T.RowePrice®
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QUARTERLY REVIEW

Institutional Large-Cap Value Fund

As of September 30, 2019

PORTFOLIO HIGHLIGHTS

The portfolio outperformed the Russell 1000 Value Index for the three-month period ended September 30, 2019.

Relative performance drivers:

- Health care contributed due to stock selection.
- Stock choices in industrials and business services bolstered relative returns.
- Real estate detracted due to an underweight.

Additional highlights:

- During the period, we bought shares of high-quality names that we believe feature attractive risk/reward profiles. We also identified opportunities to sell shares of certain companies in light of recent stock price appreciation.
- We recognize that, late in the business cycle, valuations in the U.S. equity space are elevated. We are also aware that geopolitical turbulence continues to disproportionately impact certain assets. Given these challenging market conditions, we continue to seek out companies with strong fundamentals and compelling risk/reward profiles that have been discounted due to idiosyncratic challenges.

FUND INFORMATION

Symbol	TILCX
CUSIP	45775L200
Inception Date of Fund	March 31, 2000
Benchmark	Russell 1000 Value Index
Expense Information (as of the most recent Prospectus)	0.57%
Fiscal Year End	December 31
12B-1 Fee	–
Total Assets (all share classes)	$3,513,867,948
Percent of Portfolio in Cash	2.4%

PERFORMANCE

(NAV, total return)

				Annualized			
	Three Months	Year-to-Date	One Year	Three Years	Five Years	Ten Years	Fifteen Years
Institutional Large-Cap Value Fund	2.18%	18.61%	4.18%	9.80%	8.06%	11.47%	8.19%
Russell 1000 Value Index	1.36	17.81	4.00	9.43	7.79	11.46	7.82
S&P 500 Index	1.70	20.55	4.25	13.39	10.84	13.24	9.01

CALENDAR YEAR PERFORMANCE

(NAV, total return)

	Inception Date	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
Institutional Large-Cap Value Fund	Mar 31 2000	28.09%	13.27%	-1.19%	17.85%	33.98%	13.13%	-3.32%	16.20%	16.83%	-9.35%
Russell 1000 Value Index		19.69	15.51	0.39	17.51	32.53	13.45	-3.83	17.34	13.66	-8.27
S&P 500 Index		26.46	15.06	2.11	16.00	32.39	13.69	1.38	11.96	21.83	-4.38

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. 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. Read it carefully. The Fund's total return figures reflect the reinvestment of dividends and capital gains, if any.
The value approach carries the risk that the market will not recognize a security's intrinsic value for a long time, or that a stock judged to be undervalued may actually be appropriately priced.
The fund(s) may have other share classes available that offer different investment minimums and fees. See the prospectus for details.

PERFORMANCE REVIEW

Trade and Fed Hopes Fade as Quarter Progresses
U.S. stocks were mixed in the third quarter. Optimism about a trade deal with China drove stocks higher early in the period, helped by news of a truce in the trade war at the G-20 summit on the last weekend of June. Hopes for a decisively "dovish" turn in Federal Reserve policy also boosted sentiment.

Disappointments on both the China and monetary policy fronts soon derailed the market's gains, however. On August 1, stocks suffered their biggest intraday plunge since May, after the U.S. announced it would impose a new 10% tariff on Chinese imports. China retaliated with new tariffs of its own, although both sides made conciliatory gestures as the quarter came to an end. The Fed cut rates by a quarter point at each of its two meetings in the quarter, less than many had hoped, while officials suggested that further cuts might be on hold.

Health Care Contributed Due to Stock Selection
The health care sector underperformed the broader market during the quarter, with several industries facing unique challenges. Pharmaceuticals names continued to trade lower due to the possibility of bipartisan action on drug-pricing reform. Health care providers suffered due to headline risk associated with Medicare for All, which has emerged as a significant talking point ahead of the 2020 U.S. presidential election. Meanwhile, disappointing direct-to-consumer sales among select life-science stocks dragged down valuations. However, our stock choices boosted relative performance.

