



AUSTRALIAN UNIT TRUST PORTFOLIO UPDATE

T. Rowe Price Global Equity (Hedged) Fund - I Class

As of 31 July 2023

Portfolio Manager:
R. Scott Berg

Joined Firm:
2002

Investment Experience:
21 Years

Morningstar Gold
Morningstar Medalist Rating™:
As of 02/06/2023
Analyst-Driven % 100 Data Coverage % 100



INVESTMENT OBJECTIVE

The Fund's objective is to provide long-term capital appreciation by investing primarily in a portfolio of securities of companies which are traded, listed or due to be listed, on recognised exchanges and/or markets throughout the world. The portfolio may include investments in the securities of companies traded, listed or due to be listed, on recognised exchanges and/or markets, of developing countries.

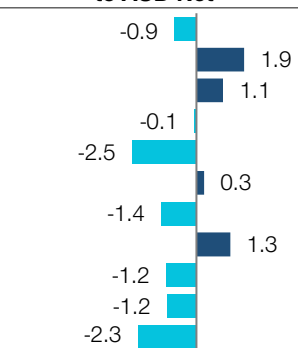
TOP 10 HOLDINGS

	Country	Industry	% of Fund
Microsoft	United States	Software	3.5%
Apple	United States	Technology Hardware, Storage & Peripherals	3.1
NVIDIA	United States	Semiconductors & Semiconductor Equipment	2.4
Amazon.com	United States	Broadline Retail	2.4
Alphabet	United States	Interactive Media & Services	2.2
Roper Technologies	United States	Industrial Conglomerates	1.8
Fiserv	United States	Financial Services	1.5
Eli Lilly and Co	United States	Pharmaceuticals	1.3
Evotec	Germany	Life Sciences Tools & Services	1.3
Linde	United States	Chemicals	1.2

SECTOR EXPOSURE

	% of Fund
Information Technology	21.3%
Financials	17.2
Industrials & Business Services	11.7
Health Care	11.5
Consumer Discretionary	9.0
Consumer Staples	7.5
Communication Services	6.2
Materials	5.6
Energy	3.5
Real Estate	1.1
Utilities	0.4

Fund vs. MSCI AC World Index ex Australia Hedged to AUD Net



Annualised

PERFORMANCE

	One Month	Three Months	Year-to-date	One Year	Three Years	Five Years	Since Fund Inception
T. Rowe Price Global Equity (Hedged) Fund - I Class (Gross – AUD) [*]	3.52%	9.58%	16.89%	8.49%	3.77%	7.24%	11.69%
T. Rowe Price Global Equity (Hedged) Fund - I Class (Net – AUD) ^{**}	3.44	9.33	16.26	7.46	2.78	6.13	10.48
MSCI All Country World Index ex Australia Hedged to AUD Net ^{***}	3.09	8.24	16.98	10.43	9.94	7.37	10.18
Value Added (Gross) ¹	0.43	1.34	-0.09	-1.94	-6.17	-0.13	1.51
Value Added (Net) ²	0.35	1.09	-0.72	-2.97	-7.16	-1.24	0.30

Past performance is not a reliable indicator of future performance.

Source for performance: T. Rowe Price.

^{*} Gross-of-fees performance is the net return with fees and expenses added back.

^{**} Net-of-fees performance is based on end-of-month redemption prices after the deduction of fees and expenses and the reinvestment of all distributions.

Figures include changes in principal value. Investment return and principal value will vary, and an account may be worth more or less at termination than at inception. For further details, please refer to the fund's product disclosure statement and reference guide which are available from Equity Trustees or TRPAU.

^{***} Index returns shown with reinvestment of dividends after the deduction of withholding taxes.

¹The Value Added is shown as the Fund (Gross) minus its Index.

²The Value Added is shown as the Fund (Net) minus its Index.

This material is provided for informational purposes only and is not intended to be investment advice or a recommendation to take any particular investment action. The views and portfolio holdings contained herein are as of date noted on the material and are subject to change without further notice. The specific securities identified and described do not necessarily represent all of the securities purchased, sold, or recommended for the Fund and no assumptions should be made that the securities identified and discussed were or will be profitable.

