



**ANNUAL REPORT**

December 31, 2022

RPBAX

T. ROWE PRICE

**Balanced Fund**

RBAIX

**Balanced Fund– I Class**

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## HIGHLIGHTS

- The Balanced Fund underperformed its combined index portfolio and its Lipper peer benchmark for the 12-month period ended December 31, 2022.
- Security selection detracted from relative performance, while exposure to diversifying sectors not included in the benchmark and tactical decisions to overweight or underweight various asset classes added value.
- Within equities, we are nearly balanced between value and growth, as we have moderated our overweight to value given relative outperformance over the last 12 months. The slowing growth backdrop is unfavorable for cyclicals, while higher rates weigh on growth-oriented equities. Within fixed income, we are overweight high yield, where we believe valuations offer reasonable compensation for risks.
- Given the uncertain impact of the forces driving global financial markets, we believe that the Balanced Fund's broad diversification and the strength of T. Rowe Price's fundamental research platform should benefit our investors over time across a range of market and economic environments.

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## Dear Shareholder

Nearly all major global stock and bond indexes fell sharply in 2022, as investors contended with persistently high inflation, tightening financial conditions, and slowing economic and corporate earnings growth.

Double-digit losses were common in equity markets around the world, and bond investors also faced a historically tough environment amid a sharp rise in interest rates. Value shares declined but outperformed growth stocks by a considerable margin as equity investors turned risk averse and as rising rates put downward pressure on growth stock valuations. Emerging markets stocks generally underperformed shares in developed markets. Meanwhile, the U.S. dollar strengthened versus most currencies during the period, which weighed on returns for U.S. investors in international securities.

Within the S&P 500 Index, energy was a rare bright spot, gaining more than 60% as oil prices jumped in response to Russia's invasion of Ukraine and concerns over commodity supply shortages. Defensive shares, such as utilities, consumer staples, and health care, held up relatively well and finished the year with roughly flat returns. Conversely, communication services, consumer discretionary, and information technology shares suffered the largest declines.

Elevated inflation remained a leading concern for investors throughout the period, although there were signs that price increases were moderating by year-end. November's consumer price index data showed headline inflation rising 7.1% on a 12-month basis, the lowest level since December 2021 but still well above the Federal Reserve's 2% long-term target.

In response to the high inflation readings, global central banks tightened monetary policy, and investors focused on communications from central bank officials on how high rates would have to go. The Fed, which at the end of 2021 had forecast that it would only need to raise interest rates 0.75 percentage point in all of 2022, raised its short-term lending benchmark from near zero in March to a target range of 4.25% to 4.50% by December and indicated that additional hikes are likely.

Bond yields increased considerably across the U.S. Treasury yield curve as the Fed tightened monetary policy, with the yield on the benchmark 10-year U.S. Treasury note climbing from 1.52% at the start of the period to 3.88% at the end of the year. Significant inversions in the yield curve, which are often considered a warning sign of a coming recession, occurred during the period as shorter-maturity Treasuries experienced the largest yield increases. The

sharp increase in yields led to historically weak results across the fixed income market, with the Bloomberg U.S. Aggregate Bond Index delivering its worst year on record. (Bond prices and yields move in opposite directions.)

As the period came to an end, the economic backdrop appeared mixed. Although manufacturing gauges have drifted toward contraction levels, the U.S. jobs market remained resilient, and corporate and household balance sheets appeared strong. Meanwhile, the housing market has weakened amid rising mortgage rates.

The past year has been a trying time for investors as few sectors remained untouched by the broad headwinds that markets faced, and volatility may continue in the near term as central banks tighten policy amid slowing economic growth. However, in our view, there continue to be opportunities for selective investors focused on fundamentals. Valuations in most global equity markets have improved markedly, although U.S. equities still appear relatively expensive by historical standards, while bond yields have reached some of the most attractive levels since the 2008 global financial crisis.

We believe this environment makes skilled active management a critical tool for identifying risks and opportunities, and our investment teams will continue to use fundamental research to identify securities that can add value to your portfolio over the long term.

Thank you for your continued confidence in T. Rowe Price.

Sincerely,

A handwritten signature in black ink, appearing to read "Robert M. Sharps". The signature is fluid and cursive, with a large initial "R" and "S".

Robert Sharps  
*CEO and President*

## INVESTMENT OBJECTIVE

The fund seeks to provide capital growth, current income, and preservation of capital through a portfolio of stocks and fixed-income securities.

## FUND COMMENTARY

### How did the fund perform in the past 12 months?

| PERFORMANCE COMPARISON   | Total Return |           |
|--|--------------|-----------|
|  | 6 Months     | 12 Months |
| Periods Ended 12/31/22   |              |           |
| Balanced Fund  | 0.40%        | -17.26%   |
| Balanced Fund- I Class   | 0.49         | -17.12    |
| Morningstar Moderate Target Risk Index   | 1.38         | -14.77    |
| Combined Index Portfolio*  | 0.80         | -15.37    |
| Lipper Mixed-Asset Target Allocation Growth Funds Index                            | 1.22         | -15.88    |
| * For a definition of the benchmark, please see the Benchmark Information section. |              |           |

The Balanced Fund returned -17.26% for the 12 months ended December 31, 2022, and underperformed its combined index portfolio—a custom-weighted benchmark composed of multiple indexes that represent the asset classes in which the fund invests—the Morningstar Moderate Target Risk Index, and the Lipper Mixed-Asset Target Allocation Growth Funds Index. (Returns for the I Class varied slightly, reflecting its different fee

structure. *Past performance cannot guarantee future results.*)

### What factors influenced the fund's performance?

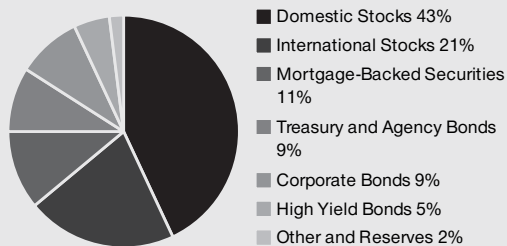
Security selection detracted from relative performance. Most notably, our allocation to U.S. large-cap growth stocks posted double-digit losses, lagging its style-specific benchmark. Stock selection and an overweight in communication services was a meaningful drag. During the period, digital advertising came under severe pressure as slowing demand from advertisers due to macroeconomic uncertainty and new rules around data privacy affected social media platforms' targeting and measurement capabilities. The allocation to U.S. large-cap value stocks also held back relative performance as an underweight to the strong-performing energy sector weighed. Security selection in the international equity strategy, which trailed its style-specific benchmark, further weighed on performance.

Exposure to diversifying sectors not included in the fund's benchmark contributed to relative performance. Real assets stocks outperformed global equities and added value; however, the impact was partly offset by an underweight allocation to the sector at the beginning of the period. We closed the underweight by May and are now neutral to the sector. Commodities, such as coal and natural gas, emerged as clear leaders with robust gains. On the other hand, real estate stocks fell sharply, hurt by substantial increases in interest rates. High yield bonds fell as credit spreads widened, and investors were concerned about the potential for weaker corporate earnings and a recession in 2023 but outperformed more interest rate-sensitive investment-grade issues for the year. Exposure to high yield debt added value.

Tactical decisions added value for the period. Equity and fixed income markets posted steep losses for the 12-month period, and the fund's overweight to cash relative to equities and fixed income was beneficial. Our underweight to U.S. large-cap growth stocks also lifted relative results as the segment significantly underperformed value peers for the year. An opportunistic tilt toward inflation-linked securities in the first half of the year further added value.

#### SECURITY DIVERSIFICATION

##### Balanced Fund



Based on net assets as of 12/31/22.

#### How is the fund positioned?

We are underweight to stocks and bonds relative to cash as we believe the weakening outlook for growth and earnings is cause for caution amid still-elevated inflation and continued policy tightening by central banks. We remain modestly overweight cash relative to bonds, given attractive short-term yields. Cash also

provides a source of liquidity in the context of potential market opportunities.

***Stocks***

On a regional basis, we are modestly overweight to international stocks relative to U.S. stocks given more attractive valuations. We believe the global growth outlook may benefit from potential reopening and stabilization in China. However, inflation concerns, tighter central bank policy, an energy crisis in Europe, and U.S. dollar strength remain notable risks. U.S. stocks remain expensive on a relative basis, although the U.S. economy appears to be more resilient than the rest of the world, and its less cyclical nature could provide support as global growth weakens.

In the U.S., we are nearly balanced between value and growth equities, with a tilt toward core stocks to moderate the cyclical exposure of our equity allocation. The slowing economic growth backdrop is unfavorable for cyclicals, while higher interest rates weigh on growth-oriented equities. Core equities are generally less cyclical or have less interest rate sensitivity than value or growth styles, respectively.

We are neutral to inflation-sensitive real assets equities, which we believe may provide a hedge should inflationary pressures persist longer than expected. Commodity prices may face further pressure due to economic concerns, although energy demand could be bolstered as China begins reopening. The real estate sector remains attractive in the context of economic recovery as the sector offers income and an ability to raise rents, but equity prices remain vulnerable to rising rates.

**BOND PORTFOLIO PROFILE**

| Periods Ended                               | 6/30/22       | 12/31/22      |
|---|---------------|---------------|
| Weighted Average Effective Duration (years) | 6.2           | 5.8           |
| Weighted Average Maturity (years)           | 8.1           | 8.2           |
| Credit Quality Diversification*             |               |               |
| U.S. Government Agencies**                  | 26.0%         | 24.9%         |
| U.S. Treasuries***                          | 21.1          | 23.4          |
| AAA   | 5.5           | 5.1           |
| AA  | 6.2           | 5.9           |
| A   | 13.4          | 13.1          |
| BBB   | 14.4          | 13.2          |
| BB and Below                                | 13.1          | 14.1          |
| Not Rated                                   | 0.3           | 0.3           |
| <b>Total</b>                                | <b>100.0%</b> | <b>100.0%</b> |

\* Sources: Credit ratings for the securities held in the fund are provided by Moody's, Standard & Poor's, and Fitch and are converted to the Standard & Poor's nomenclature. If the rating agencies differ, the highest rating is applied to the security. If a rating is not available, the security is classified as Not Rated. T. Rowe Price uses the rating of the underlying investment vehicle to determine the creditworthiness of credit default swaps and sovereign securities. The fund is not rated by any agency.

\*\* U.S. government agency securities are issued or guaranteed by a U.S. government agency and may include conventional pass-through securities and collateralized mortgage obligations; unlike Treasuries, government agency securities are not issued directly by the U.S. government and are generally unrated but may have credit support from the U.S. Treasury (e.g., FHLMC and FNMA issues) or a direct government guarantee (e.g., GNMA issues). Therefore, this category may include rated and unrated securities.

\*\*\* U.S. Treasury securities are issued by the U.S. Treasury and are backed by the full faith and credit of the U.S. government. The ratings of U.S. Treasury securities are derived from the ratings on the U.S. government.

**Bonds**

We are overweight to high yield bonds as yields in the sector offer reasonable compensation for risk, in our view. High yield credit fundamentals remain supportive in the face of slowing economic growth; however, default rates are likely to rise from historically low levels toward longer-run averages.

**What is portfolio management's outlook?**

Global equity and bond markets fell sharply in 2022 but bounced off recent lows at the end of the period on signs that inflation is beginning to ease. Capital markets appear to have priced in a significant slowdown in the global economic growth environment heading into 2023, although the duration and magnitude remain uncertain as the world's major central banks continue efforts to bring inflation under control by hiking interest rates and draining liquidity from the markets. However, signs suggesting easing inflation pressures have emerged in recent months. Key input costs—such as oil and other

commodities—have declined, while labor participation and employment data suggest a resilient labor market in the U.S. despite an uncertain growth outlook.



The Fed has signaled a potential shift to a more moderate pace of tightening but remains committed to taming inflation, particularly wage inflation, which it sees as a key driver of persistent inflation. Even taking into account this more moderate pace, we expect the Fed's benchmark interest rate to reach 5% by early 2023 as inflation will likely settle above the Fed's 2% long-term inflation target.

Equities face a less compelling risk/reward trade-off as uncertainty around corporate fundamentals suggests limited near-term upside, particularly as earnings estimates remain elevated against a slowing growth outlook. Furthermore, while defaults for below investment-grade issuers within fixed income are likely to rise from historically low levels toward long-term averages, we believe yields within the sector reasonably compensate for the risk. Other key risks to global markets include central bank missteps, persistent inflation, the potential for a sharper slowdown in global growth, geopolitical tensions, and the need for China to strike a balance between containing the coronavirus and economic growth. We believe these headwinds should peak and subsequently ease in the latter half of 2023 and potentially provide a more constructive environment. We continue to evaluate long-term valuations and early indications of stabilization or improvement in macroeconomic conditions as we assess where there may be opportunities to add to equities and other risk assets.

The elevated levels of volatility and uncertainty in global markets underscore the value of our thoughtful strategic investing approach. Given the uncertain impact of the forces driving global financial markets, we believe that the Balanced Fund's broad diversification and the strength of T. Rowe Price's fundamental research platform should benefit our investors over time across a range of market and economic environments.

The views expressed reflect the opinions of T. Rowe Price as of the date of this report and are subject to change based on changes in market, economic, or other conditions. These views are not intended to be a forecast of future events and are no guarantee of future results.

## RISKS OF INVESTING

As with all stock mutual funds, the fund's share price can fall because of weakness in the stock market, a particular industry, or specific holdings. Stock markets can decline for many reasons, including adverse political or economic developments, changes in investor psychology, or heavy institutional selling. The prospects for an industry or company may deteriorate because of a variety of factors, including disappointing earnings or changes in the competitive environment. In addition, the investment manager's assessment of companies held in a fund may prove incorrect, resulting in losses or poor performance even in rising markets.

Funds that invest overseas generally carry more risk than funds that invest strictly in U.S. assets. Risks can result from varying stages of economic and political development; differing regulatory environments, trading days, and accounting standards; currency fluctuations; and higher transaction costs of non-U.S. markets. Investments outside the United States could be subject to governmental actions such as capital or currency controls, nationalization of a company or industry, expropriation of assets, or imposition of high taxes.

Funds that invest in bonds are subject to interest rate risk, the decline in bond prices that usually accompanies a rise in interest rates. Longer-maturity bonds typically decline more than those with shorter maturities. Funds that invest in bonds are also subject to credit risk, the chance that any fund holding could have its credit rating downgraded or that a bond issuer will default (fail to make timely payments of interest or principal), potentially reducing the fund's income level and share price.

For a thorough discussion of risks, please see the fund's prospectus.

## BENCHMARK INFORMATION

**Combined index portfolio:** An unmanaged portfolio of 45.5% domestic stocks (S&P 500 Index), 19.5% international stocks (MSCI EAFE Index Net), and 35.0% bonds (Bloomberg U.S. Aggregate Bond Index).

Note: Bloomberg® and Bloomberg U.S. Aggregate Bond Index are service marks of Bloomberg Finance L.P. and its affiliates, including Bloomberg Index Services Limited ("BISL"), the administrator of the index (collectively, "Bloomberg") and have been licensed for use for certain purposes by T. Rowe Price. Bloomberg is not affiliated with T. Rowe Price, and Bloomberg does not approve, endorse, review, or recommend its products. Bloomberg does not guarantee the timeliness, accurateness, or completeness of any data or information relating to its products.

## **BENCHMARK INFORMATION (CONTINUED)**

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## PORTFOLIO HIGHLIGHTS

## LARGEST HOLDINGS

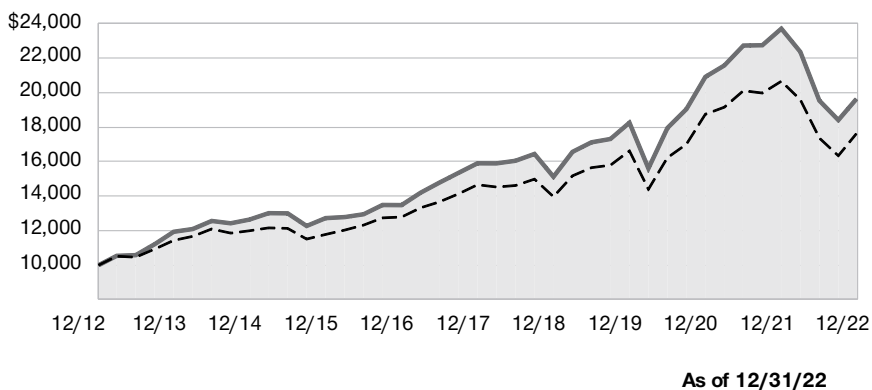
| <b>Stocks</b>                               | Percent of<br>Net Assets<br>12/31/22 | <b>Bonds</b>   | Percent of<br>Net Assets<br>12/31/22 |
|---|--------------------------------------|--|--------------------------------------|
| T. Rowe Price Real Assets<br>Fund - I Class | 3.3%                                 | U.S. Treasuries  | 8.1%                                 |
| Microsoft                                   | 2.6                                  | T. Rowe Price Institutional<br>High Yield Fund           | 5.4                                  |
| Apple                                       | 2.2                                  | Federal National Mortgage<br>Association - Mortgages     | 4.2                                  |
| Alphabet                                    | 1.8                                  | Government National<br>Mortgage Association              | 2.3                                  |
| Amazon.com                                  | 1.2                                  | Federal Home Loan<br>Mortgage Corporation<br>- Mortgages | 2.0                                  |
| UnitedHealth Group                          | 1.0                                  | Morgan Stanley   | 0.2                                  |
| Elevance Health                             | 0.7                                  | Bank of America  | 0.2                                  |
| Visa  | 0.7                                  | Banco Santander  | 0.2                                  |
| Johnson & Johnson                           | 0.7                                  | JPMorgan Chase   | 0.2                                  |
| ExxonMobil                                  | 0.6                                  | Wells Fargo  | 0.2                                  |
| <b>Total</b>                                | <b>14.8%</b>                         | <b>Total</b>   | <b>23.0%</b>                         |

Note: The information shown does not reflect any exchange-traded funds (ETFs), cash reserves, or collateral for securities lending that may be held in the portfolio.

## GROWTH OF \$10,000

This chart shows the value of a hypothetical \$10,000 investment in the fund over the past 10 fiscal year periods or since inception (for funds lacking 10-year records). The result is compared with benchmarks, which include a broad-based market index and may also include a peer group average or index. Market indexes do not include expenses, which are deducted from fund returns as well as mutual fund averages and indexes.