- Medtronic benefited from above-consensus revenue growth, due mainly to strong results from the company's cardiac and vascular unit. We remain positive on Medtronic given its defensive earnings growth profile, diverse end markets, and attractive valuation relative to peers. We also believe the company's robust product pipeline could boost its topline growth.
- Shares of CVS Health rose as strong demand for prescription drugs and health-related products lifted the company's retail business. Higher brand-name prescription drug prices also boosted pharmacy benefit management profitability during the quarter. We believe CVS Health's improving fundamentals provide greater visibility to near-term earnings growth. We also remain optimistic that the company's recent acquisition of insurer Aetna will yield longer-term benefits, including through expanded use of health clinics within CVS Health pharmacies.

Stock Choices in Industrials and Business Services Bolstered Relative Returns
Supply chain uncertainties stemming from escalating U.S.-China trade tensions and Brexit fears weighed on names throughout the sector. Select industrial conglomerates also suffered due to idiosyncratic challenges. However, aerospace and defense firms continued to benefit from an extended bull market for defense spending. Our stock selection aided relative results.

- Shares of UPS soared as the company's Next Day Air service drove better-than-expected quarterly profit and revenue growth. Management reported that domestic demand for Next Day Air grew at its fastest clip in a decade. We are encouraged by Next Day Air's market share gains and remain optimistic about the company's revamped pricing program, which has reduced unit costs and improved throughput. We believe UPS is in the early innings of a longer-term operational transformation.

Financials Supported Relative Performance Due to Stock Selection
Financials stocks delivered a mixed performance during the quarter. On the positive side, elevated trading volumes boosted several exchange operators and investment management firms. However, an inversion of a key segment of the yield curve late in the quarter weighed on the sector at large. In addition to threatening bank profits and lending activity, the inversion set off fears of a broader economic slowdown, which sent investors searching for more defensive assets. Our stock choices lifted relative results.

- Shares of Wells Fargo gained along with other banks as signs of optimism regarding a potential U.S.-China trade war cease-fire lifted long-term Treasury yields late in the period; higher long-term yields, when combined with lower short-term rates, boost lending margins. The stock also rose on news of a new CEO hire. We are encouraged by the bank's increased focus on risk management and compliance and believe the hiring of a new CEO is a key step in the ongoing turnaround plan. We feel that Wells Fargo is attractively valued relative to peers and believe the bank's defensive profile could help it withstand a potential credit slowdown.
- Chubb continued to benefit from a firming pricing environment among property and casualty insurers. Despite the recent share price appreciation, we believe Chubb's valuation remains attractive, especially given the company's market-leading position amid a general upcycle in property and casualty insurance.

Real Estate Detracted Due to an Underweight
Real estate firms benefited from strong secular tailwinds throughout the quarter, as lower borrowing costs and emerging signs of a housing supply shortage lifted real estate asset prices. In addition, investors looking for stability continued to favor real estate investment trusts (REITs), which have taken on a more durable profile in recent years due to better strategic asset allocation. Our underweight position hampered relative performance.

Stock Selection and an Underweight in Communication Services Hurt Relative Results
Within the sector, select interactive media and services firms drove returns due in part to rising revenue from advertising and cloud computing. Company-specific events, such as activist involvement, also helped the sector outperform the market at large. Additionally, investors were more attracted to the relatively high dividend yields offered by many communication services firms in the wake of two Federal Reserve interest rate cuts. Our stock choices and an underweight allocation lowered relative returns.

- Despite reporting strong quarterly results fueled by lower programming costs, Fox suffered due to investor skepticism concerning the pay-TV business model. While we acknowledge the potential risks associated with the growth of direct-to-consumer programming and the rising cost of sports rights, we continue to believe Fox is undervalued given its premium entertainment offerings.

PORTFOLIO POSITIONING AND ACTIVITY

During the period, we bought shares of high-quality names that we believe feature attractive risk/reward profiles. We also identified opportunities to sell shares of certain companies in light of recent stock price appreciation.

Health Care

We have a diversified view of the sector, considering the myriad challenges and opportunities health care companies face, including the potential for drug-pricing reform and a single-payer health care system, mergers and acquisitions, and an aging U.S. population. We sold shares of several names during the period.

- We sold shares of pharmaceutical company Merck. Although we like the company for its durable growth profile and innovative product portfolio, we believe the stock's valuations are elevated given the mounting competitive pressures and political headwinds for pharmaceutical companies.
- We bought shares of biopharmaceutical company AbbVie in the wake of its announced acquisition of Allergan, a deal that we believe provides the company with several new durable revenue streams. We have faith in AbbVie's experienced management team, and we used the market's negative reaction to the deal as a buying opportunity.

