (5,322)                      | (72,169)                  |
| I Class                                   | (3,118)                      | (5,267)                   |
| Increase (decrease) in shares outstanding | (6,007)                      | 4,135                     |

The accompanying notes are an integral part of these financial statements.

(Unaudited)

**STATEMENT OF CHANGES IN NET ASSETS**

(\$000s)

|  | 6 Months<br>Ended<br>6/30/23 | Year<br>Ended<br>12/31/22 |
|--|------------------------------|---------------------------|
| <b>Increase (Decrease) in Net Assets</b>               |                              |                           |
| Operations   |                              |                           |
| Net investment income                                  | \$ 129,647                   | \$ 198,587                |
| Net realized gain (loss)                               | (65,709)                     | 8,791                     |
| Change in net unrealized gain / loss                   | 121,337                      | (959,179)                 |
| Increase (decrease) in net assets from operations      | 185,275                      | (751,801)                 |
| Distributions to shareholders                          |                              |                           |
| Net earnings   |                              |                           |
| Investor Class   | (40,632)                     | (122,720)                 |
| I Class  | (85,154)                     | (174,220)                 |
| Decrease in net assets from distributions              | (125,786)                    | (296,940)                 |
| Capital share transactions*                            |                              |                           |
| Shares sold  |                              |                           |
| Investor Class   | 84,676                       | 357,401                   |
| I Class  | 460,911                      | 2,478,485                 |
| Distributions reinvested                               |                              |                           |
| Investor Class   | 38,072                       | 114,789                   |
| I Class  | 82,267                       | 169,287                   |
| Shares redeemed  |                              |                           |
| Investor Class   | (190,846)                    | (2,728,504)               |
| I Class  | (501,636)                    | (616,097)                 |
| Decrease in net assets from capital share transactions | (26,556)                     | (224,639)                 |

T. ROWE PRICE SPECTRUM INCOME FUND

(Unaudited)

**STATEMENT OF CHANGES IN NET ASSETS**

(\$000s)

|                                   | 6 Months<br>Ended<br>6/30/23 | Year<br>Ended<br>12/31/22 |
|-----------------------------------|------------------------------|---------------------------|
| <b>Net Assets</b>                 |                              |                           |
| Increase (decrease) during period | 32,933                       | (1,273,380)               |
| Beginning of period               | 5,927,277                    | 7,200,657                 |
| <b>End of period</b>              | <b>\$ 5,960,210</b>          | <b>\$ 5,927,277</b>       |
| <br>*Share information (000s)     |                              |                           |
| Shares sold                       |                              |                           |
| Investor Class                    | 7,625                        | 30,210                    |
| I Class                           | 41,603                       | 209,884                   |
| Distributions reinvested          |                              |                           |
| Investor Class                    | 3,433                        | 10,052                    |
| I Class                           | 7,416                        | 15,013                    |
| Shares redeemed                   |                              |                           |
| Investor Class                    | (17,208)                     | (231,311)                 |
| I Class                           | (45,294)                     | (53,084)                  |
| Decrease in shares outstanding    | (2,425)                      | (19,236)                  |

The accompanying notes are an integral part of these financial statements.

(Unaudited)

**STATEMENT OF CHANGES IN NET ASSETS**

(\$000s)

|  | 6 Months<br>Ended<br>6/30/23 | Year<br>Ended<br>12/31/22 |
|--|------------------------------|---------------------------|
| <b>Increase (Decrease) in Net Assets</b>               |                              |                           |
| Operations   |                              |                           |
| Net investment income (loss)                           | \$ (6,025)                   | \$ 23,631                 |
| Net realized loss                                      | (3,062)                      | (23,886)                  |
| Change in net unrealized gain / loss                   | 149,224                      | (375,069)                 |
| Increase (decrease) in net assets from operations      | 140,137                      | (375,324)                 |
| Distributions to shareholders                          |                              |                           |
| Net earnings   |                              |                           |
| Investor Class   | -                            | (39,729)                  |
| I Class  | -                            | (55,936)                  |
| Decrease in net assets from distributions              | -                            | (95,665)                  |
| Capital share transactions*                            |                              |                           |
| Shares sold  |                              |                           |
| Investor Class   | 49,211                       | 92,365                    |
| I Class  | 25,070                       | 923,872                   |
| Distributions reinvested                               |                              |                           |
| Investor Class   | -                            | 38,914                    |
| I Class  | -                            | 48,903                    |
| Shares redeemed  |                              |                           |
| Investor Class   | (77,759)                     | (1,126,421)               |
| I Class  | (77,226)                     | (188,075)                 |
| Decrease in net assets from capital share transactions | (80,704)                     | (210,442)                 |