### BALANCED FUND



|  |          |
|--|----------|
| <b>As of 12/31/22</b>                        |          |
| — Balanced Fund                              | \$19,610 |
| - - - Morningstar Moderate Target Risk Index | 17,602   |

Note: Performance for the I Class share will vary due to its differing fee structure. See the Average Annual Compound Total Return table.

**AVERAGE ANNUAL COMPOUND TOTAL RETURN**

| Periods Ended 12/31/22 | 1 Year  | 5 Years | 10 Years | Since Inception | Inception Date |
|------------------------|---------|---------|----------|-----------------|----------------|
| Balanced Fund          | -17.26% | 4.29%   | 6.97%    | -               | -              |
| Balanced Fund- I Class | -17.12  | 4.42    | -        | 6.52%           | 12/17/15       |

*The fund's performance information represents only past performance and is not necessarily an indication of future results. Current performance may be lower or higher than the performance data cited. Share price, principal value, and return will vary, and you may have a gain or loss when you sell your shares. For the most recent month-end performance, please visit our website ([troweprice.com](http://troweprice.com)) or contact a T. Rowe Price representative at 1-800-225-5132 or, for I Class shares, 1-800-638-8790.*

This table shows how the fund would have performed each year if its actual (or cumulative) returns for the periods shown had been earned at a constant rate. Average annual total return figures include changes in principal value, reinvested dividends, and capital gain distributions. Returns do not reflect taxes that the shareholder may pay on fund distributions or the redemption of fund shares. When assessing performance, investors should consider both short- and long-term returns.

## EXPENSE RATIO

|                       |       |
|-----------------------|-------|
| Balanced Fund         | 0.61% |
| Balanced Fund-I Class | 0.49  |

The expense ratio shown is as of the fund's most recent prospectus. This number may vary from the expense ratio shown elsewhere in this report because it is based on a different time period and, if applicable, includes acquired fund fees and expenses but does not include fee or expense waivers.

## FUND EXPENSE EXAMPLE

As a mutual fund shareholder, you may incur two types of costs: (1) transaction costs, such as redemption fees or sales loads, and (2) ongoing costs, including management fees, distribution and service (12b-1) fees, and other fund expenses. The following example is intended to help you understand your ongoing costs (in dollars) of investing in the fund and to compare these costs with the ongoing costs of investing in other mutual funds. The example is based on an investment of \$1,000 invested at the beginning of the most recent six-month period and held for the entire period.

Please note that the fund has two share classes: The original share class (Investor Class) charges no distribution and service (12b-1) fee, and the I Class shares are also available to institutionally oriented clients and impose no 12b-1 or administrative fee payment. Each share class is presented separately in the table.

### Actual Expenses

The first line of the following table (Actual) provides information about actual account values and expenses based on the fund's actual returns. You may use the information on this line, together with your account balance, to estimate the expenses that you paid over the period. Simply divide your account value by \$1,000 (for example, an \$8,600 account value divided by \$1,000 = 8.6), then multiply the result by the number on the first line under the heading "Expenses Paid During Period" to estimate the expenses you paid on your account during this period.

### Hypothetical Example for Comparison Purposes

The information on the second line of the table (Hypothetical) is based on hypothetical account values and expenses derived from the fund's actual expense ratio and an assumed 5% per year rate of return before expenses (not the fund's actual return). You may compare the ongoing costs of investing in the fund with other funds by contrasting this 5% hypothetical example and the 5% hypothetical examples that appear in the shareholder reports of the other funds. The hypothetical account values and expenses may not be used to estimate the actual ending account balance or expenses you paid for the period.

**FUND EXPENSE EXAMPLE (CONTINUED)**

**Note:** T. Rowe Price charges an annual account service fee of \$20, generally for accounts with less than \$10,000. The fee is waived for any investor whose T. Rowe Price mutual fund accounts total \$50,000 or more; accounts electing to receive electronic delivery of account statements, transaction confirmations, prospectuses, and shareholder reports; or accounts of an investor who is a T. Rowe Price Personal Services or Enhanced Personal Services client (enrollment in these programs generally requires T. Rowe Price assets of at least \$250,000). This fee is not included in the accompanying table. If you are subject to the fee, keep it in mind when you are estimating the ongoing expenses of investing in the fund and when comparing the expenses of this fund with other funds.

You should also be aware that the expenses shown in the table highlight only your ongoing costs and do not reflect any transaction costs, such as redemption fees or sales loads. Therefore, the second line of the table is useful in comparing ongoing costs only and will not help you determine the relative total costs of owning different funds. To the extent a fund charges transaction costs, however, the total cost of owning that fund is higher.

**BALANCED FUND**

|   | Beginning<br>Account Value<br>7/1/22 | Ending<br>Account Value<br>12/31/22 | Expenses Paid<br>During Period*<br>7/1/22 to 12/31/22 |
|---|--------------------------------------|-------------------------------------|---|
| <b>Investor Class</b>                               |                                      |                                     |   |
| Actual  | \$1,000.00                           | \$1,004.00                          | \$2.88  |
| Hypothetical (assumes 5%<br>return before expenses) | 1,000.00                             | 1,022.33                            | 2.91  |
| <b>I Class</b>                                      |                                      |                                     |   |
| Actual  | 1,000.00                             | 1,004.90                            | 2.17  |
| Hypothetical (assumes 5%<br>return before expenses) | 1,000.00                             | 1,023.04                            | 2.19  |

\* Expenses are equal to the fund's annualized expense ratio for the 6-month period, multiplied by the average account value over the period, multiplied by the number of days in the most recent fiscal half year (184), and divided by the days in the year (365) to reflect the half-year period. The annualized expense ratio of the Investor Class was 0.57%, and the I Class was 0.43%.



**FINANCIAL HIGHLIGHTS**

For a share outstanding throughout each period

**Investor Class**

|   | Year Ended |          |          |          |          |
|---|------------|----------|----------|----------|----------|
|   | 12/31/22   | 12/31/21 | 12/31/20 | 12/31/19 | 12/31/18 |
| <b>NET ASSET VALUE</b>                  |            |          |          |          |          |
| Beginning of period                     | \$ 28.20   | \$ 27.24 | \$ 24.94 | \$ 21.39 | \$ 24.33 |
| Investment activities                   |            |          |          |          |          |
| Net investment income <sup>(1)(2)</sup> | 0.43       | 0.37     | 0.40     | 0.48     | 0.51     |
| Net realized and unrealized gain/loss   | (5.29)     | 3.22     | 3.15     | 3.92     | (1.65)   |
| Total from investment activities        | (4.86)     | 3.59     | 3.55     | 4.40     | (1.14)   |
| Distributions                           |            |          |          |          |          |
| Net investment income                   | (0.44)     | (0.38)   | (0.41)   | (0.50)   | (0.50)   |
| Net realized gain                       | (0.68)     | (2.25)   | (0.84)   | (0.35)   | (1.30)   |
| Total distributions                     | (1.12)     | (2.63)   | (1.25)   | (0.85)   | (1.80)   |
| <b>NET ASSET VALUE</b>                  |            |          |          |          |          |
| End of period                           | \$ 22.22   | \$ 28.20 | \$ 27.24 | \$ 24.94 | \$ 21.39 |

**Ratios/Supplemental Data**

|   |                 |               |               |               |                |
|---|-----------------|---------------|---------------|---------------|----------------|
| <b>Total return<sup>(2)(3)</sup></b>                        | <b>(17.26)%</b> | <b>13.36%</b> | <b>14.57%</b> | <b>20.74%</b> | <b>(4.92)%</b> |
| Ratios to average net assets: <sup>(2)</sup>                |                 |               |               |               |                |
| Gross expenses before waivers/ payments by Price Associates | 0.61%           | 0.57%         | 0.58%         | 0.58%         | 0.58%          |
| Net expenses after waivers/ payments by Price Associates    | 0.57%           | 0.53%         | 0.55%         | 0.55%         | 0.55%          |
| Net investment income                                       | 1.74%           | 1.27%         | 1.63%         | 2.03%         | 2.10%          |
| Portfolio turnover rate                                     | 97.7%           | 91.9%         | 75.7%         | 53.3%         | 68.2%          |
| Net assets, end of period (in millions)                     | \$2,318         | \$4,224       | \$4,087       | \$3,893       | \$3,400        |

<sup>(1)</sup> Per share amounts calculated using average shares outstanding method.

<sup>(2)</sup> See Note 7 for details of expense-related arrangements with Price Associates.

<sup>(3)</sup> Total return reflects the rate that an investor would have earned on an investment in the fund during each period, assuming reinvestment of all distributions, and payment of no redemption or account fees, if applicable.

The accompanying notes are an integral part of these financial statements.

**FINANCIAL HIGHLIGHTS**

For a share outstanding throughout each period

**I Class**

|   | Year Ended |          |          |          |          |
|---|------------|----------|----------|----------|----------|
|   | 12/31/22   | 12/31/21 | 12/31/20 | 12/31/19 | 12/31/18 |
| <b>NET ASSET VALUE</b>                  |            |          |          |          |          |
| Beginning of period                     | \$ 28.20   | \$ 27.23 | \$ 24.94 | \$ 21.39 | \$ 24.34 |
| Investment activities                   |            |          |          |          |          |
| Net investment income <sup>(1)(2)</sup> | 0.49       | 0.41     | 0.43     | 0.50     | 0.55     |
| Net realized and unrealized gain/loss   | (5.31)     | 3.22     | 3.14     | 3.94     | (1.67)   |
| Total from investment activities        | (4.82)     | 3.63     | 3.57     | 4.44     | (1.12)   |
| Distributions                           |            |          |          |          |          |
| Net investment income                   | (0.49)     | (0.41)   | (0.44)   | (0.54)   | (0.53)   |
| Net realized gain                       | (0.68)     | (2.25)   | (0.84)   | (0.35)   | (1.30)   |
| Total distributions                     | (1.17)     | (2.66)   | (1.28)   | (0.89)   | (1.83)   |
| <b>NET ASSET VALUE</b>                  |            |          |          |          |          |
| End of period                           | \$ 22.21   | \$ 28.20 | \$ 27.23 | \$ 24.94 | \$ 21.39 |

**Ratios/Supplemental Data**

|   |                 |               |               |               |                |
|---|-----------------|---------------|---------------|---------------|----------------|
| <b>Total return<sup>(2)(3)</sup></b>                        | <b>(17.12)%</b> | <b>13.51%</b> | <b>14.67%</b> | <b>20.94%</b> | <b>(4.85)%</b> |
| Ratios to average net assets: <sup>(2)</sup>                |                 |               |               |               |                |
| Gross expenses before waivers/ payments by Price Associates | 0.47%           | 0.45%         | 0.46%         | 0.46%         | 0.46%          |
| Net expenses after waivers/ payments by Price Associates    | 0.43%           | 0.41%         | 0.43%         | 0.43%         | 0.43%          |
| Net investment income                                       | 2.02%           | 1.39%         | 1.74%         | 2.11%         | 2.26%          |
| Portfolio turnover rate                                     | 97.7%           | 91.9%         | 75.7%         | 53.3%         | 68.2%          |
| Net assets, end of period (in thousands)                    | \$1,668,770     | \$1,173,380   | \$870,716     | \$734,319     | \$413,411      |

<sup>(1)</sup> Per share amounts calculated using average shares outstanding method.

<sup>(2)</sup> See Note 7 for details of expense-related arrangements with Price Associates.

<sup>(3)</sup> Total return reflects the rate that an investor would have earned on an investment in the fund during each period, assuming reinvestment of all distributions, and payment of no redemption or account fees, if applicable.

The accompanying notes are an integral part of these financial statements.

## T. ROWE PRICE BALANCED FUND

December 31, 2022

**PORTFOLIO OF INVESTMENTS†****Shares/Par****\$ Value**

(Cost and value in \$000s)

**ASSET-BACKED SECURITIES 0.9%**

|  |           |       |
|--|-----------|-------|
| AmeriCredit Automobile Receivables Trust<br>Series 2020-1, Class C<br>1.59%, 10/20/25          | 1,460,000 | 1,413 |
| AmeriCredit Automobile Receivables Trust<br>Series 2021-2, Class D<br>1.29%, 6/18/27           | 2,100,000 | 1,862 |
| Avis Budget Rental Car Funding AESOP<br>Series 2019-2A, Class B<br>3.55%, 9/22/25 (1)          | 1,165,000 | 1,110 |
| BRE Grand Islander Timeshare Issuer<br>Series 2019-A, Class A<br>3.28%, 9/26/33 (1)            | 292,325   | 275   |
| Carlyle U.S.<br>Series 2019-4A, Class A11R, CLO, FRN<br>3M TSFR + 1.32%, 5.184%, 4/15/35 (1)   | 2,195,000 | 2,126 |
| Carmax Auto Owner Trust<br>Series 2021-1, Class D<br>1.28%, 7/15/27                            | 1,205,000 | 1,073 |
| Carvana Auto Receivables Trust<br>Series 2021-P4, Class C<br>2.33%, 2/10/28                    | 1,715,000 | 1,410 |
| CIFC Funding<br>Series 2021-3A, Class A, CLO, FRN<br>3M USD LIBOR + 1.14%, 5.219%, 7/15/36 (1) | 1,380,000 | 1,339 |
| CNH Equipment Trust<br>Series 2019-C, Class B<br>2.35%, 4/15/27                                | 2,575,000 | 2,508 |
| Driven Brands Funding<br>Series 2020-1A, Class A2<br>3.786%, 7/20/50 (1)                       | 659,813   | 566   |
| Driven Brands Funding<br>Series 2020-2A, Class A2<br>3.237%, 1/20/51 (1)                       | 1,218,300 | 1,007 |
| Driven Brands Funding<br>Series 2021-1A, Class A2<br>2.791%, 10/20/51 (1)                      | 1,524,600 | 1,209 |
| Dryden<br>Series 2020-77A, Class AR, CLO, FRN<br>3M USD LIBOR + 1.12%, 5.795%, 5/20/34 (1)     | 1,935,000 | 1,879 |
| Elara HGV Timeshare Issuer<br>Series 2017-A, Class A<br>2.69%, 3/25/30 (1)                     | 160,976   | 154   |
| Exeter Automobile Receivables Trust<br>Series 2021-2A, Class C<br>0.98%, 6/15/26               | 895,000   | 860   |

T. ROWE PRICE BALANCED FUND

|   | Shares/Par | \$ Value |
|---|------------|----------|
| (Cost and value in \$000s)  |            |          |
| Exeter Automobile Receivables Trust<br>Series 2022-2A, Class C<br>3.85%, 7/17/28                            | 915,000    | 872      |
| Ford Credit Auto Owner Trust<br>Series 2020-2, Class C<br>1.74%, 4/15/33 (1)                                | 1,665,000  | 1,439    |
| Ford Credit Floorplan Master Owner Trust<br>Series 2020-2, Class B<br>1.32%, 9/15/27                        | 1,275,000  | 1,134    |
| GM Financial Consumer Automobile Receivables Trust<br>Series 2020-3, Class D<br>1.91%, 9/16/27              | 1,355,000  | 1,288    |
| Hardee's Funding<br>Series 2018-1A, Class A2II<br>4.959%, 6/20/48 (1)                                       | 1,900,638  | 1,785    |
| JPMorgan Chase Bank<br>Series 2021-2, Class C<br>0.969%, 12/26/28 (1)                                       | 338,355    | 323      |
| Madison Park Funding XXXIII<br>Series 2019-33A, Class AR, CLO, FRN<br>3M TSFR + 1.29%, 5.154%, 10/15/32 (1) | 1,205,000  | 1,188    |
| MVW<br>Series 2019-2A, Class A<br>2.22%, 10/20/38 (1)   | 865,824    | 817      |
| Navient Private Education Refi Loan Trust<br>Series 2019-CA, Class A2<br>3.13%, 2/15/68 (1)                 | 791,630    | 747      |
| Navient Private Education Refi Loan Trust<br>Series 2019-FA, Class A2<br>2.60%, 8/15/68 (1)                 | 852,050    | 788      |
| Navient Private Education Refi Loan Trust<br>Series 2019-GA, Class A<br>2.40%, 10/15/68 (1)                 | 938,726    | 860      |
| Navient Private Education Refi Loan Trust<br>Series 2020-GA, Class A<br>1.17%, 9/16/69 (1)                  | 412,303    | 366      |
| Navient Private Education Refi Loan Trust<br>Series 2021-A, Class A<br>0.84%, 5/15/69 (1)                   | 427,247    | 369      |
| Santander Bank Auto Credit-Linked Notes<br>Series 2022-C, Class B<br>6.451%, 12/15/32 (1)                   | 2,285,000  | 2,285    |
| ServiceMaster Funding<br>Series 2021-1, Class A2I<br>2.865%, 7/30/51 (1)                                    | 1,614,563  | 1,268    |
| SMB Private Education Loan Trust<br>Series 2018-B, Class A2A<br>3.60%, 1/15/37 (1)                          | 576,402    | 552      |

T. ROWE PRICE BALANCED FUND

|   | Shares/Par | \$ Value       |
|---|------------|----------------|
| (Cost and value in \$000s)  |            |                |
| SMB Private Education Loan Trust<br>Series 2020-B, Class A1A<br>1.29%, 7/15/53 (1)    | 1,100,985  | 971            |
| SMB Private Education Loan Trust<br>Series 2021-A, Class APT1<br>1.07%, 1/15/53 (1)   | 2,150,126  | 1,845          |
| <b>Total Asset-Backed Securities (Cost \$41,176)</b>                                  |            | <b>37,688</b>  |
| <b>BOND MUTUAL FUNDS 5.4%</b>   |            |                |
| T. Rowe Price Inflation Protected Bond Fund - I Class, 5.89% (2)(3)                   | 1,359      | 14             |
| T. Rowe Price Institutional High Yield Fund - Institutional Class,<br>8.21% (2)(3)    | 29,141,480 | 214,481        |
| T. Rowe Price Limited Duration Inflation Focused Bond Fund - I<br>Class, 5.66% (2)(3) | 23,156     | 108            |
| <b>Total Bond Mutual Funds (Cost \$250,948)</b>                                       |            | <b>214,603</b> |
| <b>COMMON STOCKS 60.7%</b>  |            |                |
| <b>COMMUNICATION SERVICES 4.3%</b>  |            |                |
| <b>Diversified Telecommunication Services 0.7%</b>                                    |            |                |
| KT (KRW) (4)  | 108,008    | 2,891          |
| Nippon Telegraph & Telephone (JPY)  | 497,500    | 14,188         |
| Verizon Communications  | 237,456    | 9,356          |
|   |            | 26,435         |
| <b>Entertainment 0.6%</b>   |            |                |
| Activision Blizzard   | 46,291     | 3,544          |
| Netflix (4)   | 27,956     | 8,244          |
| Sea, ADR (4)  | 42,889     | 2,231          |
| Walt Disney (4)   | 110,345    | 9,587          |
|   |            | 23,606         |
| <b>Interactive Media &amp; Services 2.3%</b>  |            |                |
| Alphabet, Class A (4)   | 148,679    | 13,118         |
| Alphabet, Class C (4)   | 655,293    | 58,144         |
| Meta Platforms, Class A (4)   | 114,731    | 13,807         |
| NAVER (KRW)   | 14,466     | 2,057          |
| Tencent Holdings (HKD)  | 89,600     | 3,799          |
| Z Holdings (JPY)  | 875,100    | 2,186          |
|   |            | 93,111         |
| <b>Media 0.3%</b>   |            |                |
| Comcast, Class A  | 26,180     | 916            |
| CyberAgent (JPY)  | 358,400    | 3,191          |
| Stroeer (EUR)   | 32,867     | 1,529          |