Industrials and Business Services

Within the industrials and business services sector, we invest in companies that reach many different end markets and have solid business models and/or an ability to generate strong cash flows.

- Industrial conglomerate GE sank amid a report detailing concerns over the company's accounting practices and heightened risks from its long-term care insurance business. We believe the market reacted too negatively to the report, which we do not believe identified notable new challenges. Though we acknowledge prior management's missteps and the remaining secular challenges GE faces, we opportunistically bought shares on weakness, as we remain confident in the current leadership team and like the company's attractive valuation.

Information Technology

We generally view the information technology sector as cyclical, with many companies operating at different stages within their industry's specific cycle. Within the sector, we favor holdings in the semiconductors and semiconductor equipment industry, which we believe should benefit from the continued proliferation of internet-connected devices.

- We sold shares of Microsoft on strength, as the company's impressive results over recent periods have driven notable stock price appreciation. However, we remain confident in Microsoft's durable growth prospects amid rising demand for cloud-based services. We also like the company's commitment to returning cash to shareholders.

Utilities

The utilities sector contains a number of companies that deliver durable cash flows and higher dividend yields with relatively modest downside risk. We prefer to invest in a combination of regulated utilities and integrated utilities that offer stable cash flows from the regulated portion of their business and earnings growth potential from the deregulated portion. We bought shares of several companies during the quarter.

- We bought shares of Edison International following the passage of a California bill designed to compensate the victims of recent wildfires. We believe that increased visibility regarding wildfire liabilities improves Edison International's risk/reward profile. We are also attracted to the company's compelling valuation relative to peers.
- We bought shares of CenterPoint Energy. We believe the utility is undervalued given its high-quality assets, its attractive rate base growth prospects, and the potential for merger synergies stemming from its recent acquisition of Vectren. We also feel improved communication regarding earnings expectations could lead to share price appreciation.
- We sold shares of Duke Energy on strength in favor of other quality names within the sector. The company, along with other utilities, continued to trade higher amid falling long-term Treasury yields. We are wary of Duke Energy's elevated debt load and ongoing legal troubles regarding its Atlantic Coast Pipeline. We also believe the stock's risk/reward profile has degraded in the wake of share price appreciation.

Communication Services

The communication services sector contains several types of companies, including media and entertainment businesses and telecommunication services names. We sold shares of select sector names on strength. Within the diversified telecommunication services industry, we generally prefer high-quality companies that have solid balance sheets, stable cash flow growth, and high dividend payout ratios.

- We sold shares of AT&T on strength. Shares performed well amid improved results from the company's business wireline segment. Investors also reacted positively to news of activist activity in the stock, which they hope could prompt management to sell off AT&T's non-core assets. However, we are concerned about the increasingly competitive U.S. mobile carrier landscape. Additionally, we are not confident that activist involvement will materially improve AT&T's risk/reward profile.

MANAGER'S OUTLOOK

U.S. economic data remain largely positive, as consumers continue to benefit from record-low unemployment and rising wages. However, we are mindful of the threat posed by the protracted U.S.-China trade war, which has hampered global growth, suppressed U.S. corporate earnings, and undermined business confidence.

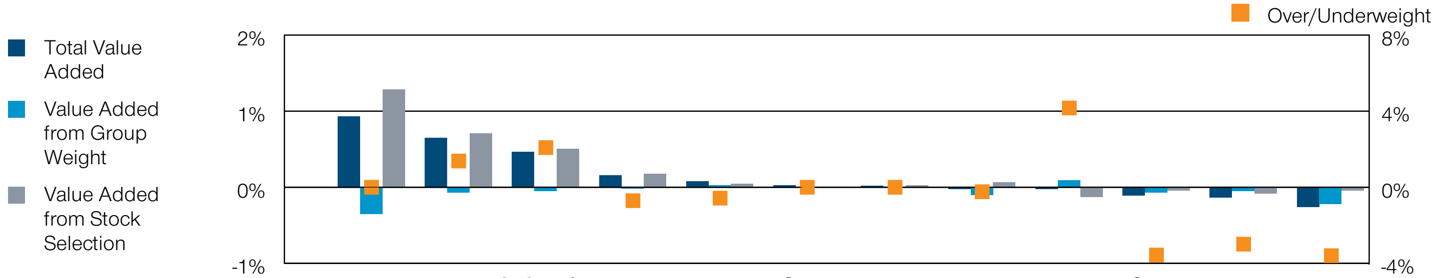
We recognize that, late in the business cycle, valuations in the U.S. equity space are elevated. In particular, investors have shown a preference for more defensive areas of the market, making it harder to find attractive entry points in several sectors. We are also aware that geopolitical turbulence continues to disproportionately impact certain assets.

