

T. Rowe Price Funds OEIC

Global Select Equity Fund

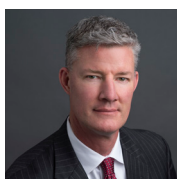
A concentrated, style-balanced global equity portfolio

Fund snapshot

- An actively managed, style-balanced, high conviction global equity fund that aims to deliver consistent positive excess returns over a full market cycle
- Seeks to invest in strong businesses with durable competitive advantages across a wide spectrum of companies
- Primary focus on profitable, mature businesses in mid to large cap securities with sustainable moats and competent management

Asset class	Global equities
Benchmark*	MSCI World Net Index
Inception	June 2022
Portfolio Managers	Peter Bates
Style	Core
No of holdings	30-45
ISIN	GB00BLFG6V23 (C Acc GBP)

Fund overview



"We want to own durable and resilient companies with clear reasons why we expect them to continue to win in the future."

Peter Bates | Portfolio Manager

The T. Rowe Price Global Select Equity Fund is a global style-balanced, concentrated portfolio with a focus on high quality, industry-leading companies that we believe can perform well in any market. We build the portfolio from the bottom-up, with a focus on idiosyncratic opportunities while seeking to neutralise portfolio-defining exposures to macro variables and factors.

Given our ability to invest across the broad geographic and sectoral universe, we use our extensive global research platform to help maximise our opportunity set. With a framework emphasising business quality and risk control, we are focused on stock-specific outcomes rather than macro-specific outcomes. Within the portfolio, we predominantly own steady growers with long growth runways that can durably compound over time, but also have exposure to disruptors with the potential to deliver outlier returns, and cyclicals and turnarounds where fundamentals are inflecting.

ESG considerations are an important component in assessing quality and long-term sustainability of the companies in which we invest, but above all, we focus on investing in profitable, mature, and globally established businesses that are well managed and capable of generating solid revenue and cash flow; qualities we believe can create long-term shareholder value, regardless of the market environment.

Reasons to consider this fund



High Conviction Portfolio

Harnesses the best ideas from our deep global research team into a high conviction portfolio of 30-45 holdings, while integrating both absolute and relative risk control.



Style Balanced Approach

A core portfolio that incorporates ideas across the style spectrum that we believe should do well in all market environments.



Global Expertise

Capitalises on our experienced global research team, and long-term relationships with companies to gain informational insights across a wide spectrum of companies.

*The manager is not constrained by the fund's benchmark, which is used for performance comparison purposes only.

For Professional Clients only. Not for further distribution.

Our global equity advantage



Quick takeaways

- T. Rowe Price has the experience, resources, and capabilities to effectively manage global equity portfolios
- We believe using our expansive global research capabilities across fundamental and responsible investing and leveraging our long-term firmwide insights can assist us in uncovering and exploiting anomalies across the style spectrum within the global equity universe
- A portfolio manager with the global experience and tested framework for consistent decision making

We believe that active management, driven by bottom-up fundamental research, can uncover opportunities regardless of the market environment. We further believe that our research advantage can best identify durable and improving businesses and that we can own them with conviction when the balance of risk and return is favourable.

Our information edge

T. Rowe Price has one of the industry's strongest commitments to in-house research. We aim to bring our clients better insights through deep industry expertise, which we believe can lead to stronger long-term investment results.

The investment process behind the Global Select Equity Fund is designed to take maximum advantage of the firm's broad geographic and industry capabilities. Our global research team provides the breadth of resources and cross-collaboration needed to help uncover opportunities across a wide universe. The team also includes our Responsible Investing team which leverages proprietary analysis to provide research and insights on current and evolving ESG issues impacting individual securities.

Ultimately, we want to invest in quality business that can generate growth in earnings and free cash flow in excess of expectations and buy them at good to fair valuations.

Key to this objective is to garner a deep qualitative understanding of the industry and competitive dynamics, as well as company-specific attributes. It's important not just to

understand the status quo, but also acknowledge and anticipate change. We want to own durable and resilient companies with clear reasons why we expect them to continue to win in the future.

That's why we place so much importance on gaining familiarity with company management and seeking to understand how they think on topics like capital allocation so we can more accurately predict how they will act and respond to future change.

Experience at the helm

Portfolio Manager Peter Bates has over 20 years of investment experience and has been with T. Rowe Price since 2004. As a former industrials analyst, global industrials sector portfolio manager and sector team lead, he brings a global perspective, an analyst's discipline of research, and a deep understanding of the business economics and operational strengths that make companies successful.

Throughout his tenure at T. Rowe Price, he has formed deep relationships with other portfolio managers and analysts from around the globe, including those with sector and regional specialties. His experience leveraging the firm's global research platform and knowledge of multinational companies, we believe, makes Peter well placed to manage a concentrated, yet globally sector-diversified, portfolio.

Fig. 1: Global Select Equity Fund – Stock Selection Is Focused on Identifying Strong Businesses



Quality businesses with good risk/return characteristics

Consistent and growing free cash flow generation



Durable competitive advantages

Pricing power and differentiated capabilities with scale advantages



Established businesses with improving fundamentals and returns

With a clear strategy and good execution through the business cycle



Disrupting businesses gaining share

Large addressable market with high growth and opportunity for extreme outcomes

Our Investment Approach



Quick takeaways

- A high active share portfolio that emphasises bottom-up stock-picking and seeks to minimise excessive factor bets
- We seek to build a truly global portfolio-diversified across style, market cap, sectors and regions-that aims to deliver alpha irrespective of cycle or market leadership
- Multi-dimensional risk management is an integral part of our investment process

Style-balanced portfolio

We apply a consistent investment framework in striving to build a high-conviction, concentrated portfolio of strong businesses with durable competitive advantages across a wide spectrum of companies. These companies can be disruptors, steady growers, or cyclical and turnarounds (see Fig. 2).

