



T.RowePrice

STRATEGY HIGHLIGHTS | Ticker: PRDSX | CUSIP: 779917103

As of December 31, 2023

## Integrated U.S. Small-Cap Growth Equity Fund

**Total QM US Small-Cap Growth Equity Strategy Assets:**<sup>1</sup> \$10.3 billion | **Total Fund Assets:** \$7.8 billion

### INVESTMENT APPROACH

- Identify stocks using a proprietary quantitative stock selection model with a focus on the following characteristics:
  - Attractive valuations relative to the small-cap growth universe as a whole and to other firms within the same industry
  - Judicious capital allocation that benefit shareholders
  - Good earnings quality and profitability
  - Positive price momentum and estimate revisions
- While stock selection is based on a quantitative model, we do take into consideration the fundamental research conducted by T. Rowe Price's equity analysts.
- Investing in small companies involves greater risk than is customarily associated with larger companies, since small companies often have limited product lines, markets, or financial resources.
- The fund's strategy relies heavily on quantitative models to analyze data and construct investment portfolios. Relying on quantitative models entails the risk that the models themselves may be limited or incorrect, that the data that the models rely on may be incorrect or incomplete, and that the adviser may not be successful in selecting companies for investment or determining the weighting of particular stocks.

### PORTFOLIO CONSTRUCTION

- Well-diversified portfolio with approximately 300 securities. Typically the goal is to outperform the benchmark by owning a large number of good stocks instead of making large investments in a small number of stocks.
- Positions typically range from 0.20% to 1.00%.
- In general, sector allocations will be fairly consistent with those of the MSCI benchmark.
- Fully invested with cash typically less than 1%, primarily for transactional needs.

### BENCHMARK

- MSCI US Small Cap Growth Index

### PORTFOLIO MANAGEMENT

#### Sudhir Nanda, CFA®

*Portfolio Manager*

- 24 years of investment experience; 23 years with T. Rowe Price.
- Ph.D., University of Massachusetts
- M.B.A., Indian Institute of Management
- B.A., St. Stephen's College

### PORTFOLIO SPECIALISTS

#### Brian Dausch, CFA®

- 26 years of investment experience; 25 years with T. Rowe Price.
- B.S., University of Delaware

Portfolio Specialists do not assume management responsibilities. For a complete list of the members of the Fund's Investment Advisory Committee, please refer to the Fund's prospectus. CFA® and Chartered Financial Analyst® are registered trademarks owned by CFA Institute.

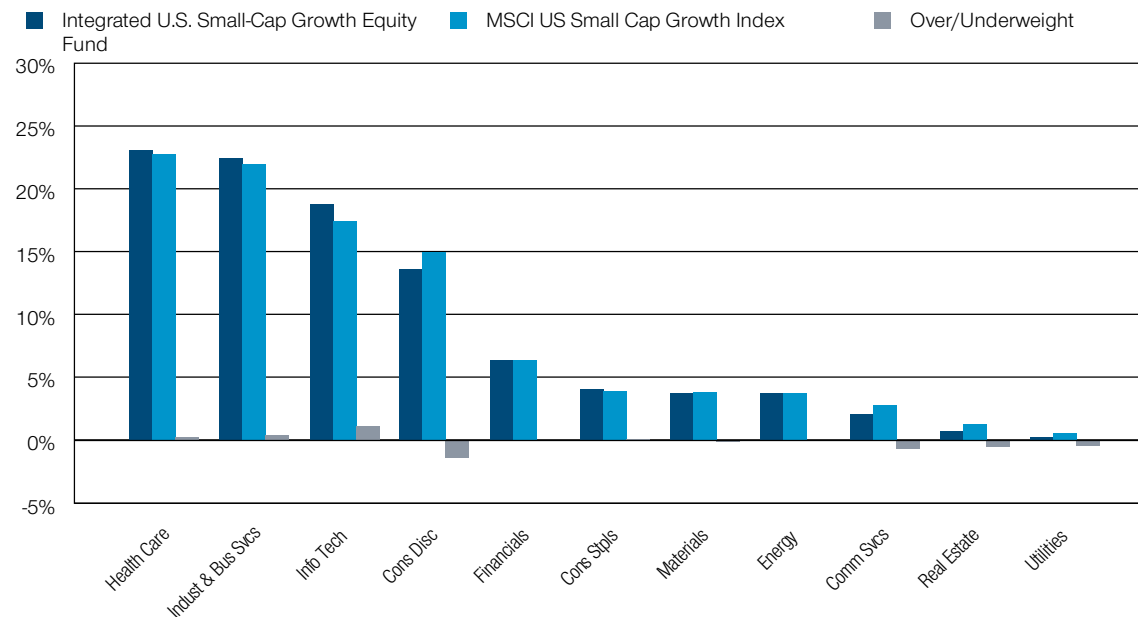
<sup>1</sup> Includes a U.S.-registered mutual fund and subadvised portfolios.