T. ROWE PRICE BALANCED FUND

|   | Shares/Par | \$ Value |
|---|------------|----------|
| (Cost and value in \$000s)                      |            |          |
| WPP (GBP)                                       | 513,879    | 5,077    |
|   |            | 10,713   |
| <b>Wireless Telecommunication Services 0.4%</b> |            |          |
| SoftBank Group (JPY)                            | 52,300     | 2,212    |
| T-Mobile U.S. (4)                               | 78,224     | 10,951   |
| Vodafone Group, ADR                             | 349,968    | 3,542    |
|   |            | 16,705   |
| Total Communication Services                    |            | 170,570  |
| <b>CONSUMER DISCRETIONARY 5.9%</b>              |            |          |
| <b>Auto Components 0.4%</b>                     |            |          |
| Aptiv (4)                                       | 2,035      | 189      |
| Autoliv, SDR (SEK)                              | 41,048     | 3,139    |
| Denso (JPY)                                     | 79,300     | 3,889    |
| Magna International                             | 104,042    | 5,845    |
| Mobileye Global, Class A (4)                    | 9,002      | 316      |
| Stanley Electric (JPY)                          | 106,300    | 2,011    |
| Sumitomo Rubber Industries (JPY) (5)            | 119,700    | 1,040    |
|   |            | 16,429   |
| <b>Automobiles 0.6%</b>                         |            |          |
| Honda Motor (JPY)                               | 68,700     | 1,567    |
| Suzuki Motor (JPY)                              | 86,100     | 2,758    |
| Tesla (4)                                       | 82,927     | 10,215   |
| Toyota Motor (JPY)                              | 586,200    | 7,997    |
|   |            | 22,537   |
| <b>Diversified Consumer Services 0.0%</b>       |            |          |
| Bright Horizons Family Solutions (4)            | 10,400     | 656      |
|   |            | 656      |
| <b>Hotels, Restaurants &amp; Leisure 1.1%</b>   |            |          |
| Booking Holdings (4)                            | 2,921      | 5,887    |
| Chipotle Mexican Grill (4)                      | 4,860      | 6,743    |
| Compass Group (GBP)                             | 297,937    | 6,880    |
| Hilton Worldwide Holdings                       | 10,879     | 1,375    |
| Las Vegas Sands (4)                             | 22,246     | 1,069    |
| Marriott International, Class A                 | 10,206     | 1,520    |
| McDonald's                                      | 52,719     | 13,893   |
| MGM Resorts International                       | 24,429     | 819      |
| Starbucks                                       | 27,160     | 2,694    |
| Wynn Resorts (4)                                | 12,275     | 1,012    |
| Yum! Brands                                     | 20,637     | 2,643    |
|   |            | 44,535   |
| <b>Household Durables 0.3%</b>                  |            |          |
| NVR (4)   | 216        | 997      |

|  | Shares/Par | \$ Value |
|--|------------|----------|
| (Cost and value in \$000s)                         |            |          |
| Panasonic Holdings (JPY)                           | 432,200    | 3,617    |
| Persimmon (GBP)                                    | 163,565    | 2,398    |
| Sony Group (JPY)                                   | 81,500     | 6,212    |
|  |            | 13,224   |
| <b>Internet &amp; Direct Marketing Retail 1.4%</b> |            |          |
| Alibaba Group Holding, ADR (4)                     | 8,823      | 777      |
| Amazon.com (4)                                     | 580,360    | 48,750   |
| ASOS (GBP) (4)                                     | 121,240    | 745      |
| DoorDash, Class A (4)                              | 20,365     | 994      |
| Zalando (EUR) (4)                                  | 76,843     | 2,705    |
|  |            | 53,971   |
| <b>Multiline Retail 0.4%</b>                       |            |          |
| Dollar General                                     | 49,324     | 12,146   |
| Dollar Tree (4)                                    | 6,550      | 926      |
| Next (GBP)   | 53,468     | 3,747    |
|  |            | 16,819   |
| <b>Specialty Retail 1.1%</b>                       |            |          |
| AutoZone (4)                                       | 679        | 1,674    |
| Burlington Stores (4)                              | 6,441      | 1,306    |
| Home Depot   | 39,223     | 12,389   |
| Kingfisher (GBP)                                   | 1,642,632  | 4,667    |
| Lowe's   | 7,803      | 1,555    |
| O'Reilly Automotive (4)                            | 2,638      | 2,226    |
| Ross Stores  | 94,518     | 10,971   |
| TJX  | 71,594     | 5,699    |
| Ulta Beauty (4)                                    | 9,295      | 4,360    |
|  |            | 44,847   |
| <b>Textiles, Apparel &amp; Luxury Goods 0.6%</b>   |            |          |
| Dr. Martens (GBP)                                  | 464,576    | 1,055    |
| Kering (EUR)                                       | 8,184      | 4,165    |
| Lululemon Athletica (4)                            | 11,443     | 3,666    |
| Moncler (EUR)                                      | 80,997     | 4,304    |
| NIKE, Class B                                      | 75,594     | 8,845    |
| Samsonite International (HKD) (4)                  | 847,500    | 2,225    |
|  |            | 24,260   |
| Total Consumer Discretionary                       |            | 237,278  |
| <b>CONSUMER STAPLES 4.4%</b>                       |            |          |
| <b>Beverages 0.9%</b>                              |            |          |
| Coca-Cola  | 124,161    | 7,898    |
| Constellation Brands, Class A                      | 13,299     | 3,082    |
| Diageo (GBP)                                       | 155,362    | 6,800    |
| Heineken (EUR)                                     | 27,991     | 2,637    |
| Keurig Dr Pepper                                   | 136,374    | 4,863    |

T. ROWE PRICE BALANCED FUND

|   | Shares/Par | \$ Value |
|---|------------|----------|
| (Cost and value in \$000s)                  |            |          |
| Kirin Holdings (JPY) (5)                    | 167,500    | 2,553    |
| Monster Beverage (4)                        | 23,077     | 2,343    |
| PepsiCo                                     | 24,320     | 4,394    |
|   |            | 34,570   |
| <b>Food &amp; Staples Retailing 0.7%</b>    |            |          |
| Costco Wholesale                            | 9,035      | 4,124    |
| Seven & i Holdings (JPY)                    | 163,500    | 7,007    |
| Walmart                                     | 101,946    | 14,455   |
| Welcia Holdings (JPY)                       | 75,200     | 1,753    |
|   |            | 27,339   |
| <b>Food Products 1.3%</b>                   |            |          |
| Barry Callebaut (CHF)                       | 1,727      | 3,410    |
| Conagra Brands                              | 32,783     | 1,269    |
| Darling Ingredients (4)                     | 6,767      | 424      |
| Kraft Heinz                                 | 165,721    | 6,746    |
| Mondelez International, Class A             | 190,711    | 12,711   |
| Nestle (CHF)                                | 203,543    | 23,511   |
| Wilmar International (SGD)                  | 1,865,300  | 5,811    |
|   |            | 53,882   |
| <b>Household Products 0.5%</b>              |            |          |
| Colgate-Palmolive                           | 5,000      | 394      |
| Kimberly-Clark                              | 23,275     | 3,159    |
| Procter & Gamble                            | 110,239    | 16,708   |
|   |            | 20,261   |
| <b>Personal Products 0.5%</b>               |            |          |
| Estee Lauder, Class A                       | 6,997      | 1,736    |
| L'Oreal (EUR)                               | 18,750     | 6,714    |
| Unilever (GBP)                              | 253,636    | 12,806   |
|   |            | 21,256   |
| <b>Tobacco 0.5%</b>                         |            |          |
| Altria Group                                | 36,088     | 1,650    |
| Philip Morris International                 | 179,056    | 18,122   |
|   |            | 19,772   |
| Total Consumer Staples                      |            | 177,080  |
| <b>ENERGY 2.5%</b>                          |            |          |
| <b>Energy Equipment &amp; Services 0.2%</b> |            |          |
| Halliburton                                 | 70,069     | 2,757    |
| Worley (AUD)                                | 445,214    | 4,542    |
|   |            | 7,299    |
| <b>Oil, Gas &amp; Consumable Fuels 2.3%</b> |            |          |
| Chevron                                     | 86,160     | 15,465   |
| ConocoPhillips                              | 53,571     | 6,321    |



T. ROWE PRICE BALANCED FUND

|  | Shares/Par | \$ Value |
|--|------------|----------|
| (Cost and value in \$000s)               |            |          |
| EOG Resources                            | 17,964     | 2,327    |
| Equinor (NOK)                            | 319,009    | 11,465   |
| Exxon Mobil                              | 225,983    | 24,926   |
| Hess                                     | 11,482     | 1,628    |
| Kinder Morgan                            | 307,900    | 5,567    |
| Marathon Petroleum                       | 16,559     | 1,927    |
| Pioneer Natural Resources                | 4,324      | 988      |
| Shell, ADR                               | 93,482     | 5,324    |
| TotalEnergies (EUR)                      | 191,876    | 12,045   |
| TotalEnergies, ADR                       | 27,872     | 1,730    |
| Woodside Energy Group (GBP)              | 34,694     | 835      |
|  |            | 90,548   |
| Total Energy                             |            | 97,847   |
| <b>FINANCIALS 9.8%</b>                   |            |          |
| <b>Banks 3.6%</b>                        |            |          |
| ANZ Group Holdings (AUD)                 | 234,434    | 3,776    |
| Bank of America                          | 650,161    | 21,533   |
| BNP Paribas (EUR)                        | 83,543     | 4,757    |
| Citigroup                                | 87,700     | 3,967    |
| Citizens Financial Group                 | 8,500      | 335      |
| Close Brothers Group (GBP)               | 83,733     | 1,053    |
| DBS Group Holdings (SGD)                 | 138,600    | 3,508    |
| DNB Bank (NOK)                           | 416,648    | 8,229    |
| Erste Group Bank (EUR)                   | 64,870     | 2,076    |
| Fifth Third Bancorp                      | 51,847     | 1,701    |
| Huntington Bancshares                    | 172,072    | 2,426    |
| ING Groep (EUR)                          | 735,423    | 8,958    |
| Intesa Sanpaolo (EUR)                    | 1,113,741  | 2,467    |
| JPMorgan Chase                           | 160,834    | 21,568   |
| Lloyds Banking Group (GBP)               | 6,924,380  | 3,779    |
| Mitsubishi UFJ Financial Group (JPY) (5) | 656,600    | 4,408    |
| National Bank of Canada (CAD) (5)        | 104,702    | 7,055    |
| Signature Bank                           | 6,212      | 716      |
| Standard Chartered (GBP)                 | 322,891    | 2,408    |
| Sumitomo Mitsui Trust Holdings (JPY)     | 78,754     | 2,748    |
| SVB Financial Group (4)                  | 2,700      | 621      |
| Svenska Handelsbanken, Class A (SEK)     | 527,434    | 5,310    |
| U.S. Bancorp                             | 176,400    | 7,693    |
| United Overseas Bank (SGD)               | 290,000    | 6,643    |
| Wells Fargo                              | 355,291    | 14,670   |
|  |            | 142,405  |
| <b>Capital Markets 1.3%</b>              |            |          |
| Ameriprise Financial                     | 3,100      | 965      |
| Ares Management, Class A                 | 4,700      | 322      |

T. ROWE PRICE BALANCED FUND

|  | Shares/Par | \$ Value |
|--|------------|----------|
| (Cost and value in \$000s)                 |            |          |
| Bank of New York Mellon                    | 9,202      | 419      |
| BlackRock                                  | 1,700      | 1,205    |
| Blue Owl Capital                           | 25,900     | 275      |
| Bridgepoint Group (GBP)                    | 642,572    | 1,484    |
| Charles Schwab                             | 98,648     | 8,213    |
| CME Group                                  | 7,111      | 1,196    |
| Goldman Sachs Group                        | 39,418     | 13,535   |
| Intercontinental Exchange                  | 17,736     | 1,819    |
| Invesco                                    | 19,190     | 345      |
| Julius Baer Group (CHF)                    | 86,176     | 5,015    |
| Macquarie Group (AUD)                      | 34,249     | 3,866    |
| Morgan Stanley                             | 15,031     | 1,278    |
| MSCI                                       | 4,499      | 2,093    |
| S&P Global                                 | 19,740     | 6,612    |
| XP, Class A (4)                            | 97,514     | 1,496    |
|  |            | 50,138   |
| <b>Consumer Finance 0.1%</b>               |            |          |
| American Express                           | 13,313     | 1,967    |
| Capital One Financial                      | 3,600      | 335      |
|  |            | 2,302    |
| <b>Diversified Financial Services 1.0%</b> |            |          |
| Apollo Global Management                   | 11,534     | 736      |
| Berkshire Hathaway, Class B (4)            | 65,080     | 20,103   |
| Challenger (AUD)                           | 365,840    | 1,881    |
| Corebridge Financial                       | 141,883    | 2,846    |
| Element Fleet Management (CAD) (5)         | 471,768    | 6,428    |
| Equitable Holdings                         | 53,094     | 1,524    |
| Housing Development Finance (INR)          | 129,060    | 4,110    |
| Mitsubishi HC Capital (JPY)                | 417,500    | 2,053    |
| Voya Financial                             | 4,189      | 258      |
|  |            | 39,939   |
| <b>Insurance 3.8%</b>                      |            |          |
| AIA Group (HKD)                            | 218,400    | 2,412    |
| Allstate                                   | 34,599     | 4,692    |
| American International Group               | 105,469    | 6,670    |
| Assurant                                   | 7,750      | 969      |
| AXA (EUR)                                  | 405,097    | 11,284   |
| Chubb                                      | 95,240     | 21,010   |
| Definity Financial (CAD)                   | 50,731     | 1,442    |
| Direct Line Insurance Group (GBP)          | 747,975    | 1,994    |
| Hartford Financial Services Group          | 85,668     | 6,496    |
| Manulife Financial (CAD)                   | 207,429    | 3,700    |
| Marsh & McLennan                           | 32,591     | 5,393    |
| MetLife                                    | 157,250    | 11,380   |

T. ROWE PRICE BALANCED FUND

|  | Shares/Par | \$ Value |
|--|------------|----------|
| (Cost and value in \$000s)                       |            |          |
| Munich Re (EUR)                                  | 33,424     | 10,812   |
| PICC Property & Casualty, Class H (HKD)          | 3,466,000  | 3,277    |
| Ping An Insurance Group, Class H (HKD)           | 274,500    | 1,803    |
| Progressive                                      | 77,524     | 10,056   |
| RenaissanceRe Holdings                           | 9,292      | 1,712    |
| Sampo, Class A (EUR)                             | 142,876    | 7,462    |
| Storebrand (NOK)                                 | 543,459    | 4,723    |
| Sun Life Financial (CAD)                         | 154,515    | 7,172    |
| Tokio Marine Holdings (JPY)                      | 351,400    | 7,507    |
| Travelers  | 65,382     | 12,259   |
| Zurich Insurance Group (CHF)                     | 16,264     | 7,775    |
|  |            | 152,000  |
| Total Financials                                 |            | 386,784  |
| <b>HEALTH CARE 10.1%</b>                         |            |          |
| <b>Biotechnology 0.7%</b>                        |            |          |
| AbbVie   | 81,078     | 13,103   |
| Amgen  | 21,220     | 5,573    |
| Biogen (4)                                       | 4,335      | 1,200    |
| Genmab (DKK) (4)                                 | 6,185      | 2,615    |
| Gilead Sciences                                  | 8,300      | 713      |
| Moderna (4)                                      | 10,392     | 1,867    |
| Regeneron Pharmaceuticals (4)                    | 2,585      | 1,865    |
| Vertex Pharmaceuticals (4)                       | 5,076      | 1,466    |
|  |            | 28,402   |
| <b>Health Care Equipment &amp; Supplies 1.7%</b> |            |          |
| Abbott Laboratories                              | 20,932     | 2,298    |
| Alcon (CHF)                                      | 31,685     | 2,174    |
| Align Technology (4)                             | 2,594      | 547      |
| Becton Dickinson & Company                       | 76,807     | 19,532   |
| Boston Scientific (4)                            | 5,600      | 259      |
| Dexcom (4)                                       | 15,979     | 1,810    |
| Elekta, Class B (SEK)                            | 401,332    | 2,421    |
| EssilorLuxottica (EUR)                           | 30,990     | 5,607    |
| Intuitive Surgical (4)                           | 47,260     | 12,540   |
| Koninklijke Philips (EUR)                        | 207,779    | 3,127    |
| Medtronic  | 7,442      | 578      |
| Siemens Healthineers (EUR)                       | 115,992    | 5,786    |
| STERIS   | 3,500      | 646      |
| Stryker  | 25,046     | 6,124    |
| Teleflex   | 3,691      | 921      |
| Zimmer Biomet Holdings                           | 17,629     | 2,248    |
|  |            | 66,618   |
| <b>Health Care Providers &amp; Services 2.7%</b> |            |          |
| AmerisourceBergen                                | 24,697     | 4,093    |