(Unaudited)

**STATEMENT OF CHANGES IN NET ASSETS**

(\$000s)

|                                   | 6 Months<br>Ended<br>6/30/23 | Year<br>Ended<br>12/31/22 |
|-----------------------------------|------------------------------|---------------------------|
| <b>Net Assets</b>                 |                              |                           |
| Increase (decrease) during period | 59,433                       | (681,431)                 |
| Beginning of period               | 1,444,930                    | 2,126,361                 |
| <b>End of period</b>              | <b>\$ 1,504,363</b>          | <b>\$ 1,444,930</b>       |
| *Share information (000s)         |                              |                           |
| Shares sold                       |                              |                           |
| Investor Class                    | 3,683                        | 6,701                     |
| I Class                           | 1,893                        | 62,860                    |
| Distributions reinvested          |                              |                           |
| Investor Class                    | -                            | 3,151                     |
| I Class                           | -                            | 3,989                     |
| Shares redeemed                   |                              |                           |
| Investor Class                    | (5,838)                      | (77,284)                  |
| I Class                           | (5,859)                      | (14,333)                  |
| Decrease in shares outstanding    | (6,121)                      | (14,916)                  |

The accompanying notes are an integral part of these financial statements.

**NOTES TO FINANCIAL STATEMENTS**

T. Rowe Price Spectrum Fund, Inc. (the corporation) is registered under the Investment Company Act of 1940 (the 1940 Act). Spectrum Diversified Equity Fund, Spectrum Income Fund, and Spectrum International Equity Fund (collectively, the Spectrum Funds) are diversified open-end management investment companies established by the corporation. Each Spectrum Fund broadly diversifies its assets within specified ranges among a set of T. Rowe Price mutual funds (underlying Price Funds) representing specific market segments. Spectrum Diversified Equity seeks long-term capital appreciation and growth of income with current income as a secondary objective. Spectrum Income seeks a high level of current income with moderate share price fluctuation. Spectrum International Equity seeks long-term capital appreciation.

Each fund has two classes of shares as follows: Spectrum Diversified Equity Fund (Investor Class) and Spectrum Diversified Equity Fund – I Class (I Class); Spectrum Income Fund (Investor Class) and Spectrum Income Fund – I Class (I Class); and Spectrum International Equity Fund (Investor Class) and Spectrum International Equity Fund – I Class (I Class). I Class shares require a \$500,000 initial investment minimum, although the minimum generally is waived or reduced for financial intermediaries, eligible retirement plans and certain other accounts. Each class has exclusive voting rights on matters related solely to that class; separate voting rights on matters that relate to both classes; and, in all other respects, the same rights and obligations as the other class.

**NOTE 1 - SIGNIFICANT ACCOUNTING POLICIES**

**Basis of Preparation** Each fund is an investment company and follows accounting and reporting guidance in the Financial Accounting Standards Board *Accounting Standards Codification* Topic 946 (ASC 946). The accompanying financial statements were prepared in accordance with accounting principles generally accepted in the United States of America (GAAP), including, but not limited to, ASC 946. GAAP requires the use of estimates made by management. Management believes that estimates and valuations of the underlying Price Funds are appropriate; however, actual results may differ from those estimates, and the valuations reflected in the accompanying financial statements may differ from the value ultimately realized upon sale of the underlying Price Funds.