Given these challenging market conditions, we continue to seek out companies with strong fundamentals and compelling risk/reward profiles that have been discounted due to idiosyncratic challenges. As always, we seek to look past the geopolitical noise to make long-term investments in higher-quality companies and maintain our positions until the expected catalysts for share price appreciation come to fruition.

QUARTERLY ATTRIBUTION

SECTOR ATTRIBUTION DATA VS. RUSSELL 1000 VALUE INDEX

(3 months ended September 30, 2019)



	Total	Health Care	Indust & Bus Svcs	Finan-cials	Materi-als	Con-sumer Staples	Energy	Utilities	Info Tech	Con-sumer Disc	Comm Svcs	Real Es-tate
Over/Underweight	0.00%	1.39%	2.09%	-0.69%	-0.56%	0.03%	0.03%	-0.21%	4.17%	-3.55%	-2.97%	-3.57%
Fund Performance	2.29	2.05	2.69	2.94	-0.86	5.98	-6.16	9.72	1.92	1.23	2.33	5.22
Index Performance	1.36	-3.05	-1.86	2.19	-2.07	5.72	-6.72	8.25	2.99	3.23	3.75	8.00
Value Add - Group Weight	-0.35	-0.06	-0.05	-0.01	0.03	0.01	-0.01	-0.10	0.09	-0.07	-0.05	-0.21
Value Add - Stock Selection	1.29	0.71	0.51	0.18	0.05	0.01	0.03	0.08	-0.12	-0.04	-0.08	-0.04
Total Contribution	0.94	0.65	0.46	0.17	0.08	0.03	0.02	-0.02	-0.02	-0.11	-0.13	-0.26

TOP 5 RELATIVE CONTRIBUTORS VS. RUSSELL 1000 VALUE INDEX

(3 months ended September 30, 2019)

Security	% of Equities	Net Contribution (Basis Points)
United Parcel Service, Inc.	1.8%	25
Southern Company	2.5	24
Tyson Foods, Inc.	2.6	17
Wells Fargo & Company	3.7	16
Texas Instruments Incorporated	1.2	15

TOP 5 RELATIVE DETRACTORS VS. RUSSELL 1000 VALUE INDEX

(3 months ended September 30, 2019)

Security	% of Equities	Net Contribution (Basis Points)
Procter & Gamble Company	0.0%	-27
At&T Inc.	0.0	-23
Cisco Systems, Inc.	1.7	-19
General Electric Company	2.0	-18
Pioneer Natural Resources Company	0.7	-14

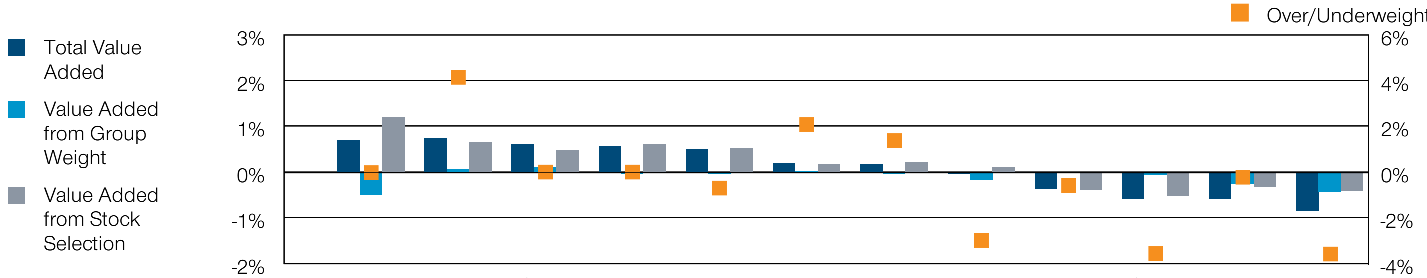
Net contribution is calculated versus a specific benchmark. It is the difference between the security's absolute contribution to the portfolio and the security's absolute contribution to the benchmark. This reflects the amount the security has impacted relative return.

