

# T. ROWE PRICE FUNDS SICAV

Société d'investissement à capital variable  
Registered office: European Bank & Business Center, 6c route de Trèves, L-2633  
Senningerberg, Grand Duchy of Luxembourg



17 June, 2020

## **Re.: Important Notice: T. Rowe Price Funds SICAV – changes made to the prospectus of the T. Rowe Price Funds SICAV**

Dear Shareholder,

We are writing to inform you of the following changes made to the prospectus of the T. Rowe Price Funds SICAV (the “Company”) in the June 2020 update.

- 1) Except for the following funds, the “Portfolio Securities” section of each fund page has been amended to better differentiate between the primary securities of investment and those which may be used on a more ancillary basis:
  - Dynamic Credit Fund
  - European Select Equity Fund
  - Global Government Bond Fund
  - Multi-Asset Global Income Fund

Please see the “General Investment Powers and Restrictions” section of the prospectus for further clarification.

- 2) For the following funds, clarification has been made to the ‘Investment Process’ section of each fund page that the Investment Manager’s approach is to “assess environmental, social and governance (“ESG”) factors with particular focus on those considered most likely to have a material impact on the performance of the holdings or potential holdings in the funds’ portfolio. These ESG factors, which are incorporated into the investment process alongside financials, valuation, macro-economics and other factors, are components of the investment decision. Consequently, ESG factors are not the sole driver of an investment decision but are instead one of several important inputs considered during investment analysis.”:
  - Dynamic Global Bond Fund
  - Dynamic Global Investment Grade Bond Fund
  - Emerging Local markets Bond Fund
  - Emerging Markets Bond fund
  - Emerging Markets Corporate Bond Fund
  - Euro Corporate Bond Fund
  - European High Yield Bond Fund
  - Global Aggregate Bond Fund
  - Global Government Bond Fund
  - Global High Income Bond Fund

- Global High Yield Bond Fund
  - Global Investment Grade Corporate Bond Fund
  - Asian ex-Japan Equity Fund
  - Asian Opportunities Equity fund
  - Continental European Equity Fund
  - Emerging Markets Equity Fund
  - Emerging Markets Discovery Equity Fund
  - European Equity Fund
  - European Select Equity Fund
  - European Smaller Companies Equity Fund
  - Frontier Markets equity Fund
  - Global Focused Growth Equity Fund
  - Global Growth Equity Fund
  - Global Technology Equity Fund
  - Global Value Equity Fund
  - Japanese Equity Fund
  - Middle East & Africa Equity Fund
  - US Blue Chip Equity Fund
  - US Equity Fund
  - US Large Cap Growth Equity Fund
  - US Large Cap Value Equity Fund
  - US Smaller Companies Equity Fund
- 3) In the 'Sub-Investment Manager' section of the fund page of Emerging Markets Corporate Bond Fund, it has been clarified that the sub-investment manager may further, at its absolute discretion, collaborate on the management of the assets of the fund with other entities of T. Rowe Price group, already approved by the CSSF as investment managers.
- 4) In the 'Sub-Investment Manager' section of the fund page of Global Equity Dividend Fund, T. Rowe Price Singapore Private Ltd has been replaced as sub-investment manager by T. Rowe Price Japan, Inc.
- 5) Within the 'Risk Descriptions' section, clarification has been made to the 'Country risk - China' wording. As a result, the Stock Connect risk now appears as a separate risk and has been added as a Main Risk on the fund pages of the following funds:
- Asian Ex-Japan Equity Fund
  - Asian Opportunities Equity Fund
  - Emerging Markets Equity Fund
  - Emerging Markets Discovery Equity Fund
  - Global Technology Equity Fund
  - Science and Technology Equity Fund
- 6) For the following funds, the historic and current exposure to China and/or the China Interbank Bond Market is such that this is not considered a main risk and reference to it has been removed from the Main Risks section of respective fund pages:
- Diversified Income Bond Fund