T. ROWE PRICE BALANCED FUND

|  | Shares/Par | \$ Value |
|--|------------|----------|
| (Cost and value in \$000s)                     |            |          |
| Centene (4)                                    | 93,131     | 7,638    |
| Cigna  | 11,880     | 3,936    |
| CVS Health                                     | 13,030     | 1,214    |
| Elevance Health                                | 54,387     | 27,899   |
| Fresenius (EUR)                                | 134,252    | 3,750    |
| HCA Healthcare                                 | 29,451     | 7,067    |
| Humana   | 21,561     | 11,043   |
| McKesson                                       | 3,480      | 1,305    |
| Molina Healthcare (4)                          | 4,100      | 1,354    |
| UnitedHealth Group                             | 71,673     | 38,000   |
|  |            | 107,299  |
| <b>Health Care Technology 0.1%</b>             |            |          |
| GE HealthCare Technologies (4)                 | 10,445     | 610      |
| Veeva Systems, Class A (4)                     | 9,790      | 1,580    |
|  |            | 2,190    |
| <b>Life Sciences Tools &amp; Services 1.0%</b> |            |          |
| Agilent Technologies                           | 11,915     | 1,783    |
| Charles River Laboratories International (4)   | 1,700      | 370      |
| Danaher  | 61,808     | 16,405   |
| Evotec (EUR) (4)                               | 83,281     | 1,355    |
| Illumina (4)                                   | 1,600      | 324      |
| Mettler-Toledo International (4)               | 654        | 945      |
| PerkinElmer                                    | 17,488     | 2,452    |
| Thermo Fisher Scientific                       | 31,353     | 17,266   |
| West Pharmaceutical Services                   | 1,300      | 306      |
|  |            | 41,206   |
| <b>Pharmaceuticals 3.9%</b>                    |            |          |
| Astellas Pharma (JPY)                          | 554,700    | 8,434    |
| AstraZeneca, ADR                               | 332,384    | 22,536   |
| Bayer (EUR)                                    | 119,766    | 6,164    |
| Bristol-Myers Squibb                           | 23,448     | 1,687    |
| Eli Lilly                                      | 53,549     | 19,590   |
| GSK, ADR                                       | 100,872    | 3,545    |
| Ipsen (EUR)                                    | 14,949     | 1,608    |
| Johnson & Johnson                              | 153,404    | 27,099   |
| Merck  | 93,368     | 10,359   |
| Novartis (CHF)                                 | 128,801    | 11,656   |
| Novo Nordisk, ADR                              | 2,400      | 325      |
| Otsuka Holdings (JPY)                          | 106,600    | 3,476    |
| Pfizer   | 75,773     | 3,883    |
| Roche Holding (CHF)                            | 43,670     | 13,723   |
| Sanofi (EUR)                                   | 137,958    | 13,303   |
| Viatis   | 137,580    | 1,531    |

|   | Shares/Par | \$ Value |
|---|------------|----------|
| (Cost and value in \$000s)                      |            |          |
| Zoetis  | 35,387     | 5,186    |
|   |            | 154,105  |
| Total Health Care                               |            | 399,820  |
| <b>INDUSTRIALS &amp; BUSINESS SERVICES 5.1%</b> |            |          |
| <b>Aerospace &amp; Defense 0.5%</b>             |            |          |
| Boeing (4)                                      | 8,747      | 1,666    |
| L3Harris Technologies                           | 52,401     | 10,910   |
| Northrop Grumman                                | 4,626      | 2,524    |
| Raytheon Technologies                           | 3,500      | 353      |
| Safran (EUR)                                    | 33,068     | 4,142    |
| Textron   | 14,061     | 996      |
| TransDigm Group                                 | 2,195      | 1,382    |
|   |            | 21,973   |
| <b>Air Freight &amp; Logistics 0.0%</b>         |            |          |
| FedEx   | 6,164      | 1,068    |
| United Parcel Service, Class B                  | 3,718      | 646      |
|   |            | 1,714    |
| <b>Airlines 0.0%</b>                            |            |          |
| Southwest Airlines (4)                          | 24,971     | 841      |
| United Airlines Holdings (4)                    | 13,610     | 513      |
|   |            | 1,354    |
| <b>Building Products 0.1%</b>                   |            |          |
| Carrier Global                                  | 10,700     | 441      |
| Trane Technologies                              | 11,851     | 1,992    |
|   |            | 2,433    |
| <b>Commercial Services &amp; Supplies 0.1%</b>  |            |          |
| Cintas  | 2,564      | 1,158    |
| Republic Services                               | 17,265     | 2,227    |
| Waste Connections                               | 13,255     | 1,757    |
|   |            | 5,142    |
| <b>Construction &amp; Engineering 0.0%</b>      |            |          |
| WillScot Mobile Mini Holdings (4)               | 23,200     | 1,048    |
|   |            | 1,048    |
| <b>Electrical Equipment 1.0%</b>                |            |          |
| ABB (CHF)                                       | 230,646    | 7,030    |
| AMETEK  | 20,222     | 2,825    |
| Eaton   | 56,154     | 8,813    |
| Hubbell   | 10,901     | 2,558    |
| Legrand (EUR)                                   | 65,149     | 5,224    |
| Mitsubishi Electric (JPY)                       | 538,100    | 5,332    |
| Prysmian (EUR)                                  | 148,442    | 5,516    |

|  | Shares/Par | \$ Value |
|--|------------|----------|
| (Cost and value in \$000s)                       |            |          |
| Rockwell Automation                              | 4,625      | 1,191    |
|  |            | 38,489   |
| <b>Industrial Conglomerates 1.5%</b>             |            |          |
| DCC (GBP)  | 61,620     | 3,030    |
| General Electric                                 | 207,320    | 17,371   |
| Honeywell International                          | 44,863     | 9,614    |
| Melrose Industries (GBP)                         | 2,612,382  | 4,209    |
| Roper Technologies                               | 16,827     | 7,271    |
| Siemens (EUR)                                    | 143,858    | 19,831   |
|  |            | 61,326   |
| <b>Machinery 0.4%</b>                            |            |          |
| Cummins  | 13,727     | 3,326    |
| Dover  | 7,900      | 1,070    |
| Ingersoll Rand                                   | 36,788     | 1,922    |
| KION Group (EUR)                                 | 76,365     | 2,175    |
| Otis Worldwide                                   | 13,389     | 1,049    |
| PACCAR   | 12,927     | 1,279    |
| SMC (JPY)  | 4,000      | 1,670    |
| Stanley Black & Decker                           | 17,305     | 1,300    |
| THK (JPY) (5)                                    | 84,400     | 1,596    |
|  |            | 15,387   |
| <b>Professional Services 0.4%</b>                |            |          |
| Booz Allen Hamilton Holding                      | 2,600      | 271      |
| CoStar Group (4)                                 | 8,773      | 678      |
| Recruit Holdings (JPY)                           | 143,600    | 4,495    |
| TechnoPro Holdings (JPY)                         | 158,500    | 4,220    |
| Teleperformance (EUR)                            | 17,162     | 4,103    |
| TransUnion                                       | 18,415     | 1,045    |
|  |            | 14,812   |
| <b>Road &amp; Rail 0.7%</b>                      |            |          |
| Canadian Pacific Railway                         | 19,143     | 1,428    |
| Central Japan Railway (JPY)                      | 23,100     | 2,836    |
| CSX  | 280,306    | 8,684    |
| JB Hunt Transport Services                       | 6,900      | 1,203    |
| Norfolk Southern                                 | 18,527     | 4,565    |
| Old Dominion Freight Line                        | 13,796     | 3,915    |
| Saia (4)   | 3,919      | 822      |
| Union Pacific                                    | 14,800     | 3,065    |
|  |            | 26,518   |
| <b>Trading Companies &amp; Distributors 0.4%</b> |            |          |
| Ashtead Group (GBP)                              | 83,041     | 4,717    |
| Bunzl (GBP)                                      | 87,122     | 2,899    |
| Mitsubishi (JPY)                                 | 125,300    | 4,068    |

|   | Shares/Par | \$ Value |
|---|------------|----------|
| (Cost and value in \$000s)  |            |          |
| Sumitomo (JPY)  | 262,700    | 4,367    |
| United Rentals (4)  | 3,203      | 1,138    |
|   |            | 17,189   |
| Total Industrials & Business Services   |            | 207,385  |
| <b>INFORMATION TECHNOLOGY 13.3%</b>   |            |          |
| <b>Communications Equipment 0.2%</b>  |            |          |
| Arista Networks (4)   | 10,847     | 1,316    |
| Cisco Systems   | 23,374     | 1,113    |
| LM Ericsson, Class B (SEK)  | 925,799    | 5,425    |
|   |            | 7,854    |
| <b>Electronic Equipment, Instruments &amp; Components 0.4%</b>                  |            |          |
| Amphenol, Class A   | 493        | 37       |
| Hamamatsu Photonics (JPY)   | 73,600     | 3,513    |
| Largan Precision (TWD)  | 19,000     | 1,256    |
| Murata Manufacturing (JPY)  | 82,600     | 4,073    |
| Omron (JPY)   | 37,900     | 1,832    |
| TE Connectivity   | 22,988     | 2,639    |
| Teledyne Technologies (4)   | 5,298      | 2,119    |
| Trimble (4)   | 15,600     | 789      |
|   |            | 16,258   |
| <b>IT Services 2.5%</b>   |            |          |
| Accenture, Class A  | 28,449     | 7,591    |
| Adyen (EUR) (4)   | 2,269      | 3,150    |
| Affirm Holdings (4)   | 33,014     | 319      |
| Amadeus IT Group (EUR) (4)  | 59,407     | 3,082    |
| ANT International, Class C, Acquisition Date: 6/7/18,<br>Cost \$1,137 (4)(6)(7) | 298,203    | 605      |
| Block, Class A (4)  | 28,696     | 1,803    |
| Cognizant Technology Solutions, Class A   | 6,306      | 361      |
| Fidelity National Information Services  | 25,600     | 1,737    |
| Fiserv (4)  | 128,167    | 12,954   |
| FleetCor Technologies (4)   | 15,254     | 2,802    |
| Global Payments   | 22,803     | 2,265    |
| Mastercard, Class A   | 62,762     | 21,824   |
| MongoDB (4)   | 14,108     | 2,777    |
| NTT Data (JPY)  | 453,700    | 6,612    |
| PayPal Holdings (4)   | 14,694     | 1,047    |
| Shopify, Class A (4)  | 61,110     | 2,121    |
| Snowflake, Class A (4)  | 7,726      | 1,109    |
| Visa, Class A   | 130,844    | 27,184   |
|   |            | 99,343   |
| <b>Semiconductors &amp; Semiconductor Equipment 3.6%</b>                        |            |          |
| Advanced Micro Devices (4)  | 111,995    | 7,254    |

T. ROWE PRICE BALANCED FUND

|   | Shares/Par | \$ Value |
|---|------------|----------|
| (Cost and value in \$000s)  |            |          |
| Analog Devices  | 4,400      | 722      |
| Applied Materials   | 40,300     | 3,924    |
| ASML Holding (EUR)  | 19,401     | 10,578   |
| ASML Holding  | 15,443     | 8,438    |
| Broadcom  | 43,565     | 24,358   |
| Enphase Energy (4)  | 2,800      | 742      |
| First Solar (4)   | 1,200      | 180      |
| KLA   | 30,369     | 11,450   |
| Lam Research  | 12,052     | 5,065    |
| Marvell Technology  | 69,942     | 2,591    |
| Micron Technology   | 87,900     | 4,393    |
| Monolithic Power Systems  | 10,635     | 3,761    |
| NVIDIA  | 153,159    | 22,383   |
| NXP Semiconductors  | 38,327     | 6,057    |
| QUALCOMM  | 17,909     | 1,969    |
| Renesas Electronics (JPY) (4)                                     | 221,400    | 1,957    |
| Taiwan Semiconductor Manufacturing (TWD)                          | 874,969    | 12,708   |
| Taiwan Semiconductor Manufacturing, ADR                           | 22,172     | 1,652    |
| Texas Instruments   | 63,467     | 10,486   |
| Tokyo Electron (JPY)  | 12,400     | 3,643    |
|   |            | 144,311  |
| <b>Software 4.2%</b>  |            |          |
| Adobe (4)   | 7,550      | 2,541    |
| Atlassian, Class A (4)  | 15,947     | 2,052    |
| Bill.com Holdings (4)   | 18,936     | 2,063    |
| Black Knight (4)  | 3,327      | 205      |
| Cadence Design Systems (4)  | 9,800      | 1,574    |
| Canva, Acquisition Date: 8/16/21 - 12/17/21, Cost \$668 (4)(6)(7) | 392        | 216      |
| Confluent, Class A (4)  | 31,186     | 694      |
| CrowdStrike Holdings, Class A (4)                                 | 6,445      | 679      |
| Datadog, Class A (4)  | 12,197     | 897      |
| Descartes Systems Group (4)                                       | 8,000      | 557      |
| Fortinet (4)  | 35,046     | 1,713    |
| Gen Digital   | 26,100     | 559      |
| Gusto, Acquisition Date: 10/4/21, Cost \$216 (4)(6)(7)            | 7,517      | 142      |
| Intuit  | 28,865     | 11,235   |
| Microsoft   | 436,814    | 104,757  |
| Paycom Software (4)   | 2,054      | 637      |
| Salesforce (4)  | 51,423     | 6,818    |
| SAP (EUR)   | 68,163     | 7,037    |
| ServiceNow (4)  | 35,502     | 13,784   |
| Synopsys (4)  | 25,568     | 8,164    |
| Workday, Class A (4)  | 2,388      | 400      |
| Zoom Video Communications, Class A (4)                            | 4,732      | 321      |
|   |            | 167,045  |



T. ROWE PRICE BALANCED FUND

|  | Shares/Par | \$ Value |
|--|------------|----------|
| (Cost and value in \$000s)                                 |            |          |
| <b>Technology Hardware, Storage &amp; Peripherals 2.4%</b> |            |          |
| Apple  | 661,818    | 85,990   |
| Pure Storage, Class A (4)                                  | 15,100     | 404      |
| Samsung Electronics (KRW)                                  | 181,025    | 7,946    |
| Western Digital (4)  | 17,800     | 561      |
|  |            | 94,901   |
| Total Information Technology                               |            | 529,712  |
| <b>MATERIALS 2.5%</b>                                      |            |          |
| <b>Chemicals 1.5%</b>                                      |            |          |
| Air Liquide (EUR)  | 40,021     | 5,680    |
| Air Products & Chemicals                                   | 6,020      | 1,856    |
| Akzo Nobel (EUR)   | 61,261     | 4,111    |
| Asahi Kasei (JPY)  | 433,400    | 3,085    |
| BASF (EUR)   | 73,938     | 3,641    |
| CF Industries Holdings                                     | 9,666      | 823      |
| Corteva  | 6,400      | 376      |
| Covestro (EUR)   | 77,234     | 3,009    |
| FMC  | 5,600      | 699      |
| International Flavors & Fragrances                         | 26,800     | 2,810    |
| Johnson Matthey (GBP)                                      | 148,325    | 3,791    |
| Linde  | 26,550     | 8,660    |
| Nutrien  | 83,408     | 6,091    |
| PPG Industries   | 2,200      | 277      |
| RPM International  | 8,972      | 874      |
| Sherwin-Williams   | 35,140     | 8,340    |
| Tosoh (JPY)  | 39,200     | 466      |
| Umicore (EUR)  | 102,776    | 3,780    |
|  |            | 58,369   |
| <b>Construction Materials 0.0%</b>                         |            |          |
| Vulcan Materials   | 5,005      | 876      |
|  |            | 876      |
| <b>Containers &amp; Packaging 0.2%</b>                     |            |          |
| Amcor, CDI (AUD)   | 229,553    | 2,752    |
| Avery Dennison   | 6,790      | 1,229    |
| Ball   | 13,279     | 679      |
| International Paper  | 12,765     | 442      |
| Packaging Corp. of America                                 | 6,448      | 825      |
| Sealed Air   | 21,787     | 1,087    |
| Westrock   | 8,213      | 289      |
|  |            | 7,303    |
| <b>Metals &amp; Mining 0.7%</b>                            |            |          |
| Antofagasta (GBP)  | 252,910    | 4,721    |
| BHP Group (AUD)  | 73,640     | 2,281    |

|  | Shares/Par | \$ Value |
|--|------------|----------|
| (Cost and value in \$000s)                           |            |          |
| BHP Group (GBP)                                      | 188,321    | 5,853    |
| IGO (AUD)  | 1,022,029  | 9,349    |
| Rio Tinto (AUD)                                      | 24,553     | 1,938    |
| South32 (AUD)  | 1,146,688  | 3,144    |
| Steel Dynamics                                       | 3,300      | 322      |
|  |            | 27,608   |
| <b>Paper &amp; Forest Products 0.1%</b>              |            |          |
| Stora Enso, Class R (EUR)                            | 303,205    | 4,275    |
| West Fraser Timber                                   | 3,100      | 224      |
|  |            | 4,499    |
| Total Materials                                      |            | 98,655   |
| <b>REAL ESTATE 0.9%</b>                              |            |          |
| <b>Equity Real Estate Investment Trusts 0.8%</b>     |            |          |
| Alexandria Real Estate Equities, REIT                | 3,461      | 504      |
| American Homes 4 Rent, Class A, REIT                 | 7,200      | 217      |
| American Tower, REIT                                 | 3,848      | 815      |
| AvalonBay Communities, REIT                          | 3,320      | 536      |
| Boston Properties, REIT                              | 8,700      | 588      |
| Camden Property Trust, REIT                          | 1,800      | 201      |
| Equinix, REIT  | 3,433      | 2,249    |
| Equity LifeStyle Properties, REIT                    | 24,717     | 1,597    |
| Essex Property Trust, REIT                           | 3,290      | 697      |
| Extra Space Storage, REIT                            | 4,600      | 677      |
| Great Portland Estates (GBP)                         | 388,059    | 2,313    |
| Prologis, REIT                                       | 70,066     | 7,899    |
| Public Storage, REIT                                 | 3,886      | 1,089    |
| Rexford Industrial Realty, REIT                      | 13,653     | 746      |
| SBA Communications, REIT                             | 12,438     | 3,487    |
| Scentre Group (AUD)                                  | 1,716,802  | 3,342    |
| Simon Property Group, REIT                           | 6,635      | 779      |
| Sun Communities, REIT                                | 890        | 127      |
| Welltower, REIT                                      | 15,810     | 1,036    |
| Weyerhaeuser, REIT                                   | 92,373     | 2,864    |
|  |            | 31,763   |
| <b>Real Estate Management &amp; Development 0.1%</b> |            |          |
| Mitsui Fudosan (JPY)                                 | 321,300    | 5,872    |
|  |            | 5,872    |
| Total Real Estate                                    |            | 37,635   |
| <b>UTILITIES 1.9%</b>                                |            |          |
| <b>Electric Utilities 0.9%</b>                       |            |          |
| American Electric Power                              | 43,657     | 4,145    |
| Exelon   | 43,832     | 1,895    |
| FirstEnergy  | 72,543     | 3,043    |

|   | Shares/Par | \$ Value         |
|---|------------|------------------|
| (Cost and value in \$000s)  |            |                  |
| NextEra Energy  | 44,323     | 3,705            |
| PG&E (4)  | 153,455    | 2,495            |
| Southern  | 288,970    | 20,635           |
| Xcel Energy   | 27,794     | 1,949            |
|   |            | 37,867           |
| <b>Gas Utilities 0.0%</b>   |            |                  |
| Beijing Enterprises Holdings (HKD)                                  | 428,500    | 1,368            |
|   |            | 1,368            |
| <b>Independent Power &amp; Renewable Electricity Producers 0.1%</b> |            |                  |
| Electric Power Development (JPY)                                    | 161,400    | 2,563            |
|   |            | 2,563            |
| <b>Multi-Utilities 0.9%</b>   |            |                  |
| Ameren  | 47,122     | 4,190            |
| CMS Energy  | 11,159     | 707              |
| Dominion Energy   | 72,330     | 4,435            |
| DTE Energy  | 25,355     | 2,980            |
| Engie (EUR)   | 571,871    | 8,181            |
| National Grid (GBP)   | 415,149    | 4,973            |
| Sempra Energy   | 44,569     | 6,888            |
| WEC Energy Group  | 21,564     | 2,022            |
|   |            | 34,376           |
| Total Utilities   |            | 76,174           |
| <b>Total Common Stocks (Cost \$1,484,461)</b>                       |            | <b>2,418,940</b> |