Past performance is not a reliable indicator of future performance. Numbers may not total due to rounding; all other numbers are percentages. Analysis represents the total performance of the portfolio as calculated by the FactSet attribution model and is inclusive of other assets that will not receive a classification assignment in the detailed structure shown. Returns will not match official T. Rowe Price performance because FactSet uses different exchange rate sources and does not capture intra-day trading. Performance for each security is obtained in the local currency and, if necessary, is converted using an exchange rate determined by an independent third party. Figures are shown with gross dividends reinvested. Sources: Financial data and analytics provider FactSet. Copyright 2019 FactSet. All Rights Reserved. MSCI/S&P GICS Sectors; Analysis by T. Rowe Price Associates, Inc. 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. Figures are shown gross of fees. Returns would be lower as a result of the deduction of such fees. Performance returns are in USD.

12-MONTH ATTRIBUTION

SECTOR ATTRIBUTION DATA VS. RUSSELL 1000 VALUE INDEX

(12 months ended September 30, 2019)



	Total	Info Tech	Consumer Staples	Energy	Financials	Indust & Bus Svcs	Health Care	Comm Svcs	Materials	Consumer Disc	Utilities	Real Estate
Over/Underweight	0.00%	4.17%	0.03%	0.03%	-0.69%	2.09%	1.39%	-2.97%	-0.56%	-3.55%	-0.21%	-3.57%
Fund Performance	4.71	16.31	23.79	-15.29	5.35	1.79	1.04	16.29	-14.38	-13.78	16.59	-9.33
Index Performance	4.00	10.27	16.91	-20.87	2.90	0.09	-0.22	13.89	-4.50	5.50	26.15	18.65
Value Add - Group Weight	-0.49	0.08	0.12	-0.03	-0.02	0.04	-0.03	-0.16	0.02	-0.06	-0.26	-0.42
Value Add - Stock Selection	1.20	0.67	0.49	0.61	0.53	0.17	0.22	0.12	-0.38	-0.51	-0.32	-0.40
Total Contribution	0.71	0.75	0.61	0.58	0.51	0.21	0.19	-0.04	-0.36	-0.57	-0.57	-0.82

TOP 5 RELATIVE CONTRIBUTORS VS. RUSSELL 1000 VALUE INDEX

(12 months ended September 30, 2019)

Security	% of Equities	Net Contribution (Basis Points)
Tyson Foods, Inc.	2.6%	87
Southern Company	2.5	67
Microsoft Corporation	2.7	63
Tc Energy Corporation	1.9	51
Kimberly-Clark Corporation	1.6	38

TOP 5 RELATIVE DETRACTORS VS. RUSSELL 1000 VALUE INDEX

(12 months ended September 30, 2019)

Security	% of Equities	Net Contribution (Basis Points)
Procter & Gamble Company	0.0%	-81
Occidental Petroleum Corporation	1.2	-48
Pg&E Corporation	0.0	-44
Total Sa	2.5	-40
Mcdonald's Corporation	0.0	-25

Net contribution is calculated versus a specific benchmark. It is the difference between the security's absolute contribution to the portfolio and the security's absolute contribution to the benchmark. This reflects the amount the security has impacted relative return.

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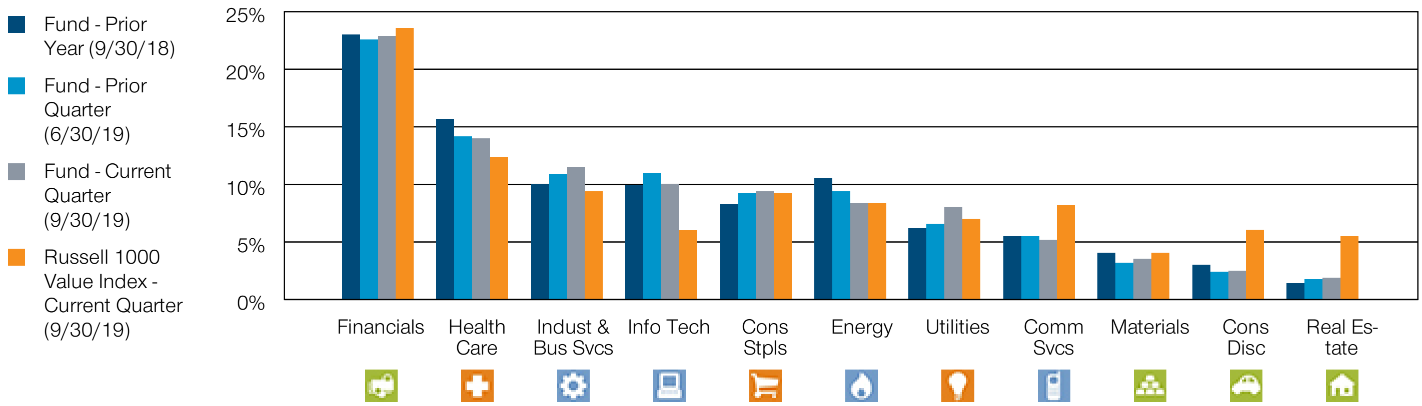
PORTFOLIO POSITIONING