**Investment Transactions, Investment Income, and Distributions** Investment transactions are accounted for on the trade date basis. Income and expenses are recorded on the accrual basis. Realized gains and losses are reported on the identified

cost basis. Income tax-related interest and penalties, if incurred, are recorded as income tax expense. Dividends received from underlying Price Fund investments are reflected as dividend income; capital gain distributions are reflected as realized gain/loss. Income and capital gain distributions from the underlying Price Funds are recorded on the ex-dividend date. Distributions to shareholders are recorded on the ex-dividend date. Income distributions, if any, are declared by Spectrum Income daily and paid monthly. Income distributions, if any, are declared and paid by Spectrum Diversified Equity and Spectrum International Equity annually. A capital gain distribution may also be declared and paid by each fund annually.

**Class Accounting** Investment management and administrative expenses incurred by each class are charged directly to the class to which they relate. Expenses common to all classes, investment income, and realized and unrealized gains and losses are allocated to the classes based upon the relative daily net assets of each class.

**Capital Transactions** Each investor's interest in the net assets of each fund is represented by fund shares. Each fund's net asset value (NAV) per share is computed at the close of the New York Stock Exchange (NYSE), normally 4 p.m. ET, each day the NYSE is open for business. However, the NAV per share may be calculated at a time other than the normal close of the NYSE if trading on the NYSE is restricted, if the NYSE closes earlier, or as may be permitted by the SEC. Purchases and redemptions of fund shares are transacted at the next-computed NAV per share, after receipt of the transaction order by T. Rowe Price Associates, Inc., or its agents.

**Indemnification** In the normal course of business, the funds may provide indemnification in connection with its officers and directors, service providers and/or private company investments. Each fund's maximum exposure under these arrangements is unknown; however, the risk of material loss is currently considered to be remote.

## NOTE 2 - VALUATION

Each fund's financial instruments are valued at the close of the NYSE and are reported at fair value, which GAAP defines as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Investments in the underlying Price Funds are valued at their closing NAV per share on the day of valuation. Assets and liabilities other than financial instruments, including short-term receivables and payables, are carried at cost, or estimated realizable value, if less, which approximates fair value.

The funds' Board of Directors (the Board) has designated T. Rowe Price Associates, Inc. as the funds' valuation designee (Valuation Designee). Subject to oversight by the Board, the Valuation Designee performs the following functions in performing fair value determinations: assesses and manages valuation risks; establishes and applies fair value methodologies; tests methodologies; and evaluates pricing vendors and pricing agents. The duties and responsibilities of the Valuation Designee are performed by its Valuation Committee. The Valuation Designee provides periodic reporting to the Board on valuation matters.

Various valuation techniques and inputs are used to determine the fair value of financial instruments. GAAP establishes the following fair value hierarchy that categorizes the inputs used to measure fair value:

- Level 1 – quoted prices (unadjusted) in active markets for identical financial instruments that the fund can access at the reporting date
- Level 2 – inputs other than Level 1 quoted prices that are observable, either directly or indirectly (including, but not limited to, quoted prices for similar financial instruments in active markets, quoted prices for identical or similar financial instruments in inactive markets, interest rates and yield curves, implied volatilities, and credit spreads)
- Level 3 – unobservable inputs (including the Valuation Designee's assumptions in determining fair value)

Observable inputs are developed using market data, such as publicly available information about actual events or transactions, and reflect the assumptions that market participants would use to price the financial instrument. Unobservable inputs are those for which market data are not available and are developed using the best information available about the assumptions that market participants would use to price the financial instrument. GAAP requires valuation techniques to maximize the use of relevant observable inputs and minimize the use of unobservable inputs. When multiple inputs are used to derive fair value, the financial instrument is assigned to the level within the fair value hierarchy based on the lowest-level input that is significant to the fair value of the financial instrument. Input levels are not necessarily an indication of the risk or liquidity associated with financial instruments at that level but rather the degree of judgment used in determining those values. On June 30, 2023, all of the fund's financial instruments were classified as Level 1, based on the inputs used to determine their fair values.