**CONVERTIBLE PREFERRED STOCKS 0.0%**

**INFORMATION TECHNOLOGY 0.0%**

**Software 0.0%**

|   |        |            |
|---|--------|------------|
| Canva, Series A, Acquisition Date: 11/4/21 - 12/17/21,<br>Cost \$43 (4)(6)(7) | 25     | 14         |
| Canva, Series A-3, Acquisition Date: 12/17/21, Cost \$3 (4)(6)(7)             | 2      | 1          |
| Databricks, Series G, Acquisition Date: 2/1/21, Cost \$229 (4)(6)(7)          | 3,879  | 233        |
| Databricks, Series H, Acquisition Date: 8/31/21, Cost \$625 (4)(6)<br>(7)     | 8,505  | 510        |
| Gusto, Series E, Acquisition Date: 7/13/21, Cost \$317 (4)(6)(7)              | 10,431 | 196        |
| Total Information Technology  |        | 954        |
| <b>Total Convertible Preferred Stocks (Cost \$1,217)</b>                      |        | <b>954</b> |

**CORPORATE BONDS 8.2%**

|                                      |           |       |
|--------------------------------------|-----------|-------|
| Abbott Laboratories, 3.40%, 11/30/23 | 1,281,000 | 1,264 |
| AbbVie, 2.95%, 11/21/26              | 920,000   | 855   |
| AbbVie, 3.20%, 5/14/26               | 420,000   | 398   |

T. ROWE PRICE BALANCED FUND

|   | Shares/Par | \$ Value |
|---|------------|----------|
| (Cost and value in \$000s)                                    |            |          |
| AbbVie, 4.50%, 5/14/35  | 1,900,000  | 1,764    |
| AbbVie, 4.70%, 5/14/45  | 915,000    | 823      |
| ABN AMRO Bank, 4.75%, 7/28/25 (1)                             | 940,000    | 909      |
| AerCap Ireland Capital, 2.45%, 10/29/26                       | 935,000    | 816      |
| AerCap Ireland Capital, 4.125%, 7/3/23                        | 1,945,000  | 1,933    |
| AerCap Ireland Capital, 6.50%, 7/15/25                        | 365,000    | 369      |
| AHS Hospital, 5.024%, 7/1/45                                  | 1,600,000  | 1,543    |
| AIA Group, 3.20%, 3/11/25 (1)                                 | 1,020,000  | 978      |
| Alcon Finance, 2.60%, 5/27/30 (1)                             | 1,300,000  | 1,101    |
| Alexandria Real Estate Equities, 3.95%, 1/15/27               | 655,000    | 624      |
| Alfa SAB de CV, 5.25%, 3/25/24 (1)                            | 395,000    | 393      |
| Allstate, 5.55%, 5/9/35                                       | 1,000,000  | 1,024    |
| Ally Financial, 2.20%, 11/2/28                                | 700,000    | 546      |
| Altria Group, 2.35%, 5/6/25                                   | 415,000    | 390      |
| Amazon.com, 2.80%, 8/22/24                                    | 1,055,000  | 1,023    |
| Amazon.com, 3.875%, 8/22/37                                   | 1,645,000  | 1,463    |
| America Movil SAB de CV, 2.875%, 5/7/30                       | 2,525,000  | 2,146    |
| America Movil SAB de CV, 6.375%, 3/1/35                       | 300,000    | 319      |
| American Airlines PTT, Series 2014-1, Class A, 3.70%, 10/1/26 | 742,693    | 633      |
| American Airlines PTT, Series 2016-1, Class B, 5.25%, 1/15/24 | 1,252,392  | 1,218    |
| American Honda Finance, 0.75%, 8/9/24                         | 2,335,000  | 2,186    |
| Amgen, 2.77%, 9/1/53  | 447,000    | 271      |
| Anheuser-Busch InBev Worldwide, 5.55%, 1/23/49                | 2,120,000  | 2,122    |
| APA Infrastructure, 4.25%, 7/15/27 (1)(5)                     | 620,000    | 578      |
| Appalachian Power, 4.45%, 6/1/45                              | 2,450,000  | 2,016    |
| Apple, 1.65%, 5/11/30   | 2,345,000  | 1,920    |
| AT&T, 2.25%, 2/1/32   | 1,400,000  | 1,099    |
| AT&T, 3.50%, 6/1/41   | 680,000    | 510      |
| Atmos Energy, 4.15%, 1/15/43                                  | 1,500,000  | 1,252    |
| Ausgrid Finance, 3.85%, 5/1/23 (1)                            | 1,705,000  | 1,696    |
| AutoZone, 3.125%, 4/21/26                                     | 650,000    | 614      |
| Baidu, 3.875%, 9/29/23  | 2,000,000  | 1,977    |
| Baltimore Gas & Electric, 3.35%, 7/1/23                       | 1,750,000  | 1,732    |
| Banco Santander, 3.125%, 2/23/23                              | 1,000,000  | 996      |
| Banco Santander, 3.49%, 5/28/30                               | 200,000    | 169      |
| Banco Santander, 3.848%, 4/12/23                              | 2,000,000  | 1,988    |
| Banco Santander Chile, 2.70%, 1/10/25 (1)                     | 1,322,000  | 1,256    |
| Banco Santander Mexico Institucion de Banca Multiple Grupo    |            |          |
| Financiero Santand, 5.375%, 4/17/25 (1)                       | 1,110,000  | 1,101    |
| Bank of America, 4.20%, 8/26/24                               | 600,000    | 590      |
| Bank of America, 6.11%, 1/29/37                               | 900,000    | 915      |
| Bank of America, 6.75%, 6/1/28                                | 700,000    | 728      |
| Bank of America, VR, 2.299%, 7/21/32 (8)                      | 2,240,000  | 1,723    |
| Bank of America, VR, 2.676%, 6/19/41 (8)                      | 3,450,000  | 2,323    |
| Bank of America, Series N, VR, 2.651%, 3/11/32 (8)            | 2,325,000  | 1,860    |
| Bank of Montreal, 2.65%, 3/8/27                               | 2,035,000  | 1,859    |

T. ROWE PRICE BALANCED FUND

|  | Shares/Par | \$ Value |
|--|------------|----------|
| (Cost and value in \$000s)                               |            |          |
| Banner Health, 1.897%, 1/1/31                            | 670,000    | 531      |
| Barclays, VR, 2.852%, 5/7/26 (8)                         | 1,880,000  | 1,743    |
| BAT Capital, 4.39%, 8/15/37                              | 1,385,000  | 1,075    |
| Baylor Scott & White Holdings, 3.967%, 11/15/46          | 1,850,000  | 1,493    |
| Becton Dickinson & Company, 2.823%, 5/20/30              | 1,380,000  | 1,185    |
| Becton Dickinson & Company, 3.70%, 6/6/27                | 1,956,000  | 1,846    |
| Berkshire Hathaway Energy, 5.15%, 11/15/43               | 1,350,000  | 1,277    |
| BNP Paribas, VR, 2.219%, 6/9/26 (1)(8)                   | 1,315,000  | 1,208    |
| BNP Paribas, VR, 2.871%, 4/19/32 (1)(8)                  | 3,100,000  | 2,423    |
| Boardwalk Pipelines, 4.45%, 7/15/27                      | 385,000    | 365      |
| Boardwalk Pipelines, 4.95%, 12/15/24                     | 780,000    | 771      |
| Booking Holdings, 3.65%, 3/15/25                         | 1,515,000  | 1,475    |
| Boston Properties, 3.125%, 9/1/23                        | 625,000    | 616      |
| Boston Properties, 3.65%, 2/1/26                         | 1,165,000  | 1,105    |
| BPCE, 4.00%, 9/12/23 (1)                                 | 1,350,000  | 1,331    |
| BPCE, 4.50%, 3/15/25 (1)                                 | 1,000,000  | 960      |
| BPCE, 5.70%, 10/22/23 (1)                                | 1,700,000  | 1,687    |
| Brighthouse Financial Global Funding, 1.55%, 5/24/26 (1) | 1,110,000  | 975      |
| Brixmor Operating Partnership, 3.90%, 3/15/27            | 565,000    | 520      |
| Brixmor Operating Partnership, 4.125%, 6/15/26           | 1,220,000  | 1,146    |
| Burlington Northern Santa Fe, 4.375%, 9/1/42             | 1,400,000  | 1,251    |
| Burlington Northern Santa Fe, 6.15%, 5/1/37              | 650,000    | 704      |
| Cameron LNG, 2.902%, 7/15/31 (1)                         | 575,000    | 485      |
| Cameron LNG, 3.701%, 1/15/39 (1)                         | 475,000    | 378      |
| Canadian Natural Resources, 2.95%, 7/15/30               | 1,700,000  | 1,434    |
| Canadian Pacific Railway, 1.75%, 12/2/26                 | 930,000    | 825      |
| Capital One Financial, 3.65%, 5/11/27                    | 1,215,000  | 1,145    |
| Cardinal Health, 3.41%, 6/15/27                          | 1,570,000  | 1,466    |
| Cardinal Health, 3.75%, 9/15/25                          | 1,005,000  | 971      |
| Carvana, 10.25%, 5/1/30 (1)                              | 1,225,000  | 585      |
| Celulosa Arauco y Constitucion, 4.20%, 1/29/30 (1)       | 505,000    | 472      |
| Charter Communications Operating, 3.70%, 4/1/51          | 1,425,000  | 876      |
| Charter Communications Operating, 4.908%, 7/23/25        | 2,465,000  | 2,418    |
| Cigna, 3.00%, 7/15/23                                    | 810,000    | 800      |
| Cigna, 3.75%, 7/15/23                                    | 1,252,000  | 1,243    |
| Citigroup, VR, 2.976%, 11/5/30 (8)                       | 2,750,000  | 2,313    |
| Citigroup, VR, 4.075%, 4/23/29 (8)                       | 2,000,000  | 1,824    |
| CMS Energy, 4.70%, 3/31/43                               | 840,000    | 719      |
| CMS Energy, 4.875%, 3/1/44                               | 1,200,000  | 1,093    |
| CNO Global Funding, 2.65%, 1/6/29 (1)                    | 3,255,000  | 2,759    |
| Coca-Cola Europacific Partners, 1.50%, 1/15/27 (1)       | 2,400,000  | 2,079    |
| Comcast, 4.15%, 10/15/28                                 | 2,455,000  | 2,366    |
| CommonSpirit Health, 2.76%, 10/1/24                      | 960,000    | 921      |
| CommonSpirit Health, 2.782%, 10/1/30                     | 755,000    | 622      |
| Corebridge Financial, 4.40%, 4/5/52 (1)                  | 4,505,000  | 3,597    |
| Cox Communications, 2.95%, 10/1/50 (1)                   | 2,775,000  | 1,663    |

T. ROWE PRICE BALANCED FUND

|  | Shares/Par | \$ Value |
|--|------------|----------|
| (Cost and value in \$000s)                                 |            |          |
| Credit Agricole, 3.75%, 4/24/23 (1)                        | 2,125,000  | 2,116    |
| Credit Suisse Group, VR, 2.593%, 9/11/25 (1)(8)            | 2,095,000  | 1,869    |
| CRH America Finance, 3.95%, 4/4/28 (1)                     | 2,600,000  | 2,442    |
| Crown Castle, 2.25%, 1/15/31                               | 1,440,000  | 1,149    |
| Crown Castle, 2.90%, 3/15/27                               | 735,000    | 669      |
| Crown Castle Towers, 3.663%, 5/15/25 (1)                   | 485,000    | 468      |
| CVS Health, 1.875%, 2/28/31                                | 1,745,000  | 1,372    |
| CVS Health, 2.70%, 8/21/40                                 | 660,000    | 453      |
| Daimler Trucks Finance North America, 3.65%, 4/7/27 (1)    | 2,155,000  | 2,017    |
| Danske Bank, VR, 3.244%, 12/20/25 (1)(8)                   | 2,940,000  | 2,750    |
| Delta Air Lines, 3.80%, 4/19/23                            | 168,000    | 166      |
| Discover Bank, 2.70%, 2/6/30                               | 2,000,000  | 1,610    |
| Discover Financial Services, 3.75%, 3/4/25                 | 590,000    | 566      |
| Duke Energy, 2.65%, 9/1/26                                 | 640,000    | 592      |
| Duke Energy, 3.75%, 9/1/46                                 | 500,000    | 369      |
| Eaton Vance, 3.625%, 6/15/23                               | 750,000    | 745      |
| Elevance Health, 4.65%, 1/15/43                            | 915,000    | 828      |
| Enbridge, 4.00%, 10/1/23                                   | 690,000    | 683      |
| Enbridge, 4.25%, 12/1/26                                   | 590,000    | 568      |
| Enbridge Energy Partners, 5.50%, 9/15/40                   | 245,000    | 228      |
| Energy Transfer, 3.75%, 5/15/30                            | 765,000    | 674      |
| Energy Transfer, 5.25%, 4/15/29                            | 1,225,000  | 1,185    |
| Eni, Series X-R, 4.00%, 9/12/23 (1)                        | 780,000    | 773      |
| EOG Resources, 2.625%, 3/15/23                             | 500,000    | 498      |
| Equitable Financial Life Global Funding, 1.40%, 7/7/25 (1) | 780,000    | 710      |
| Equitable Holdings, 3.90%, 4/20/23                         | 478,000    | 476      |
| ERAC USA Finance, 3.85%, 11/15/24 (1)                      | 435,000    | 421      |
| ERAC USA Finance, 4.50%, 2/15/45 (1)                       | 505,000    | 415      |
| Essex Portfolio, 2.65%, 3/15/32                            | 1,430,000  | 1,125    |
| Federal Realty Investment Trust, 2.75%, 6/1/23             | 1,500,000  | 1,481    |
| Fidelity National Financial, 4.50%, 8/15/28                | 2,065,000  | 1,957    |
| First American Financial, 4.60%, 11/15/24                  | 415,000    | 408      |
| FirstEnergy Transmission, 4.35%, 1/15/25 (1)               | 1,310,000  | 1,281    |
| Fiserv, 3.20%, 7/1/26                                      | 1,100,000  | 1,028    |
| GATX, 4.35%, 2/15/24                                       | 2,105,000  | 2,074    |
| General Motors, 4.00%, 4/1/25                              | 1,120,000  | 1,093    |
| General Motors Financial, 2.40%, 4/10/28                   | 3,205,000  | 2,703    |
| George Washington University, Series 2014, 4.30%, 9/15/44  | 975,000    | 821      |
| Goldman Sachs Group, 6.75%, 10/1/37                        | 700,000    | 746      |
| Goldman Sachs Group, VR, 2.615%, 4/22/32 (8)               | 1,300,000  | 1,036    |
| Goldman Sachs Group, VR, 2.908%, 7/21/42 (8)               | 1,710,000  | 1,163    |
| Hasbro, 3.00%, 11/19/24                                    | 1,550,000  | 1,490    |
| Hasbro, 3.55%, 11/19/26                                    | 1,760,000  | 1,650    |
| HCA, 4.125%, 6/15/29                                       | 1,895,000  | 1,743    |
| HCA, 4.375%, 3/15/42 (1)                                   | 775,000    | 619      |
| Healthcare Realty Holdings, 3.625%, 1/15/28                | 1,075,000  | 952      |