Prior to 5 April 2023, the name of the Integrated U.S. Small-Cap Growth Equity Fund was the QM U.S. Small-Cap Growth Equity Fund.

## TOP 10 ISSUERS

	% of Fund
TopBuild	1.0%
Fabrinet	1.0
Weatherford International	0.9
Ensign	0.9
Curtiss-Wright	0.9
Comfort Systems USA	0.9
SPS Commerce	0.8
UFP Industries	0.8
Murphy USA	0.8
Onto Innovation	0.8
<b>Total</b>	<b>8.8%</b>

## SECTOR DIVERSIFICATION



## PORTFOLIO CHARACTERISTICS

	Fund	MSCI US Small Cap Growth Index
Projected Earnings Growth Rate (3 - 5 Years)*° †	12.0%	13.5%
Price to Earnings (12 Months Forward)*° †	24.9X	26.5X
Return on Equity (Last 12 Months excl. charges)°	18.2%	11.4%
Price to Book (trailing)°	5.3X	4.4X
Investment Weighted Median Market Cap (mm)	\$6,915	\$4,350
Investment Weighted Average Market Cap (mm)	\$7,854	\$4,640
Number of Issuers	313	1,001
Top 20 Issuers as % of Total	16.0%	9.5%
Portfolio Turnover ††	36.9%	–
Active Share	52.3%	–

°Investment Weighted Median.

\*I/B/E/S © 2024 Refinitiv. All rights reserved.

†These statistics are based on the Fund's underlying holdings and are not a projection of future portfolio performance. Actual results may vary.

††Portfolio Turnover represents 1 year period ending 12/31/2023.

## PERFORMANCE

	Three Months	One Year	Annualized (only pertains to the total return figures)			
			Three Years	Five Years	Ten Years	Fifteen Years
Integrated U.S. Small-Cap Growth Equity Fund	12.65%	21.16%	1.52%	11.46%	9.01%	14.27%
MSCI US Small Cap Growth Index	13.48	22.27	0.23	12.29	8.55	13.91
Lipper Small-Cap Growth Funds Index	12.38	18.36	-1.11	11.65	8.54	12.91
Lipper Small-Cap Growth Funds Average	11.35	16.76	-2.40	10.73	7.93	12.60
Lipper Ranking	–	117 of 645	153 of 612	210 of 571	87 of 426	29 of 324
Morningstar Small Growth Category	11.49	16.68	-2.29	10.99	8.09	12.64
Morningstar Ranking	–	95 of 597	101 of 563	173 of 528	89 of 405	32 of 308

**Performance data quoted represents past performance and is not a reliable indicator of future performance. Investment return and principal value will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost. Current performance may be lower or higher than the performance data quoted. To obtain the most recent month-end performance, visit [troweprice.com](https://www.troweprice.com).** The Fund's total return figures reflect the reinvestment of dividends and capital gains, if any.

The Fund's expense ratio as of the most recent prospectus was **0.80%**. See the prospectus for details.

Prior to 5 April 2023, the name of the Integrated U.S. Small-Cap Growth Equity Fund was the QM U.S. Small-Cap Growth Equity Fund.

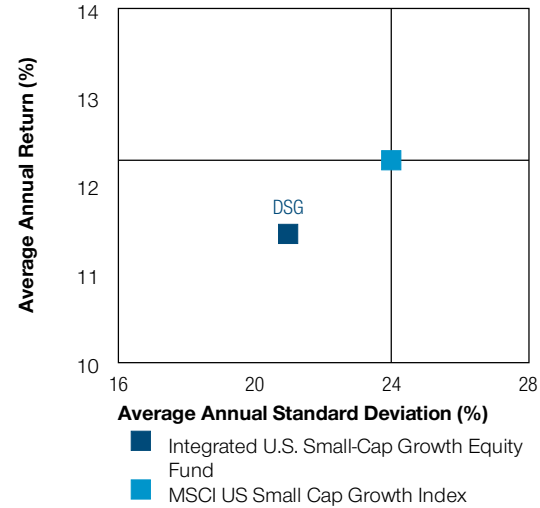
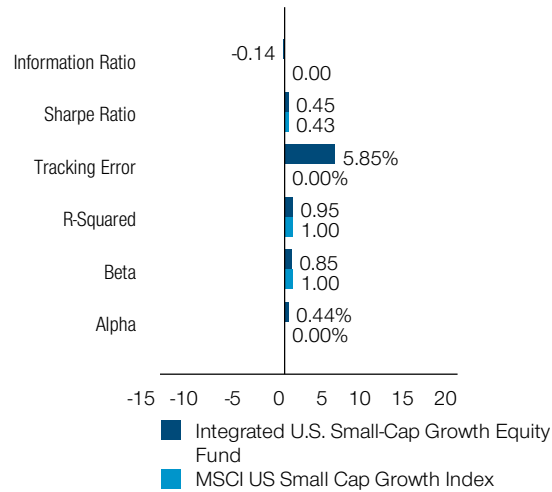
Lipper rankings are based on cumulative total return. The Lipper Average consists of all share classes; each share class is counted separately.

