



PORTFOLIO UPDATE

European Stock Fund

As of October 31, 2019



Portfolio Manager:
Dean Tenerelli

Managed Fund Since:
2005

Joined Firm:
2000

INVESTMENT OBJECTIVE

The fund seeks long-term growth of capital through investments primarily in the common stocks of companies located (or with primary operations) in Europe.

FUND INFORMATION

Symbol	PRESX
CUSIP	77956H401
Inception Date of Fund	February 28, 1990
Benchmark	MSCI Europe Index Net
Expense Information (as of the most recent Prospectus)	0.97%
Fiscal Year End	October 31
12B-1 Fee	-

PERFORMANCE

(NAV, total return)

	One Month	Three Months	Year-to-Date	One Year	Annualized			
					Three Years	Five Years	Ten Years	Fifteen Years
European Stock Fund	3.83%	5.17%	20.28%	14.20%	9.39%	3.68%	6.73%	6.45%
MSCI Europe Index Net	3.21	3.35	17.37	10.90	8.89	3.58	5.07	5.17

The 1-, 5-, and 10-year annualized returns as of 9/30/19 were 1.66%, 2.79% and 5.99% for the fund. **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.

Share prices are subject to market risk, including loss of the money you invest. In addition, there are risks associated with unfavorable currency exchange rates and political or economic uncertainty abroad.

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

MARKET COMMENTARY

European shares rose in October in euro terms to the highest level in almost one-and-a-half years on optimism over a U.S.-China trade deal, a Brexit agreement between the UK and the European Union (EU), and a cut in U.S. interest rates. The U.S. dollar weakened against a basket of index currencies, enhancing gains for dollar-based investors.

The MSCI Europe Index dropped sharply in the start of the month as weak economic data from the U.S and Europe and threats of a trade war between the EU and the U.S. stoked fears of a deterioration in the global economy.

The sudden market decline ignited worries of a market slump in the fourth quarter as in 2018. However, they subsided after stocks retraced some of the losses on modest U.S. jobs growth, while expectations rose of more interest rate cuts in the U.S. and Europe. Shares were further buoyed by an agreement between the UK and Europe to prevent a disorderly Brexit, although gains were limited by investor concerns that this accord might still be blocked by Parliament.

Signs that China and the U.S. were drawing closer to a trade deal, better-than-expected company results and a third interest-rate reduction in the U.S. boosted European equities at the end of the month, but they lost momentum on the final day when China said it doubted a long-term trade deal was possible.

Nine of the 11 sector components of the index rose. Real estate, consumer discretionary, industrials, materials, information technology and health care posted strong gains. Consumer staples and energy fell.

RISK RETURN CHARACTERISTICS

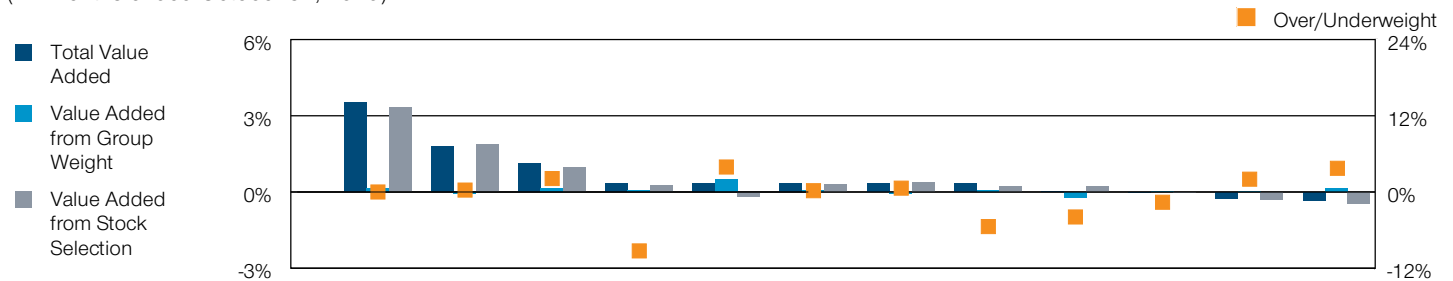
(Five Years ended October 31, 2019)

	Active Share* (as of 10/31/19)	Annualized Std. Deviation	Alpha	Beta	R-Squared	Information Ratio	Sharpe Ratio	Tracking Error
European Stock Fund	73.2%	12.68%	0.27%	0.94	0.93	0.03	0.21	3.58%
MSCI Europe Index Net	-	13.00	0.00	1.00	1.00	0.00	0.20	0.00

* Active Share is a snapshot in time as of the indicated date.