**NOTE 3 - INVESTMENTS IN UNDERLYING PRICE FUNDS**

Purchases and sales of the underlying Price Funds during the six months ended June 30, 2023, were as follows:

| (\$000s)  | <b>Spectrum<br/>Diversified<br/>Equity</b> | <b>Spectrum<br/>Income</b> | <b>Spectrum<br/>International<br/>Equity</b> |
|-----------|--|----------------------------|--|
| Purchases | \$ 74,261                                  | \$ 454,776                 | \$ 33,232                                    |
| Sales     | 204,768                                    | 477,313                    | 120,058                                      |

**NOTE 4 - FEDERAL INCOME TAXES**

Generally, no provision for federal income taxes is required since each fund intends to continue to qualify as a regulated investment company under Subchapter M of the Internal Revenue Code and distribute to shareholders all of its taxable income and gains. Distributions determined in accordance with federal income tax regulations may differ in amount or character from net investment income and realized gains for financial reporting purposes. Financial reporting records are adjusted for permanent book/tax differences to reflect tax character but are not adjusted for temporary differences. The amount and character of tax-basis distributions and composition of net assets are finalized at fiscal year-end; accordingly, tax-basis balances have not been determined as of the date of this report.

Each fund intends to retain realized gains to the extent of available capital loss carryforwards. Net realized capital losses may be carried forward indefinitely to offset future realized capital gains. As of December 31, 2022, Spectrum Diversified Equity had no available capital loss carryforwards, Spectrum Income had \$2,170,000 of available capital loss carryforwards, and Spectrum International Equity had \$28,430,000 of available capital loss carryforwards.

At June 30, 2023, the cost of investments (including derivatives, if any) for federal income tax purposes and net unrealized gain (loss) on investments was as follows:

| (\$000s)                                      | <b>Spectrum<br/>Diversified<br/>Equity</b> |           | <b>Spectrum<br/>Income</b> |           | <b>Spectrum<br/>International<br/>Equity</b> |
|---|--|-----------|----------------------------|-----------|--|
| Cost of investments                           | \$   | 2,158,570 | \$                         | 6,414,521 | \$ 1,245,773                                 |
| Unrealized appreciation                       | \$   | 1,616,661 | \$                         | 320,863   | \$ 355,278                                   |
| Unrealized depreciation                       |  | (77,585)  |                            | (771,564) | (95,589)                                     |
| Net unrealized appreciation<br>(depreciation) | \$   | 1,539,076 | \$                         | (450,701) | \$ 259,689                                   |

## NOTE 5 - RELATED PARTY TRANSACTIONS

The Spectrum Funds are managed by T. Rowe Price Associates, Inc. (Price Associates), a wholly owned subsidiary of T. Rowe Price Group, Inc. Price Associates, directly or through sub-advisory agreements with its wholly owned subsidiaries, also provides investment management services to all the underlying Price Funds. Pursuant to various service agreements, Price Associates and its wholly owned subsidiaries provide shareholder servicing and administrative services as well as certain accounting, marketing, and other services to the Spectrum Funds. Certain officers and directors of the Spectrum Funds are also officers and directors of Price Associates and its subsidiaries and of the underlying Price Funds.

Each fund operates in accordance with an amended investment management agreement (amended management agreement), between the corporation, on behalf of the funds, and Price Associates. Under the amended agreement, the Spectrum Diversified Equity Fund pays a fee rate of 0.73% for the Investor Class and 0.58% for the I Class; the Spectrum Income Fund pays a fee rate of 0.62% for the Investor Class and 0.47% for the I Class; and the Spectrum International Equity Fund pays a fee rate of 0.89% for the Investor Class and 0.74% for the I Class, respectively. The all-inclusive management fee covers investment management and all of each fund's operating expenses except for interest expense; expenses related to borrowings, taxes, and brokerage; nonrecurring, extraordinary expenses; and acquired fund fees and expenses. Differences in the all-inclusive fees between certain classes relate to differences in expected shareholder servicing expenses.