COUNTRY DIVERSIFICATION (TOP 10) MSCI AC World

	% of Fund	Index ex Australia Hedged to AUD Net
United States	56.3%	62.9%
India	4.9	1.5
Germany	3.8	2.1
United Kingdom	3.7	3.7
China	3.3	3.4
Philippines	2.8	0.1
Vietnam	2.6	0.0
Japan	2.5	5.6
France	2.3	3.1
Canada	2.3	2.9

MARKET REVIEW

In Australian dollar terms, global equities rose in July, buoyed by generally favorable economic data and second-quarter corporate earnings reports that were, in many cases, better than feared. Investors continued to be hopeful that the global economy could avoid a recession and that moderating inflation would prompt central banks, especially the U.S. Federal Reserve, to slow the pace of interest rate increases.

U.S. stocks advanced as signs of cooling inflation spurred hopes that interest rates could be near their peak and that the economy might avoid a significant contraction. The Federal Reserve announced a 25-basis points* increase in the federal funds target rate on July 26, which was expected. Investors appeared encouraged by Fed Chair Jerome Powell's comments that monetary policy was now "putting downward pressure on economic growth and inflation," but he also stressed that further changes to interest rates would be guided by incoming data. In other positive news, the U.S. economy expanded by more than expected in the second quarter as both business and consumer spending continued to be robust.

Developed European markets also gained ground. Concerns that interest rates would stay higher for longer sapped stocks at the start of the month, but investor sentiment strengthened after the European Central Bank (ECB) hinted that policy tightening might end soon. Annual inflation in the eurozone slowed to 5.3% in July from 5.5% in June but remained well above the ECB's 2% target. Meanwhile, the eurozone economy strengthened more than expected in the second quarter. In the UK, inflation eased; however, the Bank of England indicated that strong wage growth could keep consumer price inflation higher for longer.

Developed Asian markets rose broadly, led by Singapore. In Japan, the Bank of Japan (BoJ) surprised investors by tweaking its monetary policy, announcing that it would increase flexibility around its yield curve control (YCC) target. After the announcement, BoJ Governor Kazuo Ueda said that the surprise policy change did not represent an unwinding of YCC and negative-rate policy but was rather a risk-management decision made for technical reasons.

Emerging markets rose sharply and outperformed their developed market peers. In Asia, Chinese equities advanced after Beijing pledged to provide stimulus to boost domestic consumption amid a flagging recovery. In Latin America, Brazil continued its firm momentum as inflation eased to 3.2% and lifted hopes for a rate cut in August. Emerging European markets were almost entirely positive. Turkish equities recorded robust results after the central bank increased the interest rate by 250 basis points* to 17.5%. Sentiment in Poland, Greece, and Hungary was bolstered by still-strong economic indicators that raised expectations that interest rate hikes may be near a peak.

Sector performance in the MSCI All Country World Index ex Australia Hedged to AUD Net was entirely positive. Energy, communication services, and materials were the strongest performers, while health care lagged but still produced positive returns.

PORTFOLIO CHARACTERISTICS

	Fund	MSCI AC World Index ex Australia Hedged to AUD Net
Number of Issuers	211	2,791
Top 20 Issuers as Percent of Total	29.7%	24.9%
Percent of Portfolio in Cash	4.9%	-
Portfolio Turnover (12 Months)	64.7%	-
Active Share	67.6%	-

FUND REVIEW

The fund outperformed the MSCI All Country World Index ex Australia Hedged to AUD Net for the one-month period ended July 31, 2023. Evotec was the largest relative contributor for the month. Although the European contract research organization lowered its 2023 full-year guidance due to the impact from a cyberattack earlier in the year, shares rose on the back of several positive developments, including a contract with the U.S. Department of Defense and news that Bristol-Myers Squibb would be entering into an exclusive licensing agreement. Management also indicated that despite one-off issues affecting 2023 growth, it fully expects reaccelerating in 2024 and beyond. Evotec continues to be one of the portfolio's highest-conviction ideas, and we believe the company should benefit from secular tailwinds and deeper customer penetration as end market businesses choose to outsource research services more often. At the sector level, stock selection in consumer discretionary helped relative returns, with our holdings in Rivian Automotive, Li Auto, and DoorDash performing the best. On the other hand, holdings in financials hurt relative returns, especially our positions in Fiserv, Axis Bank, and HDFC Bank.