T. ROWE PRICE BALANCED FUND

|  | Shares/Par | \$ Value |
|--|------------|----------|
| (Cost and value in \$000s)                               |            |          |
| Healthpeak Properties, 2.125%, 12/1/28                   | 655,000    | 550      |
| Healthpeak Properties, 2.875%, 1/15/31                   | 360,000    | 301      |
| High Street Funding Trust I, 4.111%, 2/15/28 (1)         | 1,800,000  | 1,675    |
| HSBC Bank USA, 5.875%, 11/1/34                           | 950,000    | 913      |
| Humana, 2.15%, 2/3/32                                    | 1,145,000  | 896      |
| Humana, 3.70%, 3/23/29                                   | 1,120,000  | 1,029    |
| Hyundai Capital America, 2.00%, 6/15/28 (1)              | 2,435,000  | 1,986    |
| Iberdrola International, 6.75%, 9/15/33                  | 1,000,000  | 1,047    |
| Illinois Tool Works, 3.90%, 9/1/42                       | 1,200,000  | 1,026    |
| Interpublic Group, 4.20%, 4/15/24                        | 293,000    | 288      |
| Intesa Sanpaolo, 3.375%, 1/12/23 (1)                     | 660,000    | 659      |
| Jackson National Life Global Funding, 1.75%, 1/12/25 (1) | 3,430,000  | 3,185    |
| JDE Peet's, 1.375%, 1/15/27 (1)                          | 2,240,000  | 1,898    |
| John Deere Capital, 2.125%, 3/7/25                       | 1,955,000  | 1,848    |
| JPMorgan Chase, 3.375%, 5/1/23                           | 1,080,000  | 1,074    |
| JPMorgan Chase, VR, 2.956%, 5/13/31 (8)                  | 3,820,000  | 3,149    |
| JPMorgan Chase, VR, 3.559%, 4/23/24 (8)                  | 1,875,000  | 1,862    |
| Kansas City Southern, 3.50%, 5/1/50                      | 1,695,000  | 1,205    |
| Kilroy Realty, 3.45%, 12/15/24                           | 1,350,000  | 1,284    |
| Kilroy Realty, 4.375%, 10/1/25                           | 480,000    | 464      |
| L3Harris Technologies, 3.832%, 4/27/25                   | 570,000    | 554      |
| Liberty Mutual Group, 4.25%, 6/15/23 (1)                 | 410,000    | 407      |
| Liberty Mutual Group, 4.85%, 8/1/44 (1)                  | 1,700,000  | 1,403    |
| M&T Bank, 3.55%, 7/26/23                                 | 2,740,000  | 2,717    |
| Manufacturers & Traders Trust, 3.40%, 8/17/27            | 250,000    | 228      |
| Marsh & McLennan, 3.50%, 6/3/24                          | 3,060,000  | 3,001    |
| Mayo Clinic, Series 2013, 4.00%, 11/15/47                | 1,500,000  | 1,242    |
| McDonald's, 1.45%, 9/1/25                                | 940,000    | 860      |
| MedStar Health, Series 20A, 3.626%, 8/15/49              | 905,000    | 646      |
| Micron Technology, 4.185%, 2/15/27                       | 880,000    | 836      |
| Mid-Atlantic Interstate Transmission, 4.10%, 5/15/28 (1) | 2,640,000  | 2,477    |
| Mississippi Power, 3.95%, 3/30/28                        | 1,435,000  | 1,346    |
| Mitsubishi UFJ Financial Group, 2.193%, 2/25/25          | 2,200,000  | 2,059    |
| Moody's, 2.00%, 8/19/31                                  | 2,195,000  | 1,732    |
| Morgan Stanley, 4.30%, 1/27/45                           | 1,150,000  | 979      |
| Morgan Stanley, 6.25%, 8/9/26                            | 755,000    | 785      |
| Morgan Stanley, VR, 3.971%, 7/22/38 (8)                  | 1,445,000  | 1,213    |
| NatWest Markets, 2.375%, 5/21/23 (1)                     | 3,370,000  | 3,325    |
| New York Life Global Funding, 1.10%, 5/5/23 (1)          | 600,000    | 592      |
| NextEra Energy Capital Holdings, 2.44%, 1/15/32          | 1,895,000  | 1,510    |
| NiSource, 3.49%, 5/15/27                                 | 1,730,000  | 1,625    |
| NiSource, 3.95%, 3/30/48                                 | 1,775,000  | 1,367    |
| Nordea Bank, 1.00%, 6/9/23 (1)                           | 820,000    | 806      |
| Nucor, 2.70%, 6/1/30                                     | 455,000    | 386      |
| Nucor, 3.95%, 5/1/28                                     | 2,140,000  | 2,018    |
| Nutrien, 4.00%, 12/15/26                                 | 830,000    | 804      |

T. ROWE PRICE BALANCED FUND

|   | Shares/Par | \$ Value |
|---|------------|----------|
| (Cost and value in \$000s)                                    |            |          |
| Omnicom Group, 3.60%, 4/15/26                                 | 830,000    | 797      |
| O'Reilly Automotive, 3.60%, 9/1/27                            | 1,825,000  | 1,717    |
| PACCAR Financial, 0.90%, 11/8/24                              | 2,875,000  | 2,685    |
| Pacific Gas & Electric, 2.10%, 8/1/27                         | 1,340,000  | 1,142    |
| Packaging Corp. of America, 3.65%, 9/15/24                    | 785,000    | 765      |
| PayPal Holdings, 2.40%, 10/1/24                               | 2,720,000  | 2,602    |
| Perrigo Finance Unlimited, 4.40%, 6/15/30                     | 1,510,000  | 1,280    |
| Pioneer Natural Resources, 1.125%, 1/15/26                    | 755,000    | 671      |
| PNC Bank, 3.50%, 6/8/23                                       | 1,330,000  | 1,321    |
| PPL Capital Funding, 3.10%, 5/15/26                           | 2,200,000  | 2,032    |
| Pricoa Global Funding I, 3.45%, 9/1/23 (1)                    | 2,650,000  | 2,618    |
| Principal Financial Group, 3.40%, 5/15/25                     | 2,460,000  | 2,386    |
| Protective Life Global Funding, 1.082%, 6/9/23 (1)            | 780,000    | 766      |
| Providence Health & Services Obligated Group, 4.379%, 10/1/23 | 1,310,000  | 1,303    |
| Public Storage, 1.95%, 11/9/28                                | 1,210,000  | 1,021    |
| QUALCOMM, 3.25%, 5/20/27                                      | 1,120,000  | 1,061    |
| QVC, 4.45%, 2/15/25   | 140,000    | 114      |
| QVC, 4.85%, 4/1/24  | 1,645,000  | 1,532    |
| Realty Income, 3.10%, 12/15/29                                | 2,130,000  | 1,852    |
| Realty Income, 3.95%, 8/15/27                                 | 1,490,000  | 1,418    |
| RELX Capital, 3.00%, 5/22/30                                  | 945,000    | 808      |
| RELX Capital, 3.50%, 3/16/23                                  | 840,000    | 837      |
| Republic Services, 3.375%, 11/15/27                           | 1,045,000  | 975      |
| Rogers Communications, 3.625%, 12/15/25                       | 610,000    | 584      |
| Rogers Communications, 4.50%, 3/15/42 (1)                     | 2,935,000  | 2,456    |
| Roper Technologies, 2.95%, 9/15/29                            | 380,000    | 331      |
| Roper Technologies, 3.80%, 12/15/26                           | 1,085,000  | 1,039    |
| Ross Stores, 1.875%, 4/15/31                                  | 450,000    | 353      |
| Royal Bank of Canada, 1.60%, 4/17/23                          | 2,075,000  | 2,054    |
| Sabine Pass Liquefaction, 4.20%, 3/15/28                      | 1,335,000  | 1,257    |
| Sabine Pass Liquefaction, 4.50%, 5/15/30                      | 560,000    | 519      |
| Santander Holdings USA, VR, 2.49%, 1/6/28 (8)                 | 1,365,000  | 1,170    |
| Santander U.K. Group Holdings, VR, 2.469%, 1/11/28 (8)        | 1,605,000  | 1,371    |
| SBA Tower Trust, 2.836%, 1/15/25 (1)                          | 1,135,000  | 1,069    |
| Sempra Energy, 3.30%, 4/1/25                                  | 835,000    | 802      |
| Shire Acquisitions Investments Ireland, 2.875%, 9/23/23       | 1,138,000  | 1,117    |
| Simon Property Group, 2.65%, 2/1/32                           | 1,810,000  | 1,451    |
| Simon Property Group, 3.80%, 7/15/50                          | 1,865,000  | 1,362    |
| SMBC Aviation Capital Finance, 4.125%, 7/15/23 (1)            | 422,000    | 417      |
| Spectra Energy Partners, 3.375%, 10/15/26                     | 480,000    | 447      |
| Spectra Energy Partners, 4.75%, 3/15/24                       | 1,145,000  | 1,134    |
| Standard Chartered, VR, 1.822%, 11/23/25 (1)(8)               | 2,005,000  | 1,834    |
| Standard Chartered, VR, 2.608%, 1/12/28 (1)(8)                | 1,000,000  | 869      |
| State Street, 3.10%, 5/15/23                                  | 265,000    | 263      |
| Sumitomo Mitsui Financial Group, 3.748%, 7/19/23              | 2,045,000  | 2,027    |
| Tampa Electric, 6.15%, 5/15/37                                | 1,000,000  | 1,013    |



## T. ROWE PRICE BALANCED FUND

|  | Shares/Par | \$ Value       |
|--|------------|----------------|
| (Cost and value in \$000s)   |            |                |
| Teachers Insurance & Annuity Assn. of America, 4.90%,<br>9/15/44 (1) | 1,800,000  | 1,643          |
| Tencent Holdings, 2.985%, 1/19/23 (1)                                | 960,000    | 959            |
| Texas Instruments, 1.375%, 3/12/25                                   | 650,000    | 608            |
| Thomson Reuters, 3.35%, 5/15/26                                      | 405,000    | 384            |
| Time Warner Cable, 6.55%, 5/1/37                                     | 450,000    | 426            |
| Time Warner Cable, 6.75%, 6/15/39                                    | 530,000    | 502            |
| TJX, 1.60%, 5/15/31  | 375,000    | 291            |
| Toronto-Dominion Bank, 3.50%, 7/19/23                                | 1,235,000  | 1,226          |
| TotalEnergies Capital International, 2.986%, 6/29/41                 | 2,630,000  | 1,963          |
| Transcontinental Gas Pipe Line, 4.60%, 3/15/48                       | 1,645,000  | 1,373          |
| Transurban Finance, 2.45%, 3/16/31 (1)                               | 1,445,000  | 1,141          |
| Transurban Finance, 3.375%, 3/22/27 (1)                              | 395,000    | 364            |
| Transurban Finance, 4.125%, 2/2/26 (1)                               | 335,000    | 321            |
| Travelers, 6.25%, 6/15/37  | 750,000    | 812            |
| Trinity Health, 4.125%, 12/1/45                                      | 725,000    | 613            |
| United Airlines PTT, Series 2019-1, Class AA, 4.15%, 8/25/31         | 978,107    | 869            |
| UnitedHealth Group, 3.75%, 7/15/25                                   | 645,000    | 629            |
| Verizon Communications, 2.10%, 3/22/28                               | 460,000    | 399            |
| Verizon Communications, 2.65%, 11/20/40                              | 2,470,000  | 1,671          |
| Verizon Communications, 4.00%, 3/22/50                               | 2,000,000  | 1,559          |
| Verizon Communications, 4.272%, 1/15/36                              | 870,000    | 772            |
| Vistra Operations, 3.55%, 7/15/24 (1)                                | 1,370,000  | 1,315          |
| VMware, 1.40%, 8/15/26   | 3,125,000  | 2,726          |
| Vodafone Group, 4.25%, 9/17/50                                       | 775,000    | 597            |
| Vodafone Group, 4.875%, 6/19/49                                      | 2,045,000  | 1,722          |
| Volkswagen Group of America Finance, 3.35%, 5/13/25 (1)              | 1,395,000  | 1,334          |
| Vulcan Materials, 4.50%, 6/15/47                                     | 590,000    | 494            |
| Walt Disney, 3.70%, 10/15/25   | 525,000    | 510            |
| Warnermedia Holdings, 5.05%, 3/15/42 (1)                             | 1,570,000  | 1,204          |
| Waste Connections, 3.20%, 6/1/32                                     | 2,315,000  | 1,991          |
| Weibo, 3.50%, 7/5/24 (5)   | 1,390,000  | 1,347          |
| Wells Fargo, VR, 2.393%, 6/2/28 (8)                                  | 3,915,000  | 3,457          |
| Wells Fargo, VR, 3.068%, 4/30/41 (8)                                 | 3,995,000  | 2,852          |
| Williams, 5.10%, 9/15/45   | 1,735,000  | 1,533          |
| Willis North America, 4.50%, 9/15/28                                 | 1,370,000  | 1,285          |
| Woodside Finance, 3.70%, 9/15/26 (1)                                 | 738,000    | 688            |
| Woodside Finance, 3.70%, 3/15/28 (1)                                 | 1,187,000  | 1,076          |
| Workday, 3.70%, 4/1/29   | 750,000    | 690            |
| WP Carey, 3.85%, 7/15/29   | 1,470,000  | 1,322          |
| WPP Finance 2010, 3.75%, 9/19/24                                     | 1,310,000  | 1,267          |
| <b>Total Corporate Bonds (Cost \$370,235)</b>                        |            | <b>328,770</b> |

|  | Shares/Par | \$ Value       |
|--|------------|----------------|
| (Cost and value in \$000s)   |            |                |
| <b>EQUITY MUTUAL FUNDS 3.3%</b>  |            |                |
| T. Rowe Price Real Assets Fund - I Class (2)   | 9,817,066  | 131,450        |
| <b>Total Equity Mutual Funds (Cost \$117,960)</b>  |            | <b>131,450</b> |
| <b>FOREIGN GOVERNMENT OBLIGATIONS &amp; MUNICIPALITIES 0.4%</b>                            |            |                |
| Autoridad del Canal de Panama, 4.95%, 7/29/35 (1)  | 510,000    | 482            |
| Corp Nacional del Cobre de Chile, 3.00%, 9/30/29 (1)                                       | 2,645,000  | 2,315          |
| Mexico Government International Bond, 3.50%, 2/12/34                                       | 2,315,000  | 1,858          |
| Pertamina Persero, 4.30%, 5/20/23 (1)  | 1,250,000  | 1,241          |
| Perusahaan Gas Negara, 5.125%, 5/16/24 (1)   | 1,105,000  | 1,098          |
| Republic of Colombia, 4.00%, 2/26/24   | 275,000    | 270            |
| Republic of Panama, 3.298%, 1/19/33  | 2,100,000  | 1,705          |
| Republic of Poland, 3.25%, 4/6/26  | 1,030,000  | 990            |
| State Grid Overseas Investment, 3.75%, 5/2/23 (1)  | 1,175,000  | 1,171          |
| United Mexican States, 2.659%, 5/24/31   | 3,439,000  | 2,782          |
| <b>Total Foreign Government Obligations &amp; Municipalities (Cost \$15,745)</b>           |            | <b>13,912</b>  |
| <b>MUNICIPAL SECURITIES 1.0%</b>   |            |                |
| <b>California 0.3%</b>   |            |                |
| Bay Area Toll Auth., Series S-10, 3.176%, 4/1/41   | 2,900,000  | 2,187          |
| California, Build America, GO, 7.625%, 3/1/40  | 2,200,000  | 2,778          |
| Inland Valley Dev. Agency, Tax Allocation, Series B, 5.50%, 3/1/33 (9)                     | 695,000    | 703            |
| Los Angeles Airport, Build America, Series C, 7.053%, 5/15/40                              | 1,000,000  | 1,173          |
| Univ. of California Regents, Series AJ, 4.601%, 5/15/31                                    | 1,625,000  | 1,596          |
| Univ. of California Regents, Series J, 4.131%, 5/15/45                                     | 365,000    | 312            |
| Univ. of California Regents, Build America, 5.77%, 5/15/43                                 | 750,000    | 789            |
|  |            | 9,538          |
| <b>Illinois 0.0%</b>   |            |                |
| Chicago O'Hare Int'l Airport, Build America, Series B, 6.395%, 1/1/40                      | 755,000    | 844            |
| Chicago O'Hare Int'l Airport, Senior Lien, Series D, 2.346%, 1/1/30                        | 975,000    | 815            |
| Illinois Toll Highway Auth., Build America, Series A, 6.184%, 1/1/34                       | 470,000    | 504            |
| Metropolitan Water Reclamation Dist. of Greater Chicago, Build America, GO, 5.72%, 12/1/38 | 500,000    | 528            |
|  |            | 2,691          |
| <b>Maryland 0.1%</b>   |            |                |
| Maryland HHEFA, Univ. of Maryland Medical System, Series B, 4.665%, 7/1/36                 | 1,800,000  | 1,658          |
|  |            | 1,658          |

T. ROWE PRICE BALANCED FUND

|  | Shares/Par | \$ Value |
|--|------------|----------|
| (Cost and value in \$000s)   |            |          |
| <b>Michigan 0.1%</b>   |            |          |
| Detroit City School Dist., Qualified School Construction Bonds,<br>GO, 6.645%, 5/1/29                    | 2,000,000  | 2,146    |
|  |            | 2,146    |
| <b>New Jersey 0.0%</b>   |            |          |
| New Jersey Turnpike Auth., Build America, Series F, 7.414%,<br>1/1/40                                    | 415,000    | 514      |
|  |            | 514      |
| <b>New York 0.1%</b>   |            |          |
| Metropolitan Transportation Auth., Build America, 7.336%,<br>11/15/39                                    | 240,000    | 294      |
| Metropolitan Transportation Auth., Build America, Series A-1,<br>5.871%, 11/15/39                        | 700,000    | 674      |
| New York City Transitional Fin. Auth. Future Tax Secured Revenue,<br>Build America, 5.508%, 8/1/37       | 950,000    | 975      |
| New York City Water & Sewer System, Build America, 6.011%,<br>6/15/42                                    | 245,000    | 272      |
| New York State Dormitory Auth., Build America, Series F,<br>Unrefunded Portion, 5.628%, 3/15/39          | 1,300,000  | 1,333    |
| Port Auth. of New York & New Jersey, 3.139%, 2/15/51   | 800,000    | 566      |
| Port Auth. of New York & New Jersey, Series 182, 5.31%, 8/1/46   | 1,400,000  | 1,395    |
|  |            | 5,509    |
| <b>Ohio 0.0%</b>   |            |          |
| JobsOhio Beverage System, Liquid Profits, Series B, 3.985%,<br>1/1/29                                    | 1,225,000  | 1,188    |
|  |            | 1,188    |
| <b>Pennsylvania 0.0%</b>   |            |          |
| Philadelphia Auth. for IDA, 3.964%, 4/15/26  | 805,000    | 788      |
|  |            | 788      |
| <b>South Carolina 0.1%</b>   |            |          |
| South Carolina Public Service Auth., Series C, 5.784%, 12/1/41   | 2,000,000  | 1,949    |
|  |            | 1,949    |
| <b>Texas 0.1%</b>  |            |          |
| Central Texas Turnpike System, Series C, 3.029%, 8/15/41   | 1,820,000  | 1,289    |
| Dallas/Fort Worth Int'l Airport, Series A, 2.994%, 11/1/38   | 1,155,000  | 938      |
| Houston Airport System Revenue, Series C, 2.385%, 7/1/31   | 685,000    | 554      |
| Tarrant County Cultural Ed. Fac. Fin., Series A, 4.366%, 11/15/47  | 1,200,000  | 987      |
| Texas Private Activity Bond Surface Transportation, North Tarrant<br>Express, Series B, 3.922%, 12/31/49 | 1,900,000  | 1,439    |
|  |            | 5,207    |
| <b>Utah 0.0%</b>   |            |          |
| Utah Transit Auth., Build America, Series B, 5.937%, 6/15/39   | 900,000    | 988      |
|  |            | 988      |
| <b>Virginia 0.1%</b>   |            |          |
| Univ. of Virginia, Series B, 2.584%, 11/1/51   | 3,675,000  | 2,395    |