In addition, the funds have entered into service agreements with Price Associates and two wholly owned subsidiaries of Price Associates, each an affiliate of the fund (collectively, Price). Price Associates provides certain accounting and administrative services to the funds. T. Rowe Price Services, Inc. provides shareholder and

administrative services in its capacity as the funds' transfer and dividend-disbursing agent. T. Rowe Price Retirement Plan Services, Inc. provides subaccounting and recordkeeping services for certain retirement accounts invested in the funds. Pursuant to the all-inclusive fee arrangement under the investment management and administrative agreement, expenses incurred by the funds pursuant to these service agreements are paid by Price Associates.

Each fund may invest in the T. Rowe Price Transition Fund (Transition Fund) to facilitate the fund's transition between the various underlying Price Funds as the fund rebalances its allocation to the underlying Price Funds.

The Spectrum Funds do not invest in the underlying Price Funds for the purpose of exercising management or control; however, investments by the Spectrum Funds may represent a significant portion of an underlying Price Fund's net assets. At June 30, 2023, Spectrum Diversified Equity Fund and Spectrum International Equity Fund held less than 25% of the outstanding shares of any price fund; Spectrum Income Fund held approximately 67% of the outstanding shares of the Emerging Markets Local Currency Bond Fund, 56% of the GNMA Fund, 47% of the Corporate Income Fund, 32% of the International Bond Fund, and less than 25% of any other underlying Price Fund.

Additionally, Spectrum Income Fund is one of several mutual funds in which certain college savings plans managed by Price Associates may invest. Shareholder servicing costs associated with each college savings plan are allocated to Spectrum Income Fund in proportion to the average daily value of its shares owned by the college savings plan. Shareholder servicing costs allocated to the fund are borne by Price Associates, pursuant to the fund's all-inclusive fee agreement. At June 30, 2023, approximately 65% of the outstanding shares of the I Class were held by the college savings plans.

## **NOTE 6 - OTHER MATTERS**

Unpredictable events such as environmental or natural disasters, war, terrorism, pandemics, outbreaks of infectious diseases, and similar public health threats may significantly affect the economy and the markets and issuers in which the fund invests. Certain events may cause instability across global markets, including reduced liquidity and disruptions in trading markets, while some events may affect certain geographic regions, countries, sectors, and industries more significantly than others, and exacerbate other pre-existing political, social, and economic risks.

Since 2020, a novel strain of coronavirus (COVID-19) has resulted in disruptions to global business activity and caused significant volatility and declines in global financial markets.

In February 2022, Russian forces entered Ukraine and commenced an armed conflict leading to economic sanctions being imposed on Russia and certain of its citizens, creating impacts on Russian-related stocks and debt and greater volatility in global markets.

In March 2023, the collapse of some US regional and global banks as well as overall concerns around the soundness and stability of the global banking sector has sparked concerns of a broader financial crisis impacting the overall global banking sector. In certain cases, government agencies have assumed control or otherwise intervened in the operations of certain banks due to liquidity and solvency concerns. The extent of impact of these events on the US and global markets is highly uncertain.

These are recent examples of global events which may have a negative impact on the values of certain portfolio holdings or each fund's overall performance. Management is actively monitoring the risks and financial impacts arising from these events.

## INFORMATION ON PROXY VOTING POLICIES, PROCEDURES, AND RECORDS

A description of the policies and procedures used by T. Rowe Price funds to determine how to vote proxies relating to portfolio securities is available in each fund's Statement of Additional Information. You may request this document by calling 1-800-225-5132 or by accessing the SEC's website, [sec.gov](http://sec.gov).

The description of our proxy voting policies and procedures is also available on our corporate website. To access it, please visit the following Web page:

<https://www.troweprice.com/corporate/us/en/utility/policies.html>

Scroll down to the section near the bottom of the page that says, "Proxy Voting Guidelines." Click on the links in the shaded box.

Each fund's most recent annual proxy voting record is available on our website and through the SEC's website. To access it through T. Rowe Price, visit the website location shown above, and scroll down to the section near the bottom of the page that says, "Proxy Voting Records." Click on the Proxy Voting Records link in the shaded box.