OUTLOOK

Global equity markets have powered higher through the first half of the year, proving more resilient than many expected, particularly in an environment where inflation has remained sticky, interest rates have continued to rise, and geopolitical tensions have persisted. In our view, markets have gotten a bit ahead of themselves as the U.S. economy and corporate earnings have been a bit better than feared, and the exuberance surrounding artificial intelligence has pushed technology stocks higher. However, this has made the Federal Reserve's job to bring down inflation harder. If the economy keeps surprising to the upside, it means rates will need to stay higher for longer. Ultimately, the Fed is committed to taming inflation, and to do that they have to inject some slack into the labor market.

We are not predicting a technical recession for the U.S., but we do think we are no longer in the golden profit era that defined the decade-plus period following the global financial crisis. During that time, corporates had lower rates on their debt, lower taxes on their profits, and globalization of supply chains, and they were tapping global demand. Now we have companies paying higher rates on their debt, paying higher taxes on their profits, dealing with supply chains that are less global, and paying more for their employees and materials. This is likely to translate into a less positive corporate growth outlook, but one where we believe the best companies will stand out.

The market is evolving with higher rates, higher inflation, and more challenged growth, but we remain encouraged by the names we own in the portfolio. We continue to invest in idiosyncratic ideas across the growth spectrum while broadly maintaining portfolio balance across sectors. In a still highly fluid near-term macroeconomic backdrop, we recognize the importance of taking a longer-term view and believe that, over time, well-run businesses will remain good investments.

*A basis point is 0.01 percentage points.

CONTACT US

For more information about the Fund, please contact our Relationship Management team on +61 2 8667 5700 or visit www.troweprice.com

FUND INFORMATION

APIR	ETL0312AU
Inception Date	5 April 2016
Benchmark	MSCI All Country World Index ex Australia Hedged to AUD Net
Management Fees and Cost [^]	0.96% pa
Distribution	Annually
Buy/Sell	Buy +0.30% / Sell -0.20%
Total Assets	\$761,593,485 AUD

[^]The Management Fee for the T. Rowe Price Global Equity (Hedged) Fund - I Class is 0.96% p.a. and the Indirect Cost is 0.00% p.a. Full details of other fees and charges are available within the Fund's Product Disclosure Statement and Reference Guide.

ADDITIONAL DISCLOSURES

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

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 with tracking error, which measures the standard deviation of the difference in a manager's returns versus the index 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.

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.

The information shown does not reflect any Exchange Traded Funds (ETFs) that may be held in the fund.

Source for Sector Diversification: T. Rowe Price uses the current MSCI/S&P Global Industry Classification Standard (GICS) for sector and industry reporting. T. Rowe Price will adhere to all updates to GICS for prospective 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 or 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.

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

The rating issued for T. Rowe Price Global Equity (Hedged) Fund - I Class (**assigned April 2022**) are published by Lonsec Research Pty Ltd ABN 11 151 658 561 AFSL 421 445 (Lonsec). Ratings are general advice only, and have been prepared without taking account of your objectives, financial situation or needs. Consider your personal circumstances, read the product disclosure statement and seek independent financial advice before investing. The rating is not a recommendation to purchase, sell or hold any product. Past performance information is not indicative of future performance. Ratings are subject to change without notice and Lonsec assumes no obligation to update. Lonsec uses objective criteria and receives a fee from the Fund Manager. Visit lonsec.com.au for ratings information and to access the full report. © 2022 Lonsec. All rights reserved.

