



T. Rowe Price

T. Rowe Price Funds OEIC

US All-Cap Opportunities Equity Fund

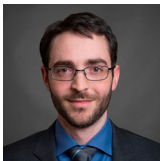
Flexible approach to capture opportunities across the US market

Fund snapshot

- An actively managed US equities portfolio with the flexibility to invest in companies across the style and market cap spectrums.
- Seeks to generate alpha across all areas of the market with particular emphasis on strong risk adjusted returns.
- Adopts a nimble approach to be able to quickly adapt to changing market conditions.

Asset class	US equities
IA Sector	North America
Primary Benchmark*	Russell 3000 Index Net 15% Withholding Tax
Secondary Benchmark*	Russell 3000 Growth Index Net 15% Withholding Tax
Inception	June 2022
Portfolio Manager	Justin White
Style	All-cap core
ISIN	GB00BLFGB288 (C Acc GBP)

Fund overview



"Successful navigation of different market environments is exactly what an all-cap strategy is designed to do, providing the flexibility to invest in companies of any size across the style spectrum."

Justin White | Portfolio Manager

The US All-Cap Opportunities Equity Fund is an actively managed all-cap portfolio seeking to invest in companies we believe offer the highest outperformance probability across a broad investable universe. The investment approach aims to generate a diversified, opportunistic and all-weather portfolio with a flexible mandate in terms of both style and market cap.

The fund is designed to capture our best US equity ideas and enables us to opportunistically shift capital between large, mid and small caps and across growth, core and value companies when we believe risk/reward skews in our favour.

Reasons to consider this fund



Broadest Mandate

A nimble, best ideas fund spanning market caps and styles, with the flexibility to adjust to changing market conditions.



Consistent Approach

A defined but flexible framework provides a robust and pragmatic approach to identifying our highest conviction ideas.



Research Expertise

Fundamental insights from our 100+ US equity analysts help uncover opportunities across the broadest US investment universe.

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

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Why an all-cap approach to US equities makes sense



Quick takeaways

- The US equity market is vast, yet it has become increasingly concentrated at the top end in recent years.
- An all-cap approach provides flexibility to find alpha sources from across the style and market cap spectrums.
- Broader diversification offers the potential to better manage risk and deliver more consistent performance outcomes.

A More Diversified Opportunity Set

Given the size and diversity within the US equity market, we believe it offers tremendous opportunities for experienced stock pickers. In our view, the key to navigating this continually evolving market is to employ a disciplined, repeatable investment approach which we call the 4-Pillars framework. The framework considers the quality of the company, how differentiated our research view is versus consensus expectations, whether fundamentals are improving and, finally, valuation.

By pursuing an all-cap approach to the US, investors can expand the opportunity set in which to find good businesses. In addition, an all-cap mandate allows a manager to quickly adapt to changing market conditions, typically enabling investment anywhere along the market capitalisation spectrum and the rebalancing of risk, across themes, sectors, and individual stocks without restraint.

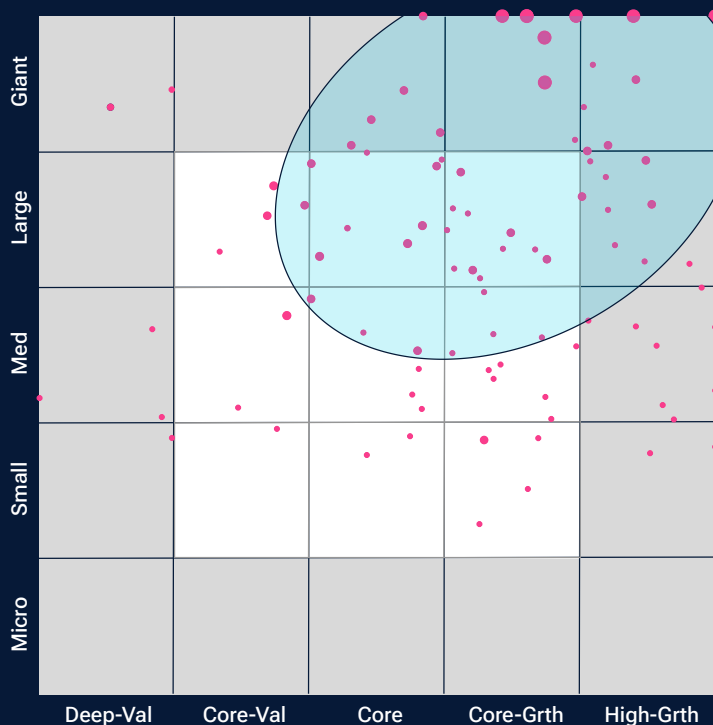
Performance Consistency Over Time

The US equity market has become increasingly concentrated at the top end over the past decade. This has resulted in many US investors needing to take higher-than-normal positions in companies than they traditionally might. Not only does this top-heavy composition increase investors potential for stock-specific risk, but it also overlooks potential opportunities that may reside outside this narrow basket of stocks.