SECTOR DIVERSIFICATION – CHANGES OVER TIME



LARGEST PURCHASES

Issuer	Sector	% of Fund Current Quarter 9/30/19	% of Fund Prior Quarter 6/30/19
Wells Fargo		3.7%	3.3%
Southern Company		2.9	2.2
Total		2.5	2.5
Morgan Stanley		2.0	1.9
GE		2.0	1.9
Johnson & Johnson		2.0	1.9
DuPont de Nemours		1.0	0.8
Edison International (N)		0.9	0.0
AbbVie (N)		0.8	0.0
CenterPoint Energy (N)		0.4	0.0

LARGEST SALES

Issuer	Sector	% of Fund Current Quarter 9/30/19	% of Fund Prior Quarter 6/30/19
Microsoft		2.7%	3.3%
Pfizer		1.7	2.5
Cisco Systems		1.6	2.2
Merck		0.6	1.4
Loews		0.4	0.9
Duke Energy (E)		0.0	0.5
AT&T (E)		0.0	0.5
Hess (E)		0.0	0.5
Corteva (E)		0.0	0.2
PG&E (E)		0.0	0.3

(N) New Position
(E) Eliminated

HOLDINGS

TOP 10 ISSUERS

Issuer	Industry	% of Fund	% of Russell 1000 Value Index
Wells Fargo	Banks	3.7%	1.5%
JPMorgan Chase	Banks	3.5	2.8
Southern Company	Electric Utilities	2.9	0.5
Microsoft	Software	2.7	0.0
Tyson Foods	Food Products	2.6	0.2
American International Group	Insurance	2.6	0.4
Total	Oil, Gas & Consumable Fuels	2.5	0.0
Medtronic	Health Care Equip & Supplies	2.4	1.1
Chubb	Insurance	2.1	0.5
Morgan Stanley	Capital Markets	2.0	0.4

TOP 5 OVER/UNDERWEIGHT POSITIONS VS. RUSSELL 1000 VALUE INDEX

Issuer	Industry	% of Fund	% of Russell 1000 Value Index	Over/Underweight
Microsoft	Software	2.7%	0.0%	2.7%
Total	Oil, Gas & Consumable Fuels	2.5	0.0	2.5
Tyson Foods	Food Products	2.6	0.2	2.4
Southern Company	Electric Utilities	2.9	0.5	2.4
Wells Fargo	Banks	3.7	1.5	2.2
Berkshire Hathaway	Diversified Financial Services	0.0	3.0	-3.0
Procter & Gamble	Household Products	0.0	2.1	-2.1
AT&T	Diversified Telecom Services	0.0	2.0	-2.0
Bank of America	Banks	0.0	1.8	-1.8
Intel	Semicons & Semicon Equip	0.0	1.7	-1.7

PORTFOLIO MANAGEMENT

Portfolio Manager:	Managed Fund Since:	Joined Firm:
Heather McPherson	2015	2002
John Linehan	2000	1998
Mark Finn	2010	1990

Additional Disclosures

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The information shown does not reflect any Exchange Traded Funds (ETFs) that may be held in the portfolio.
Source for Sector Diversification: T. Rowe Price uses the MSCI/S&P Global Industry Classification Standard (GICS) for sector and industry reporting. T. Rowe Price will adhere to all future updates to GICS for prospective reporting.
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.
Unless indicated otherwise the source of all data is T. Rowe Price.
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