## RESULTS OF PROXY VOTING

A Special Meeting of Shareholders was held on July 24, 2023 for shareholders of record on April 7, 2023, to elect the following director-nominees to serve on the Board of all Price Funds. The newly elected Directors took office effective July 24, 2023.

The results of the voting were as follows:

|                   | Votes For   | Votes Withheld |
|-------------------|-------------|----------------|
| Melody Bianchetto | 585,995,341 | 3,191,875      |
| Mark J. Parrell   | 586,234,747 | 2,862,714      |
| Kellye L. Walker  | 586,730,343 | 2,703,108      |
| Eric L. Veiel     | 586,712,493 | 2,679,853      |

Teresa Bryce Bazemore, Bruce W. Duncan, Robert J. Gerrard, Jr., Paul F. McBride and David Oestreicher continue to serve as Directors on the Board of all Price Funds.

## HOW TO OBTAIN QUARTERLY PORTFOLIO HOLDINGS

The fund files a complete schedule of portfolio holdings with the Securities and Exchange Commission (SEC) for the first and third quarters of each fiscal year as an exhibit to its reports on Form N-PORT. The fund's reports on Form N-PORT are available electronically on the SEC's website ([sec.gov](http://sec.gov)). In addition, most T. Rowe Price funds disclose their first and third fiscal quarter-end holdings on **[troweprice.com](https://www.troweprice.com)**.

## **APPROVAL OF INVESTMENT MANAGEMENT AGREEMENTS**

Each year, the Board of Directors (Board) of the T. Rowe Price Spectrum Diversified Equity Fund, T. Rowe Price Spectrum Income Fund, and T. Rowe Price Spectrum International Equity Fund (Spectrum Funds) considers the continuation of the investment management agreement (Advisory Contract) between each Spectrum Fund and its investment adviser, T. Rowe Price Associates, Inc. (Adviser). In that regard, at a meeting held on March 6–7, 2023 (Meeting), the Board, including all of the funds' independent directors, approved the continuation of the Spectrum Funds' Advisory Contracts. At the Meeting, the Board considered the factors and reached the conclusions described below relating to the selection of the Adviser and the approval of the Advisory Contracts. The independent directors were assisted in their evaluation of the Advisory Contracts by independent legal counsel from whom they received separate legal advice and with whom they met separately.

In providing information to the Board, the Adviser was guided by a detailed set of requests for information submitted by independent legal counsel on behalf of the independent directors. In considering and approving the continuation of the Advisory Contracts, the Board considered the information it believed was relevant, including, but not limited to, the information discussed below. The Board considered not only the specific information presented in connection with the Meeting but also the knowledge gained over time through interaction with the Adviser about various topics. The Board meets regularly and, at each of its meetings, covers an extensive agenda of topics and materials and considers factors that are relevant to its annual consideration of the renewal of the T. Rowe Price funds' advisory contracts, including performance and the services and support provided to the funds and their shareholders.

### **Services Provided by the Adviser**

The Board considered the nature, quality, and extent of the services provided to the Spectrum Funds by the Adviser. These services included, but were not limited to, directing the funds' investments in accordance with their investment programs and the overall management of the funds' portfolios, as well as a variety of related activities such as financial, investment operations, and administrative services; compliance; maintaining the funds' records and registrations; and shareholder communications. The Board also reviewed the background and experience of the Adviser's senior management team and investment personnel involved in the management of the funds, as well as the Adviser's compliance record. The Board concluded that the information it considered with respect to the nature, quality, and extent of the services provided by the Adviser, as well as the other factors considered at the Meeting, supported the Board's approval of the continuation of the Advisory Contracts.

**APPROVAL OF INVESTMENT MANAGEMENT AGREEMENTS (CONTINUED)****Investment Performance of the Funds**

The Board took into account discussions with the Adviser and detailed reports that it regularly receives throughout the year on relative and absolute performance for the T. Rowe Price funds. In connection with the Meeting, the Board reviewed information provided by the Adviser that compared each fund's total returns, as well as a wide variety of other previously agreed-upon performance measures and market data, against relevant benchmark indexes and peer groups of funds with similar investment programs for various periods through December 31, 2022. Additionally, the Board reviewed each fund's relative performance information as of September 30, 2022, which ranked the returns of the fund's Investor Class for various periods against a universe of funds with similar investment programs selected by Broadridge, an independent provider of mutual fund data.