Using a broader benchmark more fully reflects a traditional, diversified approach to investing and provides the opportunity to add value from security selection, not from outsized stock or factor bets. In essence, it enables an investor to better manage risk and potentially deliver more consistent performance outcomes.

Fig 1: US All-Cap Opportunities Equity – A Broad Exposure of Investments

T. Rowe Price Funds OEIC – US All-Cap Opportunities Equity Fund
Morningstar Holdings-Based Style Analysis
As at 31 Dec 2023



- The US All-Cap Opportunities Equity Fund is a diversified, opportunistic, all-weather portfolio with a flexible mandate in terms of both style and market cap.
- We maintain a tilt towards large growth but have the freedom to incorporate value and smaller cap opportunities that score well within our 4-Pillars framework.

The chart above is a snapshot of the portfolio at a given time. The small plot points represent each stock held in the portfolio and its corresponding Morningstar value and capitalization scores (these are determined by a proprietary Morningstar formula). Each plot point varies in size based upon its size within the portfolio. The plot point with a circle around it is the "centroid," which is the weighted aggregate score of the stocks within the portfolio. Source for Morningstar data: © 2024 Morningstar, Inc. All Rights Reserved. The 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. Past performance is no guarantee of future results.

Our Investment Approach



Quick takeaways

- Broad mandate that provides access to the best ideas spanning market caps and styles.
- Proprietary investment framework that focuses on four 'pillars': quality, expectations, better or worse, and valuation.
- Diversified approach helps minimise downside risk to deliver a consistent experience for investors.

T. Rowe Price has been managing US equity funds for more than 85 years and as one of the largest active managers of US equities, we are able to acquire valuable access to the management of the companies we hold. This improves our ability to assess the opportunities and challenges those companies are facing.

4-Pillars Investment Framework

The US All-Cap Opportunities Equity Fund has arguably the most flexible mandate of our US equity fund range, unconstrained by investment style or market cap, and able to nimbly pivot as opportunities arise.

The investment approach is guided by a flexible and pragmatic investment framework (see Fig. 2) that seeks to identify companies that we believe offer the highest outperformance probability across a broad investable universe. Portfolio Manager, Justin White, has used this framework for over a decade to guide his decision-making. While it is rare to have all four pillars working in your favour at once, the more working in your favour and the fewer working against you, the more likely we think a stock is to outperform.

Ultimately, we believe that companies with sustainable and durable earnings, revenue, and cash flow growth drive shareholder value.

Fig. 2: Our 4-pillars investment framework



A Diversified US Equity Portfolio

All decisions are driven by the 4-Pillars investment framework.

We weight individual positions based on our confidence in the security's return potential relative to other holdings and to maintain diversification. Initial position size will vary based on conviction and market capitalisation of the stock. We will usually purchase shares slowly and build a position over time.

Sector and industry weightings are a residual of our bottom-up stock selection and can, and frequently do, vary significantly from those of our benchmark.

Ultimately, Justin applies his seasoned judgement to construct a portfolio of our 80-100 highest-conviction investment ideas within sector, industry, and company guidelines.

Holdings	80-100
Position size range	Typically 0.5-5.0%
Primary Benchmark*	Russell 3000 Index Net 15% Withholding Tax
Secondary Benchmark*	Russell 3000 Growth Index Net 15% Withholding Tax
Cash level	Typically <5%
Expected turnover	60-90%
Sectors	Typically 0.5x to 2.0x vs benchmark weightings
Typical market cap	70% > USD 50bn 30% < USD 50bn

* 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:

Currency - 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.

Sector concentration risk - Sector concentration risk may result in performance being more strongly affected by any business, industry, economic, financial or market conditions affecting a particular sector 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.

General fund risks

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

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 - May result in potential conflicts of interest relating to the obligations of the investment manager.

Market risk - Prices of many securities change daily and can fall based on 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 Fund is a sub-fund 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.

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