- Dynamic Global Bond Fund
  - Dynamic Global Investment Grade Bond Fund
  - Emerging Local Markets Bond Fund
  - Emerging Markets Bond Fund
  - Global Aggregate Bond Fund
  - Global Equity Dividend Equity Fund
  - Global Focused Growth Equity Fund
  - Global Growth Equity Fund
  - Global Natural Resources Equity Fund
  - Global Real Estate Securities Fund
  - Global Value Equity Fund
  - Global Allocation Fund
  - Global Allocation Extended Fund
- 7) For the following funds, the historic and current exposure to China and/or the China Interbank Bond Market is such that this is considered a main risk and reference to it has been added to the Main Risks section respective fund pages:
- Global Investment Grade Corporate Bond Fund
  - US Investment Grade Corporate Bond Fund
- 8) For the following funds, the historic and current exposure to Russia and Ukraine is such that this is not considered a main risk and reference to it has been removed from the Main Risks section respective fund pages:
- Dynamic Global Bond Fund
  - Dynamic Global Investment Grade Bond Fund
  - Emerging Markets Corporate Bond Fund
  - Euro Corporate Bond Fund
  - European High Yield Bond Fund
  - Global Aggregate Bond Fund
  - Global Government Bond Fund
  - Global High Income Bond Fund
  - Global High Yield Bond Fund
  - Global Investment Grade Corporate Bond Fund
  - US Aggregate Bond Fund
  - US Investment Grade Corporate Bond Fund
  - Continental European Equity Fund
  - Emerging markets Equity Fund
  - European Equity Fund
  - European Select Equity Fund
  - European Smaller Companies Equity Fund
  - European Structured Research Equity Fund
  - Global Equity Dividend Equity Fund
  - Global Focused Growth Equity Fund
  - Global Growth Equity Fund
  - Global Natural Resources Equity Fund
  - Global Real Estate Securities Fund
  - Global Technology Equity Fund
  - Global Value Equity Fund

- Science and Technology Equity Fund
  - Global Allocation Fund
  - Global Allocation Extended Fund
- 9) For the following funds, clarification has been made to the ‘Expected level of leverage’ figure, changing it from an approximate median to a range within which the level of leverage is expected to fluctuate:
- Dynamic Global Bond Fund - changed from 400% to 100% – 600%
  - Dynamic Global Investment Grade Bond Fund - changed from 400% to 100% – 600%
  - Global Aggregate Bond Fund - changed from 250% to 0% - 400%
  - Global Government Bond Fund - changed from 250% to 0% - 600%
- 10) The “Portfolio Securities” section of the fund page for Global Aggregate Bond Fund has been amended to clarify that, in general, “debt securities held in the portfolio, as rated by Standard & Poor’s or equivalent, are expected to produce an average credit rating within the range of AAA to BBB- credit rating categories. In accordance with its own internal rating system, the investment manager will ensure that the unrated corporate debt securities in which the fund invests are of the same quality as the rated securities of the same type.”.
- 11) The investment process for Global Focused Growth Equity Fund has been clarified to indicate the number of companies typically held within the portfolio to be within the range of 60 to 80.
- 12) The investment process for Global Growth Equity Fund has been clarified to indicate the number of companies typically held within the portfolio to be within the range of 130 to 160.
- 13) In relation to debt securities, and for clarification purposes, a definition of “distressed” and “defaulted” has been added in the risk section.
- 14) A new “Additional Restrictions Required by Specific Jurisdictions” section has been added to indicate any additional local investment restrictions that a fund must comply with when it has been registered for public distribution in particular jurisdictions.
- 15) Further to the FAQ released by the Commission de Surveillance du Secteur Financier (CSSF), in relation to the spread of the Coronavirus (COVID-19), the ‘Swing Pricing (Dilution Adjustment)’ section has been amended, in line with the FAQ, to state that, in the event of extreme or exceptional market conditions and on a temporary basis, it may be necessary for any swing factor to be set at a level which exceeds the maximum stated in the prospectus.

**None of these amendments represent a material change to the investment strategy of any fund.**

As usual, if you wish to transfer your investment to another fund or redeem your holding, you may do so at any time, as per the conditions set out in the prospectus, free of any charges.

Thank you for the continued trust and confidence that you have placed in T. Rowe Price. If you have any queries, please contact your relationship manager or servicing representative.

Yours faithfully,



Ian Hoddy

Director