Morningstar rankings are based on average annual total returns. ©2024 Morningstar, Inc. All Rights Reserved. The Morningstar information contained herein: (1) is proprietary to Morningstar and/or its content providers; (2) may not be copied or distributed; and (3) is not warranted to be accurate, complete, or timely. Neither Morningstar nor its content providers are responsible for any damages or losses arising from any use of this information.

The fund(s) may have other share classes available that offer different investment minimums and fees. See the prospectus for details.

RISK/RETURN CHARACTERISTICS

Five Years ended December 31, 2023



Past performance is not a reliable indicator of future performance. Figures are calculated using monthly data and are net of fees.

**ADDITIONAL DISCLOSURES**

Portfolio Construction: There is no guarantee that the investment will remain within the anticipated ranges of exposure.

Active Share is a holdings based measure of active management representing the percentage of a portfolio's holdings that differ from those in its benchmark. Compared to tracking error, which measures the standard deviation of the difference in a manager's returns versus the Benchmark returns, Active Share allows investors to get a clearer understanding of what a manager is doing to drive performance, rather than drawing conclusions from observed returns. The greater the difference between the asset composition of a product and its benchmark, the greater the active share is.

**Consider the investment objectives, risks, and charges and expenses carefully before investing. For a prospectus or, if available, a summary prospectus containing this and other information, call 1-800-638-7780 or visit [troweprice.com](https://www.troweprice.com). Read it carefully.**

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

Source for Lipper data: Lipper Inc. All Lipper Data of the mutual fund information contained in the display was supplied by Lipper, a Refinitiv Company, subject to the following: Copyright 2024 © Refinitiv. All rights reserved. Any copying, republication or redistribution of Lipper content is expressly prohibited without the prior written consent of Lipper. Lipper shall not be liable for any errors or delays in the content, or for any actions taken in reliance thereon.

Source for MSCI data: MSCI. MSCI and its affiliates and third party sources and providers (collectively, "MSCI") makes no express or implied warranties or representations and shall have no liability whatsoever with respect to any MSCI data contained herein. The MSCI data may not be further redistributed or used as a basis for other indices or any securities or financial products. This report is not approved, reviewed, or produced by MSCI. Historical MSCI data and analysis should not be taken as an indication or guarantee of any future performance analysis, forecast or prediction. None of the MSCI data is intended to constitute investment advice or a recommendation to make (or refrain from making) any kind of investment decision and may not be relied on as such.

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

T. Rowe Price uses the current MSCI/S&P Global Industry Classification Standard (GICS) for sector and industry reporting.

The Global Industry Classification Standard ("GICS") was developed by and is the exclusive property and a service mark of Morgan Stanley Capital International Inc. ("MSCI") and Standard & Poor's, a division of The McGraw-Hill Companies, Inc. ("S&P") and is licensed for use by T. Rowe Price. Neither MSCI, S&P nor any third party involved in making or compiling the GICS or any GICS classifications makes any express or implied warranties or representations with respect to such standard or classification (or the results to be obtained by the use thereof), and all such parties hereby expressly disclaim all warranties of originality, accuracy, completeness, merchantability and fitness for a particular purpose with respect to any or such standard or classification. Without limiting any of the foregoing, in no event shall MSCI, S&P, any of their affiliates or any third party involved in making or compiling the GICS or any GICS classifications have any liability for any direct, indirect, special, punitive, consequential or any other damages (including lost profits) even if notified of the possibility of such damages.

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

Certain numbers in this report may not equal stated totals due to rounding. Unless otherwise stated, data is as of the report date.

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

© 2024 T. Rowe Price. All Rights Reserved. T. ROWE PRICE, INVEST WITH CONFIDENCE, and the Bighorn Sheep design are, collectively and/or apart, trademarks of T. Rowe Price Group, Inc.

T. Rowe Price Investment Services, Inc., Distributor.

2016-US-28318