



PORTFOLIO UPDATE

# Global Industrials Fund

As of September 30, 2019



**Portfolio Manager:**  
Peter Bates

**Managed Fund Since:**  
2013

**Joined Firm:**  
2004

## INVESTMENT OBJECTIVE

The fund seeks to provide long-term growth of capital.

## FUND INFORMATION

Symbol	RPGIX
CUSIP	77956H633
Inception Date of Fund	October 24, 2013
Benchmark	MSCI ACWI Industrials + Automobiles & Auto Components Net
Expense Information (as of the most recent Prospectus)*	1.99% (Gross) 1.05% (Net)
Fiscal Year End	December 31
12B-1 Fee	-

\*The Fund operates under a contractual expense limitation that expires on April 30, 2020.

## PERFORMANCE

(NAV, total return)

	One Month	Three Months	Year-to- Date	One Year	Annualized		
					Three Years	Five Years	Since Inception 10/24/13
Global Industrials Fund	3.22%	-1.34%	19.64%	0.67%	9.76%	7.80%	6.71%
MSCI All Country World Index Industrials Plus Automobiles and Auto Components Net	3.06	-1.00	15.49	-1.84	7.34	5.44	4.88

**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](http://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](http://troweprice.com). Read it carefully.** The Fund's total return figures reflect the reinvestment of dividends and capital gains, if any. The fund is less diversified than a non-focused fund and any foreign holdings are subject to political risk and currency risk.

All investments are subject to risk, including the possible loss of the money you invest.

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

## MARKET COMMENTARY

Global equities rose in September as U.S.-China trade tensions appeared to ease and central banks took measures to stimulate economic growth. U.S. stocks advanced over the month in response to several conciliatory trade-related gestures from U.S. and Chinese officials. Monetary policy expectations were also a major driver of market sentiment, as the Federal Reserve reduced short-term interest rates at mid-month. Developed European stock markets generally rose in U.S. dollar terms, although a weaker euro versus the dollar reduced returns to U.S. investors. Eurozone markets were lifted by European Central Bank President Mario Draghi's announcement of new stimulus measures. UK shares also rose as worries of a no-deal Brexit lessened. British Prime Minister Boris Johnson's attempt to suspend parliament for several weeks prior to the UK's expected October 31 departure from the European Union was deemed unlawful by the UK's supreme court. Developed Asian markets were mostly positive, though Hong Kong shares slipped. The city's chief executive withdrew a controversial extradition bill, but demonstrators continued to demand other changes from the government. Japanese shares outperformed the region. At the end of the month, President Trump and Japanese Prime Minister Shinzo Abe signed a limited, tariff-reducing trade deal that takes effect at the beginning of 2020. Both countries are expected to work on a wider-reaching trade agreement at some point next year. Emerging markets stocks rose over the month. Emerging Asian markets were broadly positive. South Korean shares surged and Indian shares also advanced as the central bank reduced interest rates and the government announced corporate tax rate reductions to boost growth. Chinese stocks were fairly flat, while Indonesia stocks dropped. In emerging Europe, Turkish shares surged as declining inflation enabled the central bank to reduce its key short-term interest rate. In Latin America, Argentine shares climbed, as the equity market recouped part of its deep August losses.

Sector performance in the MSCI All Country World Index was mostly positive. Financials, energy, and utilities were the top performers, while health care was the only sector to produce negative returns.