|   | Shares/Par | \$ Value      |
|---|------------|---------------|
| (Cost and value in \$000s)  |            |               |
| Virginia Commonwealth Transportation Board, Build America, Series B, 5.35%, 5/15/35                 | 690,000    | 704           |
| Virginia Public Building Auth., Build America, Series B-2, 5.90%, 8/1/30                            | 695,000    | 729           |
|   |            | 3,828         |
| <b>Wisconsin 0.1%</b>   |            |               |
| PFA, Bayhealth Medical Center, Series B, 3.405%, 7/1/51   | 2,910,000  | 1,936         |
|   |            | 1,936         |
| <b>Total Municipal Securities (Cost \$42,383)</b>   |            | <b>37,940</b> |
| <b>NON-U.S. GOVERNMENT MORTGAGE-BACKED SECURITIES 2.1%</b>  |            |               |
| Angel Oak Mortgage Trust, Series 2020-3, Class A1, CMO, ARM, 1.691%, 4/25/65 (1)                    | 316,748    | 279           |
| Angel Oak Mortgage Trust, Series 2020-6, Class A2, CMO, ARM, 1.518%, 5/25/65 (1)                    | 313,453    | 268           |
| Angel Oak Mortgage Trust, Series 2021-1, Class A1, CMO, ARM, 0.909%, 1/25/66 (1)                    | 1,164,394  | 951           |
| Angel Oak Mortgage Trust, Series 2021-2, Class A1, CMO, ARM, 0.985%, 4/25/66 (1)                    | 1,010,099  | 829           |
| Barclays Mortgage Loan Trust, Series 2021-NQM1, Class A3, CMO, ARM, 2.189%, 9/25/51 (1)             | 1,075,482  | 892           |
| BBCMS Mortgage Trust, Series 2019-BWAY, Class D, ARM, 1M USD LIBOR + 2.16%, 6.478%, 11/15/34 (1)    | 605,000    | 520           |
| BBCMS Mortgage Trust, Series 2020-BID, Class A, ARM, 1M USD LIBOR + 2.14%, 6.458%, 10/15/37 (1)     | 2,590,000  | 2,500         |
| BFLD, Series 2019-DPLO, Class C, ARM, 1M USD LIBOR + 1.54%, 5.858%, 10/15/34 (1)                    | 2,080,000  | 2,012         |
| BIG Commercial Mortgage Trust, Series 2022-BIG, Class A, ARM, 1M TSFR + 1.342%, 5.678%, 2/15/39 (1) | 3,395,000  | 3,258         |
| BWAY Mortgage Trust, Series 2022-26BW, Class A, 3.402%, 2/10/44 (1)                                 | 2,025,000  | 1,547         |
| BX Commercial Mortgage Trust, Series 2022-LP2, Class C, ARM, 1M TSFR + 1.562%, 5.897%, 2/15/39 (1)  | 3,379,340  | 3,182         |
| BX Trust, Series 2022-IND, Class C, ARM, 1M TSFR + 2.29%, 6.616%, 4/15/37 (1)                       | 1,241,670  | 1,184         |
| Cantor Commercial Real Estate Lending, Series 2019-CF1, Class 65A, ARM, 4.411%, 5/15/52 (1)         | 800,000    | 747           |
| Citigroup Commercial Mortgage Trust, Series 2014-GC21, Class AS, 4.026%, 5/10/47                    | 235,000    | 225           |
| Citigroup Mortgage Loan Trust, Series 2020-EXP2, Class A3, CMO, ARM, 2.50%, 8/25/50 (1)             | 1,022,667  | 833           |
| Cold Storage Trust, Series 2020-ICE5, Class B, ARM, 1M USD LIBOR + 1.30%, 5.618%, 11/15/37 (1)      | 2,118,345  | 2,051         |
| Commercial Mortgage Trust, Series 2015-LC21, Class A4, 3.708%, 7/10/48                              | 3,700,000  | 3,521         |

T. ROWE PRICE BALANCED FUND

|   | Shares/Par | \$ Value |
|---|------------|----------|
| (Cost and value in \$000s)  |            |          |
| Commercial Mortgage Trust, Series 2017-PANW, Class A, 3.244%,<br>10/10/29 (1)   | 2,160,000  | 2,016    |
| Connecticut Avenue Securities Trust, Series 2022-R01, Class 1M1,<br>CMO, ARM, SOFR30A + 1.00%, 4.928%, 12/25/41 (1)                   | 462,667    | 457      |
| Deephaven Residential Mortgage Trust, Series 2021-2, Class A1,<br>CMO, ARM, 0.899%, 4/25/66 (1)                                       | 414,994    | 349      |
| Ellington Financial Mortgage Trust, Series 2019-2, Class A3, CMO,<br>ARM, 3.046%, 11/25/59 (1)  | 218,002    | 204      |
| Ellington Financial Mortgage Trust, Series 2021-2, Class A1, CMO,<br>ARM, 0.931%, 6/25/66 (1)   | 600,125    | 462      |
| Extended Stay America Trust, Series 2021-ESH, Class B, ARM, 1M<br>USD LIBOR + 1.38%, 5.698%, 7/15/38 (1)                              | 1,195,835  | 1,149    |
| Flagstar Mortgage Trust, Series 2021-5INV, Class A2, CMO, ARM,<br>2.50%, 7/25/51 (1)  | 2,499,206  | 2,006    |
| Fontainebleau Miami Beach Trust, Series 2019-FBLU, Class C,<br>3.75%, 12/10/36 (1)  | 2,635,000  | 2,453    |
| Galton Funding Mortgage Trust, Series 2018-1, Class A23, CMO,<br>ARM, 3.50%, 11/25/57 (1)   | 103,482    | 93       |
| Galton Funding Mortgage Trust, Series 2019-H1, Class A3, CMO,<br>ARM, 2.964%, 10/25/59 (1)  | 901,558    | 867      |
| Great Wolf Trust, Series 2019-WOLF, Class C, ARM, 1M USD<br>LIBOR + 1.633%, 5.951%, 12/15/36 (1)                                      | 1,130,000  | 1,079    |
| GS Mortgage Securities Trust, Series 2015-GC32, Class A4,<br>3.764%, 7/10/48  | 950,000    | 906      |
| GS Mortgage Securities Trust, Series 2018-GS9, Class A4, ARM,<br>3.992%, 3/10/51  | 1,250,000  | 1,176    |
| GS Mortgage-Backed Securities Trust, Series 2020-INV1, Class<br>A14, CMO, ARM, 2.932%, 10/25/50 (1)                                   | 310,237    | 260      |
| GS Mortgage-Backed Securities Trust, Series 2021-PJ5, Class A8,<br>CMO, ARM, 2.50%, 10/25/51 (1)                                      | 2,507,499  | 2,150    |
| JPMorgan Barclays Bank Commercial Mortgage Securities Trust,<br>Series 2015-C31, Class A3, 3.801%, 8/15/48                            | 2,105,214  | 2,002    |
| JPMorgan Chase Commercial Mortgage Securities Trust,<br>Series 2020-609M, Class A, ARM, 1M USD LIBOR + 1.37%,<br>5.688%, 10/15/33 (1) | 2,510,000  | 2,377    |
| JPMorgan Chase Commercial Mortgage Securities Trust,<br>Series 2022-OPO, Class B, 3.377%, 1/5/39 (1)                                  | 760,000    | 617      |
| JPMorgan Mortgage Trust, Series 2019-INV3, Class A15, CMO,<br>ARM, 3.50%, 5/25/50 (1)   | 631,722    | 535      |
| JPMorgan Mortgage Trust, Series 2019-INV3, Class A3, CMO,<br>ARM, 3.50%, 5/25/50 (1)  | 731,847    | 634      |
| MHC Commercial Mortgage Trust, Series 2021-MHC, Class B,<br>ARM, 1M USD LIBOR + 1.101%, 5.419%, 4/15/38 (1)                           | 3,595,000  | 3,451    |
| Mill City Mortgage Loan Trust, Series 2018-1, Class A1, CMO,<br>ARM, 3.25%, 5/25/62 (1)   | 399,978    | 386      |
| Morgan Stanley Bank of America Merrill Lynch Trust, Series 2014-<br>C17, Class B, ARM, 4.464%, 8/15/47                                | 1,670,000  | 1,587    |

|   | Shares/Par | \$ Value |
|---|------------|----------|
| (Cost and value in \$000s)  |            |          |
| Morgan Stanley Bank of America Merrill Lynch Trust, Series 2015-C24, Class AS, ARM, 4.036%, 5/15/48                   | 1,375,000  | 1,296    |
| Morgan Stanley Bank of America Merrill Lynch Trust, Series 2015-C27, Class AS, 4.068%, 12/15/47                       | 2,775,000  | 2,608    |
| Morgan Stanley Bank of America Merrill Lynch Trust, Series 2016-C30, Class A5, 2.86%, 9/15/49                         | 495,000    | 450      |
| Morgan Stanley Capital I Trust, Series 2014-150E, Class A, 3.912%, 9/9/32 (1)   | 2,140,000  | 1,893    |
| Morgan Stanley Capital I Trust, Series 2015-MS1, Class A4, ARM, 3.779%, 5/15/48                                       | 1,440,000  | 1,377    |
| Morgan Stanley Capital I Trust, Series 2019-MEAD, Class D, ARM, 3.177%, 11/10/36 (1)                                  | 2,090,000  | 1,767    |
| Morgan Stanley Residential Mortgage Loan Trust, Series 2021-2, Class A9, CMO, ARM, 2.50%, 5/25/51 (1)                 | 522,697    | 399      |
| New Residential Mortgage Loan Trust, Series 2019-NQM5, Class A1, CMO, ARM, 2.71%, 11/25/59 (1)                        | 587,276    | 528      |
| New Residential Mortgage Loan Trust, Series 2022-INV1, Class A4, CMO, ARM, 3.00%, 3/25/52 (1)                         | 1,836,761  | 1,460    |
| OBX Trust, Series 2019-EXP3, Class 1A9, CMO, ARM, 3.50%, 10/25/59 (1)   | 180,457    | 166      |
| OBX Trust, Series 2019-EXP3, Class 2A2, CMO, ARM, 1M USD LIBOR + 1.10%, 5.489%, 10/25/59 (1)                          | 86,157     | 83       |
| Provident Funding Mortgage Trust, Series 2019-1, Class B1, CMO, ARM, 3.201%, 12/25/49 (1)                             | 1,290,971  | 1,002    |
| PSMC Trust, Series 2021-2, Class A3, CMO, ARM, 2.50%, 5/25/51 (1)   | 2,087,490  | 1,795    |
| Sequoia Mortgage Trust, Series 2018-CH2, Class A3, CMO, ARM, 4.00%, 6/25/48 (1)                                       | 188,585    | 174      |
| SFO Commercial Mortgage Trust, Series 2021-555, Class B, ARM, 1M USD LIBOR + 1.50%, 5.818%, 5/15/38 (1)               | 1,560,000  | 1,384    |
| SG Residential Mortgage Trust, Series 2019-3, Class A1, CMO, ARM, 2.703%, 9/25/59 (1)                                 | 42,910     | 41       |
| Starwood Mortgage Residential Trust, Series 2019-INV1, Class A3, CMO, ARM, 2.916%, 9/27/49 (1)                        | 677,592    | 638      |
| Starwood Mortgage Residential Trust, Series 2020-INV1, Class A1, CMO, ARM, 1.027%, 11/25/55 (1)                       | 406,481    | 374      |
| Starwood Mortgage Residential Trust, Series 2021-2, Class A2, CMO, ARM, 1.172%, 5/25/65 (1)                           | 337,042    | 311      |
| Structured Agency Credit Risk Debt Notes, Series 2021-DNA2, Class M1, CMO, ARM, SOFR30A + 0.80%, 4.728%, 8/25/33 (1)  | 130,542    | 130      |
| Structured Agency Credit Risk Debt Notes, Series 2021-DNA3, Class M2, CMO, ARM, SOFR30A + 2.10%, 6.028%, 10/25/33 (1) | 835,000    | 819      |
| Structured Agency Credit Risk Debt Notes, Series 2021-DNA6, Class M2, CMO, ARM, SOFR30A + 1.50%, 5.428%, 10/25/41 (1) | 1,100,000  | 1,045    |
| Structured Agency Credit Risk Debt Notes, Series 2021-DNA7, Class M1, CMO, ARM, SOFR30A + 0.85%, 4.778%, 11/25/41 (1) | 1,829,059  | 1,797    |

|   | Shares/Par | \$ Value      |
|---|------------|---------------|
| (Cost and value in \$000s)  |            |               |
| Structured Agency Credit Risk Debt Notes, Series 2021-HQA1, Class M1, CMO, ARM, SOFR30A + 0.70%, 4.628%, 8/25/33 (1)  | 147,139    | 146           |
| Structured Agency Credit Risk Debt Notes, Series 2022-DNA3, Class M1A, CMO, ARM, SOFR30A + 2.00%, 5.928%, 4/25/42 (1) | 2,131,377  | 2,121         |
| Structured Agency Credit Risk Debt Notes, Series 2022-HQA1, Class M1A, CMO, ARM, SOFR30A + 2.10%, 6.028%, 3/25/42 (1) | 1,757,107  | 1,735         |
| Towd Point Mortgage Trust, Series 2017-1, Class A1, CMO, ARM, 2.75%, 10/25/56 (1)                                     | 42,594     | 42            |
| Towd Point Mortgage Trust, Series 2017-6, Class A1, CMO, ARM, 2.75%, 10/25/57 (1)                                     | 361,196    | 344           |
| Towd Point Mortgage Trust, Series 2018-1, Class A1, CMO, ARM, 3.00%, 1/25/58 (1)                                      | 173,083    | 167           |
| Verus Securitization Trust, Series 2019-4, Class A1, CMO, STEP, 2.642%, 11/25/59 (1)                                  | 319,813    | 303           |
| Verus Securitization Trust, Series 2019-INV3, Class A1, CMO, ARM, 2.692%, 11/25/59 (1)                                | 674,350    | 633           |
| Verus Securitization Trust, Series 2021-1, Class A1, CMO, ARM, 0.815%, 1/25/66 (1)                                    | 547,772    | 457           |
| Verus Securitization Trust, Series 2021-7, Class A1, CMO, ARM, 1.829%, 10/25/66 (1)                                   | 2,921,099  | 2,451         |
| Wells Fargo Mortgage Backed Securities Trust, Series 2021-RR1, Class A1, CMO, ARM, 2.50%, 12/25/50 (1)                | 1,240,520  | 997           |
| WFRBS Commercial Mortgage Trust, Series 2014-C19, Class B, ARM, 4.723%, 3/15/47                                       | 610,000    | 583           |
| <b>Total Non-U.S. Government Mortgage-Backed Securities (Cost \$92,388)</b>   |            | <b>83,531</b> |
| <b>PREFERRED STOCKS 0.1%</b>  |            |               |
| <b>CONSUMER DISCRETIONARY 0.1%</b>  |            |               |
| <b>Automobiles 0.1%</b>   |            |               |
| Dr. Ing. h.c. F. Porsche (EUR) (4)  | 41,825     | 4,221         |
| Total Consumer Discretionary  |            | 4,221         |
| <b>Total Preferred Stocks (Cost \$3,370)</b>  |            | <b>4,221</b>  |
| <b>U.S. GOVERNMENT &amp; AGENCY MORTGAGE-BACKED SECURITIES 8.5%</b>   |            |               |
| <b>U.S. Government Agency Obligations 6.2%</b>  |            |               |
| Federal Home Loan Mortgage  |            |               |
| 2.206%, 6/25/25   | 748,096    | 722           |
| 2.50%, 5/1/30   | 834,775    | 784           |
| 2.777%, 4/25/23   | 6,738      | 7             |
| 2.952%, 2/25/27   | 897,734    | 865           |
| 3.00%, 1/1/29 - 8/1/43  | 3,381,769  | 3,090         |

T. ROWE PRICE BALANCED FUND

|  | Shares/Par | \$ Value |
|--|------------|----------|
| (Cost and value in \$000s)   |            |          |
| 3.50%, 3/1/42 - 3/1/46   | 5,455,805  | 5,100    |
| 4.00%, 9/1/40 - 6/1/42   | 1,715,009  | 1,651    |
| 4.50%, 6/1/39 - 5/1/42   | 1,004,704  | 996      |
| 5.00%, 12/1/35 - 8/1/40  | 451,870    | 460      |
| 5.50%, 1/1/38 - 12/1/39  | 149,149    | 155      |
| 6.00%, 2/1/28 - 8/1/38   | 16,854     | 16       |
| 6.50%, 8/1/32  | 7,240      | 8        |
| 7.00%, 6/1/32  | 12,355     | 13       |
| Federal Home Loan Mortgage, ARM                                    |            |          |
| 12M USD LIBOR + 1.726%, 3.943%, 7/1/35                             | 22,482     | 23       |
| 12M USD LIBOR + 1.75%, 2.127%, 2/1/35                              | 13,822     | 14       |
| 12M USD LIBOR + 1.829%, 2.204%, 2/1/37                             | 21,027     | 21       |
| 12M USD LIBOR + 1.93%, 4.187%, 12/1/36                             | 37,247     | 37       |
| 12M USD LIBOR + 2.03%, 4.275%, 11/1/36                             | 21,557     | 21       |
| 1Y CMT + 2.25%, 3.928%, 10/1/36                                    | 5,675      | 6        |
| Federal Home Loan Mortgage, CMO, IO, 4.50%, 5/25/50                | 659,270    | 124      |
| Federal Home Loan Mortgage, UMBS                                   |            |          |
| 1.50%, 4/1/37  | 1,374,169  | 1,190    |
| 2.00%, 3/1/42 - 5/1/52   | 31,919,226 | 26,089   |
| 2.50%, 11/1/36 - 5/1/52  | 34,162,447 | 29,075   |
| 3.00%, 11/1/34 - 3/1/52  | 4,690,457  | 4,153    |
| 3.50%, 6/1/33  | 301,987    | 292      |
| 4.00%, 12/1/49 - 8/1/52  | 2,767,296  | 2,613    |
| 4.50%, 9/1/37 - 5/1/50   | 224,219    | 219      |
| 5.00%, 10/1/51 - 9/1/52  | 2,422,011  | 2,390    |
| Federal National Mortgage Assn.                                    |            |          |
| 3.50%, 6/1/42 - 1/1/44   | 2,304,344  | 2,151    |
| 4.00%, 11/1/40   | 674,472    | 641      |
| 4.50%, 7/1/40  | 495,741    | 479      |
| Federal National Mortgage Assn., ARM                               |            |          |
| 12M USD LIBOR + 1.568%, 3.29%, 7/1/35                              | 14,803     | 14       |
| 12M USD LIBOR + 1.855%, 2.105%, 1/1/37                             | 3,013      | 3        |
| Federal National Mortgage Assn., TBA, UMBS, 1.50%,<br>1/15/38 (10) |            |          |
|  | 3,820,000  | 3,307    |
| Federal National Mortgage Assn., UMBS                              |            |          |
| 1.50%, 4/1/37 - 1/1/42   | 6,736,313  | 5,692    |
| 2.00%, 4/1/42 - 3/1/52   | 46,630,163 | 38,109   |
| 2.50%, 10/1/31 - 7/1/52  | 32,015,290 | 27,661   |
| 3.00%, 1/1/27 - 11/1/52  | 34,864,138 | 31,502   |
| 3.50%, 11/1/26 - 1/1/52  | 19,188,191 | 17,892   |
| 4.00%, 11/1/40 - 11/1/49   | 12,862,257 | 12,303   |
| 4.50%, 4/1/37 - 8/1/52   | 11,377,106 | 11,093   |
| 5.00%, 2/1/34 - 8/1/52   | 2,095,373  | 2,119    |
| 5.50%, 2/1/35 - 5/1/44   | 2,412,705  | 2,491    |
| 6.00%, 3/1/28 - 1/1/53   | 10,235,100 | 10,423   |
| 6.50%, 3/1/24 - 8/1/38   | 238,823    | 250      |