The portfolio seeks to have meaningful exposure to steady growth but could be overweight disruptors or cyclical turnarounds at times depending on market opportunities. Constructing a style-balanced portfolio is how we believe we will be able to add value for clients over the long term, regardless of the market environment.

Fig. 2: Style-Balanced Approach Enables Opportunities To Add Value In All Market Environments



Multidimensional risk management lens

The fund seeks to find the right balance between conviction and diversification in pursuit of returns. We expect the majority of portfolio risk (approximately 60%–80%) to come from stock-specific risk. Stock-specific risk is managed through fundamental and ESG analysis, evaluation of management quality, and valuation discipline. Country and sector weightings are derived from our bottom-up stock selection.

Our valuation framework and knowledge of a company's fundamental and ESG merits help us manage idiosyncratic risk. We seek to manage position sizes and individual security characteristics to build a balanced portfolio and diversify risk without sacrificing returns.

At a macro level, our multidimensional approach to risk management helps us to neutralise portfolio-defining macro variable exposures with the goal of avoiding unintended bets.

Holdings	30-45
Position size range	Typically 2-5%
Benchmark**	MSCI World Net Index
Cash level	Typically <5%, max 10%
Sectors	Unconstrained
Countries	Unconstrained
Emerging Markets	Max 10%

*The manager is not constrained by the fund's benchmark, which is used for performance comparison purposes only.

Risks - The following risks are materially relevant to the fund:

The following risks are materially relevant to the fund:

Currency risk – Currency exchange rate movements could reduce investment gains or increase investment losses.

Issuer concentration risk – Issuer concentration risk may result in performance being more strongly affected by any business, industry, economic, financial or market conditions affecting those issuers in which the fund's assets are concentrated.

Small and mid-cap risk – Small and mid-size company stock prices can be more volatile than stock prices of larger companies.

Volatility risk – The performance of the fund has a risk of high volatility.

General fund risks

Equity risk – Equities can lose value rapidly for a variety of reasons and can remain at low prices indefinitely.

ESG and Sustainability risk – ESG and Sustainability risk may result in a material negative impact on the value of an investment and performance of the fund.

Geographic concentration risk – Geographic concentration risk may result in performance being more strongly affected by any social, political, economic, environmental or market conditions affecting those countries or regions in which the fund's assets are concentrated.

Investment fund risk – Investing in funds involves certain risks an investor would not face if investing in markets directly.

Management risk – Management risk may result in potential conflicts of interest relating to the obligations of the investment manager.

Market risk – Market risk may subject the fund to experience losses caused by unexpected changes in a wide variety of factors.

Operational risk – Operational risk may cause losses as a result of incidents caused by people, systems, and/or processes.

Important information

The Funds are sub-funds of the T. Rowe Price Funds OEIC, an investment company with variable capital incorporated in England and Wales which is registered with the UK Financial Conduct Authority and which qualifies as an undertaking for collective investment in transferable securities ("UCITS"). Full details of the objectives, investment policies and risks are located in the prospectus which is available with the key investor information documents in English, together with the articles of incorporation and the annual and semi-annual reports (together "Fund Documents"). Any decision to invest should be made on the basis of the Fund Documents which are available free of charge from the local representative, local information/paying agent or from authorised distributors and via www.troweprice.com.

This material is being furnished for general informational and/or marketing purposes only. The material does not constitute or undertake to give advice of any nature, including fiduciary investment advice, nor is it intended to serve as the primary basis for an investment decision. Prospective investors are recommended to seek independent legal, financial and tax advice before making any investment decision. T. Rowe Price group of companies including T. Rowe Price Associates, Inc. and/or its affiliates receive revenue from T. Rowe Price investment products and services. **Past performance is not a reliable indicator of future performance.** The value of an investment and any income from it can go down as well as up. Investors may get back less than the amount invested.

The material does not constitute a distribution, an offer, an invitation, a personal or general recommendation or solicitation to sell or buy any securities in any jurisdiction or to conduct any particular investment activity. The material has not been reviewed by any regulatory authority in any jurisdiction. Information and opinions presented have been obtained or derived from sources believed to be reliable and current; however, we cannot guarantee the sources' accuracy or completeness. There is no guarantee that any forecasts made will come to pass. The views contained herein are as of the date noted on the material and are subject to change without notice; these views may differ from those of other T. Rowe Price group companies and/or associates.

Under no circumstances should the material, in whole or in part, be copied or redistributed without consent from T. Rowe Price.

The material is not intended for use by persons in jurisdictions which prohibit or restrict the distribution of the material and in certain countries the material is provided upon specific request. It is not intended for distribution to retail investors in any jurisdiction.

UK – This material is issued and approved by T. Rowe Price International Ltd, Warwick Court, 5 Paternoster Square, London EC4M 7DX which is authorised and regulated by the UK Financial Conduct Authority. For Professional Clients only

© 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.