The Zenith Investment Partners (ABN 27 103 132 672, AFS Licence 226872) ("Zenith") rating (**assigned 30 November 2022**) referred to in this piece is limited to "General Advice" (s766B Corporations Act 2001) for Wholesale clients only. This advice has been prepared without taking into account the objectives, financial situation or needs of any individual, including target markets of financial products, where applicable, and is subject to change at any time without prior notice. It is not a specific recommendation to purchase, sell or hold the relevant product(s). Investors should seek independent financial advice before making an investment decision and should consider the appropriateness of this advice in light of their own objectives, financial situation and needs. Investors should obtain a copy of, and consider the PDS or offer document before making any decision and refer to the full Zenith Product Assessment available on the Zenith website. Past performance is not an indication of future performance. Zenith usually charges the product issuer, fund manager or related party to conduct Product Assessments. Full details regarding Zenith's methodology, ratings definitions and regulatory compliance are available on our Product Assessments and at [Fund Research Regulatory Guidelines](#).

T. Rowe Price Global Equity (Hedged) - I Class received a Morningstar Medalist Rating™ of 'Gold' as of **02 June 2023**. © 2023 Morningstar, Inc. All rights reserved. Neither Morningstar, its affiliates, nor the content providers guarantee the data or content contained herein to be accurate, complete or timely nor will they have any liability for its use or distribution. This report or data has been prepared for clients of Morningstar Australasia Pty Ltd (ABN: 95 090 665 544, AFSL: 240892) and/or New Zealand wholesale clients of Morningstar Research Ltd, subsidiaries of Morningstar, Inc. Any general advice has been provided without reference to your financial objectives, situation or needs. For more information refer to our Financial Services Guide at www.morningstar.com.au/s/_/morningstar.com.au fsg.pdf. You should consider the advice in light of these matters and if applicable, the relevant Product Disclosure Statement before making any decision to invest. Morningstar's publications, ratings and products should be viewed as an additional investment resource, not as your sole source of information. Morningstar's full research reports are the source of any Morningstar Ratings and are available from Morningstar or your adviser. Past performance does not necessarily indicate a financial product's future performance. To obtain advice tailored to your situation, contact a financial adviser.

IMPORTANT INFORMATION

Equity Trustees Limited ("Equity Trustees") (ABN 46 004 031 298 AFSL 240975) is a subsidiary of EQT Holdings Limited (ABN 22 607 797 615), a publicly listed company on the Australian Stock Exchange (ASX:EQT). Equity Trustees and T. Rowe Price Australia Limited ("TRPAU") (ABN: 13 620 668 895 and AFSL: 503741) are, respectively, the responsible entity and investment manager of the T. Rowe Price Australian Unit Trusts. Available in Australia for resident investors only and in New Zealand for Wholesale Investors only.

A Target Market Determination for each T. Rowe Price Australian Unit Trust (or class of units in a Trust) is available here (www.eqt.com.au/insto [eqt.com.au]). A Target Market Determination is a document which is required to be made available from 5 October 2021. It describes who the financial product is likely to be appropriate for (i.e. the target market), and any conditions around how the product can be distributed to investors. It also describes the events or circumstances where Equity Trustees Limited, the responsible entity of the T. Rowe Price Australian Unit Trusts may need to review the Target Market Determination for the financial product.

Past performance is not a reliable indicator of future performance. The price of any fund may go up or down. Investment involves risk including a possible loss to the principal amount invested. For general information purposes only, does not take into account the investment objectives, financial situation or needs of any particular investor. For further details, please refer to each fund's product disclosure statement and reference guide which are available from Equity Trustees (www.eqt.com.au/insto) or TRPAU (www.troweprice.com.au/investor) / (www.troweprice.nz).

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.

This document has been prepared without taking account of any person's individual objectives, financial situation or needs. A person should, before making any investment decisions, consider the appropriateness of the information in this document and seek independent professional advice having regard to their objectives, financial situation and needs.

Any person should consider the relevant product disclosure statement ("PDS") in relation to the fund(s) named in this document (if any) before making a decision in relation to the relevant product. Contact Equity Trustees Limited, the responsible entity and T. Rowe Price Australia Limited, the investment manager, for a copy of the PDS.

© 2023 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.

202308-3045703 / 202308-3045704