In the course of its deliberations, the Board considered performance information provided throughout the year and in connection with the Advisory Contracts' review at the Meeting, as well as information provided during investment review meetings conducted with portfolio managers and senior investment personnel during the course of the year regarding the funds' performance. The Board also considered relevant factors, such as overall market conditions and trends that could adversely impact each fund's performance, length of each fund's performance track record, and how closely each fund's strategies align with its benchmarks and peer groups. With respect to the Spectrum Diversified Equity Fund, the Board noted that, as of December 31, 2022, the fund lagged its benchmark for certain performance periods and the fund's total returns ranked in the fourth quartile for certain periods when compared with performance peer groups selected by third-party data providers. The Adviser provided the Board with information addressing the fund's performance relative to its benchmarks and performance peers during the applicable periods and the primary reasons for such results. The Board considered the Adviser's responses relating to the fund's performance during certain of the evaluated periods.

The Board concluded that the information it considered with respect to each of the Spectrum Funds' performance, as well as the other factors considered at the Meeting, supported the Board's approval of the continuation of the Advisory Contracts.

**Costs, Benefits, Profits, and Economies of Scale**

The Board reviewed detailed information regarding the revenues received by the Adviser under the Advisory Contracts and other direct and indirect benefits that the Adviser (and its affiliates) may have realized from its relationship with the funds. In considering soft-dollar arrangements pursuant to which research may be received from broker-dealers that execute the funds' portfolio transactions, the Board noted that the Adviser bears the cost of research services for all client accounts that it advises, including the

**APPROVAL OF INVESTMENT MANAGEMENT AGREEMENTS (CONTINUED)**

T. Rowe Price funds. The Board received information on the estimated costs incurred and profits realized by the Adviser from managing the T. Rowe Price funds. The Board also reviewed estimates of the profits realized from managing each fund in particular, and the Board concluded that the Adviser's profits were reasonable in light of the services provided to the funds.

The Board also considered whether the funds benefit under the fee levels set forth in the Advisory Contracts or otherwise from any economies of scale realized by the Adviser. Under each fund's Advisory Contract, the fund pays the Adviser an all-inclusive management fee, which is based on the fund's average daily net assets. The all-inclusive management fee includes investment management services and provides for the Adviser to pay all of the fund's ordinary, recurring operating expenses except for interest; expenses related to borrowings, taxes, and brokerage; nonrecurring, extraordinary expenses; and any acquired fund fees and expenses. The Adviser has generally implemented an all-inclusive management fee structure in situations where a fixed total expense ratio is useful for purposes of providing certainty of fees and expenses for the investors in these funds and historically has sought to set the all-inclusive management fee rate at levels below the expense ratios of comparable funds to take into account potential future economies of scale. The all-inclusive management fee structure also provides greater flexibility to make investment changes, including underlying fund changes, while maintaining a certain expense ratio for investors.

In addition, the Board noted that the funds potentially share in indirect economies of scale through the Adviser's ongoing investments in its business in support of the T. Rowe Price funds, including investments in trading systems, technology, and regulatory support enhancements, and the ability to possibly negotiate lower fee arrangements with third-party service providers. The Board concluded that the advisory fee structure for the funds provide for a reasonable sharing of benefits from any economies of scale with the funds' investors.