**RISK RETURN CHARACTERISTICS**

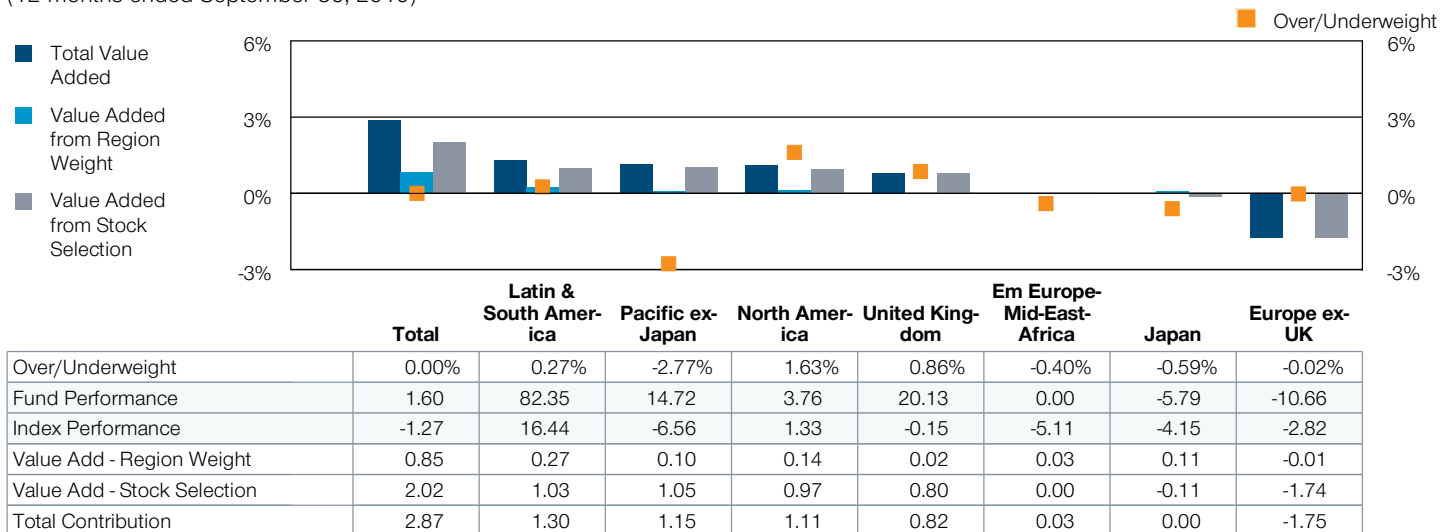
(Five Years ended September 30, 2019)

	Active Share* (as of 9/30/19)	Annualized Std. Deviation	Alpha	Beta	R-Squared	Information Ratio	Sharpe Ratio	Tracking Error
Global Industrials Fund	84.8%	13.76%	2.36%	0.99	0.93	0.65	0.49	3.66%
MSCI ACWI Industrials + Automobiles & Auto Components Net	-	13.44	0.00	1.00	1.00	0.00	0.33	0.00

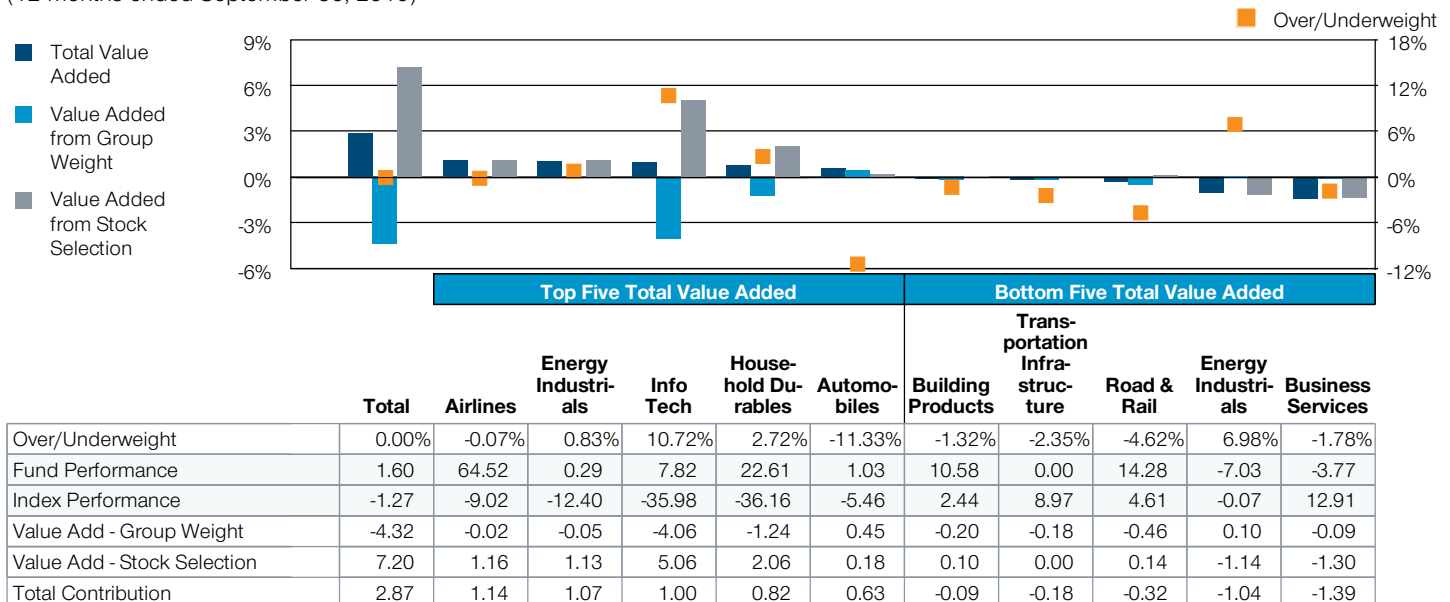
\* Active Share is a snapshot in time as of the indicated date.