Past performance is not a reliable indicator of future performance. Figures are calculated using monthly data and are net of fees.**SECTOR ATTRIBUTION DATA VS. MSCI EUROPE INDEX**

(12 months ended October 31, 2019)



	Total	Comm Svcs	Health Care	Consumer Staples	Utilities	Energy	Materials	Financials	Info Tech	Consumer Disc	Real Estate	Indust & Bus Svcs
Over/Underweight	0.00%	0.32%	2.19%	-9.22%	3.97%	0.29%	0.68%	-5.38%	-3.86%	-1.52%	2.10%	3.81%
Fund Performance	15.15	40.23	26.66	19.40	26.85	-2.72	11.61	7.69	30.62	13.41	1.09	15.00
Index Performance	11.64	6.13	18.42	14.25	29.02	-6.37	7.11	5.73	16.91	14.77	8.27	17.80
Value Add - Group Weight	0.16	-0.06	0.14	0.09	0.53	0.07	-0.04	0.09	-0.22	0.00	0.04	0.14
Value Add - Stock Selection	3.35	1.88	0.99	0.27	-0.17	0.28	0.38	0.25	0.24	-0.02	-0.28	-0.45
Total Contribution	3.51	1.81	1.13	0.36	0.35	0.34	0.34	0.34	0.02	-0.01	-0.25	-0.31

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.

TOP 10 ISSUERS

Comprising 28.7% of total net assets.

	Country	Industry	% of Fund
Nestle	Switzerland	Food Products	4.1%
Roche Holding	Switzerland	Pharmaceuticals	3.9
Zurich Insurance Group	Switzerland	Insurance	3.5
Novartis	Switzerland	Pharmaceuticals	2.9
Air Liquide	France	Chemicals	2.6
EssilorLuxottica	France	Textiles, Apparel & Luxury Goods	2.5
Total	France	Oil, Gas & Consumable Fuels	2.5
Getinge	Sweden	Health Care Equip & Supplies	2.3
Schneider Electric	France	Electrical Equipment	2.2
AstraZeneca	United Kingdom	Pharmaceuticals	2.2

Issuers are as of the date indicated and are subject to change.

PORTFOLIO CHARACTERISTICS

	European Stock Fund	MSCI Europe Index Net
Number of Issuers	60	432
Investment Weighted Median Market Cap (mm)	\$28,552	\$49,543
Price to Earnings (Current Fiscal Year)*° †	16.6X	16.3X
Price to Book°	2.4X	2.3X
Projected Earnings Growth Rate (3 - 5 Years)*° †	7.8%	7.7%
Return on Equity (Current Fiscal Year)° †	12.8%	14.2%
Top 20 Issuers as Percent of Total	48.1%	30.3%
Total Assets (all share classes)	971,608,356	-
Percent of Portfolio in Cash	6.5%	-

°Investment Weighted Median.

*I/B/E/S © 2019 Refinitiv. All rights reserved

†Based on the fund's underlying holdings and is not a projection of future portfolio performance.

GEOGRAPHICAL DIVERSIFICATION

	United Kingdom	France	Switzerland	Spain	Germany	Italy	Sweden	Netherlands	Denmark	Belgium	Other
European Stock Fund	18.6%	17.1%	14.4%	10.1%	9.1%	8.2%	5.9%	4.7%	1.9%	1.7%	1.6%
MSCI Europe Index Net	25.7	18.1	14.8	4.6	14.0	3.7	4.2	6.2	2.8	1.5	4.3
Over/Underweight	-7.1	-1.0	-0.4	5.6	-4.8	4.5	1.7	-1.5	-0.9	0.2	-2.8

SECTOR DIVERSIFICATION

	Indust & Bus Svcs	Health Care	Financials	Cons Disc	Utilities	Materials	Energy	Cons Stpls	Comm Svcs	Real Estate	Info Tech
European Stock Fund	17.6%	15.8%	12.4%	8.5%	8.4%	7.9%	7.3%	5.0%	5.0%	3.5%	2.0%
MSCI Europe Index Net	13.8	13.6	17.8	10.1	4.4	7.2	7.0	14.2	4.7	1.4	5.8
Over/Underweight	3.8	2.2	-5.4	-1.5	4.0	0.7	0.3	-9.2	0.3	2.1	-3.9

Definitions

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.

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

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 current 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.

"Other" includes any categories not explicitly mentioned.

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.

This material should not be deemed a recommendation to buy or sell any of the securities mentioned.

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