**Fees and Expenses**

The Board was provided with information regarding industry trends in management fees and expenses. Among other things, the Board reviewed data for peer groups that were compiled by Broadridge, which compared: (i) contractual management fees, actual management fees, nonmanagement expenses, and total expenses of the Investor Class of each fund with a group of competitor funds selected by Broadridge (Expense Group); and (ii) actual management fees, nonmanagement expenses, and total expenses of the Investor Class of each fund with a broader set of funds within the Lipper investment classification (Expense Universe). The Board considered each fund's contractual management fee rate, actual management fee rate, and total expenses (all of which generally reflect the all-inclusive management fee rate applicable to that fund and do not deduct the operating expenses paid by the Adviser as part of the overall management fee) in comparison with the information for the Broadridge peer groups. Broadridge generally constructed the peer groups by seeking the most comparable funds based



**APPROVAL OF INVESTMENT MANAGEMENT AGREEMENTS (CONTINUED)**

on similar investment classifications and objectives, expense structure, asset size, and operating components and attributes and, where applicable, ranked funds into quintiles, with the first quintile representing the funds with the lowest relative expenses and the fifth quintile representing the funds with the highest relative expenses. There were certain funds that did not have a sufficient number of funds in their peer group to rank within quintiles. The information provided to the Board indicated that each fund's contractual management fees, actual management fees, and total expenses ranked as follows:

| <b>Fund</b>                        | <b>Contractual Management Fees</b>       | <b>Actual Management Fees</b>  | <b>Total Expenses</b>  |
|------------------------------------|--|--|--|
| Spectrum Diversified Equity Fund   | Third out of five funds (Expense Group)  | Third out of five funds (Expense Group) and third quintile (Expense Universe)            | First out of five funds (Expense Group) and first quintile (Expense Universe)            |
| Spectrum Income Fund               | Second out of four funds (Expense Group) | Second out of four funds (Expense Group) and second out of four funds (Expense Universe) | First out of four funds (Expense Group) and first out of four funds (Expense Universe)   |
| Spectrum International Equity Fund | Second out of two funds (Expense Group)  | Fifth out of five funds (Expense Group) and fifth out of five funds (Expense Universe)   | Second out of five funds (Expense Group) and second out of five funds (Expense Universe) |

The Board also reviewed the fee schedules for other investment portfolios with similar mandates that are advised or subadvised by the Adviser and its affiliates, including separately managed accounts for institutional and individual investors; subadvised funds; and other sponsored investment portfolios, including collective investment trusts and pooled vehicles organized and offered to investors outside the United States. Management provided the Board with information about the Adviser's responsibilities and services provided to subadvisory and other institutional account clients, including information about how the requirements and economics of the institutional business are fundamentally different from those of the proprietary mutual fund business. The Board considered information showing that the Adviser's mutual fund business is generally more complex from a business and compliance perspective than its institutional account business and considered various relevant factors, such as the broader scope of operations and oversight, more extensive shareholder communication infrastructure, greater asset flows, heightened business risks, and differences in applicable laws and regulations associated with the Adviser's proprietary mutual fund business. In assessing the reasonableness of each fund's management fee rate, the Board considered the differences in the nature of the services required for the Adviser to manage its mutual

## **APPROVAL OF INVESTMENT MANAGEMENT AGREEMENTS (CONTINUED)**

fund business versus managing a discrete pool of assets as a subadviser to another institution's mutual fund or for an institutional account and that the Adviser generally performs significant additional services and assumes greater risk in managing the funds and other T. Rowe Price funds than it does for institutional account clients, including subadvised funds.

On the basis of the information provided and the factors considered, the Board concluded that the fees paid by the funds under the Advisory Contracts are reasonable.

### **Approval of the Advisory Contracts**

As noted, the Board approved the continuation of each fund's Advisory Contract. No single factor was considered in isolation or to be determinative to the decision. Rather, the Board concluded, in light of a weighting and balancing of all factors considered, that it was in the best interests of the funds and their shareholders for the Board to approve the continuation of the Advisory Contracts (including the fees to be charged for services thereunder).

This page intentionally left blank.

This page intentionally left blank.

This page intentionally left blank.

This page intentionally left blank.

This page intentionally left blank.

# T.RowePrice®

100 East Pratt Street  
Baltimore, MD 21202

*Call 1-800-225-5132 to request a prospectus or summary prospectus; each includes investment objectives, risks, fees, expenses, and other information that you should read and consider carefully before investing.*