**Past performance is not a reliable indicator of future performance.** Figures are calculated using monthly data and are net of fees.**REGION ATTRIBUTION DATA VS. MSCI ACWI INDEX INDUSTRIALS + AUTOMOBILES & AUTO COMPONENTS**

(12 months ended September 30, 2019)

**INDUSTRY ATTRIBUTION DATA VS. MSCI ACWI INDEX INDUSTRIALS + AUTOMOBILES & AUTO COMPONENTS (TOP AND BOTTOM 5 BY TOTAL VALUE ADDED)**

(12 months ended September 30, 2019)



**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. Analysis by T. Rowe Price Associates, Inc. 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 32.8% of total net assets.

	Country	Industry	% of Fund
Airbus	France	Aerospace & Defense	4.0%
Boeing	United States	Aerospace & Defense	3.7
Northrop Grumman	United States	Aerospace & Defense	3.6
GE	United States	Industrial Conglomerates	3.6
Hexagon	Sweden	Info Tech	3.4
Roper Technologies	United States	Electrical Equipment	3.3
Amphenol	United States	Electrical Equipment	2.9
Thales	France	Aerospace & Defense	2.8
SMC	Japan	Industrial Machinery	2.7
Komatsu	Japan	Construction & Farm Equipment	2.7

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

**PORTFOLIO CHARACTERISTICS**

	Global Industrials Fund	MSCI ACWI Industrials + Automobiles & Auto Components Net
Number of Issuers	64	497
Investment Weighted Median Market Cap (mm)	\$22,273	\$34,624
Price to Earnings (Current Fiscal Year)*° †	20.2X	17.0X
Price to Book°	3.6X	2.9X
Projected Earnings Growth Rate (3 - 5 Years)*° †	9.1%	8.6%
Return on Equity (Current Fiscal Year)° †	16.1%	16.6%
Top 20 Issuers as Percent of Total	53.5%	30.1%
Total Assets (all share classes)	22,147,556	-
Percent of Portfolio in Cash	1.0%	-

°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**

	North America	Europe	Japan	Pacific Ex Japan	Latin America	Middle East & Africa	Reserves
Global Industrials Fund	48.7%	25.4%	17.9%	6.0%	1.0%	0.0%	1.0%
MSCI ACWI Industrials + Automobiles & Auto Components Net	47.5	24.3	18.3	8.8	0.7	0.3	0.0
<b>Over/Underweight</b>	<b>1.2</b>	<b>1.1</b>	<b>-0.5</b>	<b>-2.8</b>	<b>0.3</b>	<b>-0.3</b>	<b>1.0</b>

**INDUSTRY DIVERSIFICATION**

	Aero-space & Defense	Industrial Machinery	Electrical Equipment	Info Tech	Industrial Conglomerates	Business Services	Road & Rail	Construction & Farm Equipment	Auto Components	Building Products	Other
Global Industrials Fund	17.9%	15.4%	14.6%	10.9%	9.1%	8.4%	5.2%	4.3%	4.0%	1.6%	1.9%
MSCI ACWI Industrials + Automobiles & Auto Components Net	18.3	8.3	6.6	0.2	8.2	10.2	9.8	4.8	3.7	2.9	26.2
<b>Over/Underweight</b>	<b>-0.5</b>	<b>7.0</b>	<b>8.0</b>	<b>10.7</b>	<b>0.9</b>	<b>-1.8</b>	<b>-4.6</b>	<b>-0.5</b>	<b>0.3</b>	<b>-1.3</b>	<b>-24.3</b>

## 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.

## Additional Disclosures

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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.

T. Rowe Price uses a custom structure for sector and industry reporting for this product.

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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2016-US-29058 201910-969039