T. ROWE PRICE BALANCED FUND

|   | Shares/Par | \$ Value       |
|---|------------|----------------|
| (Cost and value in \$000s)  |            |                |
| 7.00%, 9/1/25 - 4/1/32  | 17,178     | 16             |
| 7.50%, 9/1/26   | 105        | —              |
| 8.00%, 8/1/24 - 7/1/26  | 186        | —              |
| UMBS, TBA, 2.00%, 1/1/53 (10)   | 2,460,000  | 2,001          |
|   |            | 248,281        |
| <b>U.S. Government Obligations 2.3%</b>   |            |                |
| Government National Mortgage Assn.  |            |                |
| 2.00%, 3/20/51 - 5/20/52  | 19,089,858 | 16,036         |
| 2.50%, 8/20/50 - 1/20/52  | 18,853,333 | 16,362         |
| 3.00%, 9/15/42 - 6/20/52  | 16,208,355 | 14,516         |
| 3.50%, 9/15/41 - 1/20/49  | 12,247,231 | 11,440         |
| 4.00%, 2/15/41 - 10/20/52   | 7,441,247  | 7,124          |
| 4.50%, 6/15/39 - 10/20/52   | 7,732,104  | 7,567          |
| 5.00%, 12/20/34 - 6/20/49   | 4,718,021  | 4,755          |
| 5.50%, 2/20/34 - 11/20/52   | 5,173,395  | 5,232          |
| 6.00%, 8/20/34 - 4/15/36  | 60,789     | 64             |
| 6.50%, 6/15/23 - 3/15/26  | 5,870      | 6              |
| 7.50%, 3/15/23 - 9/15/26  | 3,825      | 2              |
| 8.00%, 10/15/23 - 11/15/25  | 5,058      | 5              |
| 8.50%, 6/20/25 - 6/20/26  | 2,112      | 2              |
| Government National Mortgage Assn., ARM, 1Y CMT + 1.50%,<br>2.625%, 8/20/23               | 64         | —              |
| Government National Mortgage Assn., CMO   |            |                |
| 3.00%, 11/20/47 - 12/20/47  | 154,833    | 141            |
| 3.50%, 10/20/50   | 1,010,000  | 848            |
| Government National Mortgage Assn., TBA (10)  |            |                |
| 5.50%, 1/20/53  | 5,093,000  | 5,121          |
| 6.00%, 1/20/53  | 1,620,000  | 1,646          |
| 7.00%, 1/20/53  | 1,130,000  | 1,161          |
|   |            | 92,028         |
| <b>Total U.S. Government &amp; Agency Mortgage-Backed Securities<br/>(Cost \$372,747)</b> |            | <b>340,309</b> |

**U.S. GOVERNMENT AGENCY OBLIGATIONS (EXCLUDING MORTGAGE-BACKED) 8.0%**

**U.S. Treasury Obligations 8.0%**

|                                      |            |        |
|--------------------------------------|------------|--------|
| U.S. Treasury Bonds, 1.125%, 5/15/40 | 1,715,000  | 1,074  |
| U.S. Treasury Bonds, 1.375%, 8/15/50 | 2,415,000  | 1,345  |
| U.S. Treasury Bonds, 1.75%, 8/15/41  | 4,815,000  | 3,297  |
| U.S. Treasury Bonds, 1.875%, 2/15/41 | 4,545,000  | 3,213  |
| U.S. Treasury Bonds, 1.875%, 2/15/51 | 8,550,000  | 5,443  |
| U.S. Treasury Bonds, 2.00%, 2/15/50  | 24,845,000 | 16,440 |
| U.S. Treasury Bonds, 2.00%, 8/15/51  | 6,795,000  | 4,456  |
| U.S. Treasury Bonds, 2.25%, 2/15/52  | 4,225,000  | 2,948  |
| U.S. Treasury Bonds, 2.375%, 5/15/51 | 3,665,000  | 2,634  |

T. ROWE PRICE BALANCED FUND

|  | Shares/Par | \$ Value       |
|--|------------|----------------|
| (Cost and value in \$000s)   |            |                |
| U.S. Treasury Bonds, 2.50%, 2/15/46  | 2,975,000  | 2,225          |
| U.S. Treasury Bonds, 2.75%, 8/15/47  | 16,080,000 | 12,565         |
| U.S. Treasury Bonds, 2.875%, 8/15/45 (11)  | 4,185,000  | 3,370          |
| U.S. Treasury Bonds, 3.00%, 11/15/44   | 2,990,000  | 2,468          |
| U.S. Treasury Bonds, 3.00%, 5/15/45  | 10,640,000 | 8,763          |
| U.S. Treasury Bonds, 3.00%, 11/15/45   | 11,185,000 | 9,198          |
| U.S. Treasury Bonds, 3.00%, 2/15/47  | 1,150,000  | 942            |
| U.S. Treasury Bonds, 3.00%, 2/15/48  | 2,000,000  | 1,640          |
| U.S. Treasury Bonds, 3.00%, 8/15/48  | 3,905,000  | 3,207          |
| U.S. Treasury Bonds, 3.00%, 8/15/52  | 1,565,000  | 1,296          |
| U.S. Treasury Bonds, 3.375%, 8/15/42   | 1,755,000  | 1,569          |
| U.S. Treasury Bonds, 4.00%, 11/15/52   | 3,985,000  | 4,002          |
| U.S. Treasury Notes, 0.375%, 4/30/25   | 1,250,000  | 1,141          |
| U.S. Treasury Notes, 0.375%, 11/30/25  | 29,325,000 | 26,228         |
| U.S. Treasury Notes, 0.625%, 5/15/30   | 16,700,000 | 13,209         |
| U.S. Treasury Notes, 0.75%, 3/31/26  | 5,970,000  | 5,351          |
| U.S. Treasury Notes, 0.75%, 8/31/26  | 7,815,000  | 6,917          |
| U.S. Treasury Notes, 0.75%, 1/31/28  | 1,185,000  | 1,008          |
| U.S. Treasury Notes, 0.875%, 6/30/26   | 41,745,000 | 37,310         |
| U.S. Treasury Notes, 0.875%, 11/15/30  | 7,500,000  | 5,993          |
| U.S. Treasury Notes, 1.125%, 2/15/31   | 7,555,000  | 6,154          |
| U.S. Treasury Notes, 1.25%, 8/15/31  | 9,060,000  | 7,351          |
| U.S. Treasury Notes, 1.875%, 2/28/27   | 36,390,000 | 33,320         |
| U.S. Treasury Notes, 1.875%, 2/15/32   | 7,175,000  | 6,081          |
| U.S. Treasury Notes, 2.25%, 8/15/27  | 27,540,000 | 25,470         |
| U.S. Treasury Notes, 2.50%, 4/30/24  | 1,640,000  | 1,593          |
| U.S. Treasury Notes, 2.75%, 7/31/27  | 6,145,000  | 5,813          |
| U.S. Treasury Notes, 2.75%, 8/15/32  | 16,360,000 | 14,880         |
| U.S. Treasury Notes, 2.875%, 5/15/32   | 2,930,000  | 2,699          |
| U.S. Treasury Notes, 4.125%, 9/30/27   | 8,000,000  | 8,027          |
| U.S. Treasury Notes, 4.125%, 10/31/27  | 16,110,000 | 16,165         |
| U.S. Treasury Notes, 4.125%, 11/15/32  | 2,850,000  | 2,907          |
|  |            | 319,712        |
| <b>Total U.S. Government Agency Obligations (Excluding Mortgage-Backed) (Cost \$369,518)</b> |            | <b>319,712</b> |

**SHORT-TERM INVESTMENTS 2.1%**

**Money Market Funds 2.1%**

|   |            |               |
|---|------------|---------------|
| T. Rowe Price Treasury Reserve Fund, 4.27% (2)(12)  | 81,871,846 | 81,872        |
| <b>Total Short-Term Investments (Cost \$81,872)</b> |            | <b>81,872</b> |

|   | Shares/Par | \$ Value            |
|---|------------|---------------------|
| (Cost and value in \$000s)  |            |                     |
| <b>SECURITIES LENDING COLLATERAL 0.4%</b>   |            |                     |
| <b>INVESTMENTS IN A POOLED ACCOUNT THROUGH<br/>SECURITIES LENDING PROGRAM WITH JPMORGAN CHASE<br/>BANK 0.4%</b> |            |                     |
| <b>Money Market Funds 0.4%</b>  |            |                     |
| T. Rowe Price Government Reserve Fund, 4.30% (2)(12)  | 15,456,019 | 15,456              |
| <b>Total Investments in a Pooled Account through Securities<br/>Lending Program with JPMorgan Chase Bank</b>    |            | <b>15,456</b>       |
| <b>Total Securities Lending Collateral (Cost \$15,456)</b>  |            | <b>15,456</b>       |
| <b>Total Investments in Securities<br/>101.1% of Net Assets<br/>(Cost \$3,259,476)</b>                          |            | <b>\$ 4,029,358</b> |

‡ Shares/Par and Notional Amount are denominated in U.S. dollars unless otherwise noted.

- (1) Security was purchased pursuant to Rule 144A under the Securities Act of 1933 and may be resold in transactions exempt from registration only to qualified institutional buyers. Total value of such securities at period-end amounts to \$182,357 and represents 4.6% of net assets.
- (2) Affiliated Companies
- (3) SEC 30-day yield
- (4) Non-income producing
- (5) See Note 4. All or a portion of this security is on loan at December 31, 2022.
- (6) See Note 2. Level 3 in fair value hierarchy.
- (7) Security cannot be offered for public resale without first being registered under the Securities Act of 1933 and related rules ("restricted security"). Acquisition date represents the day on which an enforceable right to acquire such security is obtained and is presented along with related cost in the security description. The fund may have registration rights for certain restricted securities. Any costs related to such registration are generally borne by the issuer. The aggregate value of restricted securities (excluding 144A holdings) at period end amounts to \$1,917 and represents 0.0% of net assets.
- (8) Security is a fix-to-float security, which carries a fixed coupon until a certain date, upon which it switches to a floating rate. Reference rate and spread are provided if the rate is currently floating.
- (9) Insured by Assured Guaranty Municipal Corporation
- (10) See Note 4. To-Be-Announced purchase commitment. Total value of such securities at period-end amounts to \$13,236 and represents 0.3% of net assets.
- (11) At December 31, 2022, all or a portion of this security is pledged as collateral and/or margin deposit to cover future funding obligations.
- (12) Seven-day yield

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|               |   |
|---------------|---|
| 1M TSFR       | One month term SOFR (Secured overnight financing rate)  |
| 1M USD LIBOR  | One month USD LIBOR (London interbank offered rate)   |
| 3M TSFR       | Three month term SOFR (Secured overnight financing rate)  |
| 3M USD LIBOR  | Three month USD LIBOR (London interbank offered rate)   |
| 12M USD LIBOR | Twelve month USD LIBOR (London interbank offered rate)  |
| 1Y CMT        | One year U.S. Treasury note constant maturity   |
| ADR           | American Depositary Receipts  |
| ARM           | Adjustable Rate Mortgage (ARM); rate shown is effective rate at period-end. The rates for certain ARMs are not based on a published reference rate and spread but may be determined using a formula based on the rates of the underlying loans. |
| AUD           | Australian Dollar   |
| CAD           | Canadian Dollar   |
| CDI           | CHESS or CREST Depository Interest  |
| CHF           | Swiss Franc   |
| CLO           | Collateralized Loan Obligation  |
| CMO           | Collateralized Mortgage Obligation  |
| DKK           | Danish Krone  |
| EUR           | Euro  |
| FRN           | Floating Rate Note  |
| GBP           | British Pound   |
| GO            | General Obligation  |
| HHEFA         | Health & Higher Educational Facility Authority  |
| HKD           | Hong Kong Dollar  |
| IDA           | Industrial Development Authority/Agency   |
| INR           | Indian Rupee  |
| IO            | Interest-only security for which the fund receives interest on notional principal   |
| JPY           | Japanese Yen  |
| KRW           | South Korean Won  |
| NOK           | Norwegian Krone   |
| PFA           | Public Finance Authority/Agency   |
| PTT           | Pass-Through Trust  |
| REIT          | A domestic Real Estate Investment Trust whose distributions pass-through with original tax character to the shareholder   |
| SDR           | Swedish Depository Receipts   |
| SEK           | Swedish Krona   |
| SGD           | Singapore Dollar  |
| SOFR30A       | 30-day Average SOFR (Secured overnight financing rate)  |
| STEP          | Stepped coupon bond for which the coupon rate of interest adjusts on specified date(s); rate shown is effective rate at period-end.   |
| TBA           | To-Be-Announced   |
| TWD           | Taiwan Dollar   |
| UMBS          | Uniform Mortgage-Backed Securities  |

VR Variable Rate; rate shown is effective rate at period-end. The rates for certain variable rate securities are not based on a published reference rate and spread but are determined by the issuer or agent and based on current market conditions.

**FUTURES CONTRACTS**

(\$000s)

|  | Expiration<br>Date | Notional<br>Amount |           | Value and<br>Unrealized<br>Gain (Loss) |
|--|--------------------|--------------------|-----------|--|
| Long, 215 U.S. Treasury Notes five year contracts                      | 3/23               | 23,205             | \$        | 1                                      |
| Long, 61 U.S. Treasury Notes ten year contracts                        | 3/23               | 6,850              |           | (19)                                   |
| Long, 197 U.S. Treasury Notes two year contracts                       | 3/23               | 40,400             |           | 53                                     |
| <b>Net payments (receipts) of variation margin to date</b>             |                    |                    |           | <b>(93)</b>                            |
| <b>Variation margin receivable (payable) on open futures contracts</b> |                    |                    | <b>\$</b> | <b>(58)</b>                            |

**AFFILIATED COMPANIES**

(\$000s)

The fund may invest in certain securities that are considered affiliated companies. As defined by the 1940 Act, an affiliated company is one in which the fund owns 5% or more of the outstanding voting securities, or a company that is under common ownership or control. The following securities were considered affiliated companies for all or some portion of the year ended December 31, 2022. Net realized gain (loss), investment income, change in net unrealized gain/loss, and purchase and sales cost reflect all activity for the period then ended.

| Affiliate   | Net Realized<br>Gain (Loss) | Change in Net<br>Unrealized<br>Gain/Loss | Investment<br>Income |
|---|-----------------------------|--|----------------------|
| T. Rowe Price Inflation Protected Bond Fund - I Class, 5.89%                | \$ —                        | \$ (2)                                   | \$ 1                 |
| T. Rowe Price Institutional High Yield Fund - Institutional Class, 8.21%    | (5,212)                     | (39,454)                                 | 14,218               |
| T. Rowe Price Limited Duration Inflation Focused Bond Fund - I Class, 5.66% | (1,476)                     | 391                                      | —                    |
| T. Rowe Price Real Assets Fund - I Class                                    | —                           | (16,633)                                 | 2,977                |
| T. Rowe Price Government Reserve Fund, 4.30%                                | —                           | —  | —++                  |
| T. Rowe Price Treasury Reserve Fund, 4.27%                                  | —                           | —  | 1,969                |
| Totals  | \$ (6,688)#                 | \$ (55,698)                              | \$ 19,165+           |

**AFFILIATED COMPANIES (CONTINUED)**

(\$000s)

**Supplementary Investment Schedule**

| <b>Affiliate</b>  | <b>Value<br/>12/31/21</b> | <b>Purchase<br/>Cost</b> | <b>Sales<br/>Cost</b> | <b>Value<br/>12/31/22</b> |
|---|---------------------------|--------------------------|-----------------------|---------------------------|
| T. Rowe Price Inflation Protected Bond Fund - I Class, 5.89%                | \$ 16                     | \$ —                     | \$ —                  | 14                        |
| T. Rowe Price Institutional High Yield Fund - Institutional Class, 8.21%    | 267,626                   | 17,068                   | 30,759                | 214,481                   |
| T. Rowe Price Limited Duration Inflation Focused Bond Fund - I Class, 5.66% | 62,060                    | 8                        | 62,351                | 108                       |
| T. Rowe Price Real Assets Fund - I Class                                    | 96,146                    | 51,937                   | —                     | 131,450                   |
| T. Rowe Price Treasury Reserve Fund, 4.27%                                  | 306,936                   | □                        | □                     | 81,872                    |
| T. Rowe Price Government Reserve Fund, 4.30%                                | 16,951                    | □                        | □                     | 15,456                    |
| Total   |                           |                          | \$                    | 443,381 <sup>^</sup>      |

# Capital gain distributions from underlying Price funds represented \$347 of the net realized gain (loss).

++ Excludes earnings on securities lending collateral, which are subject to rebates and fees as described in Note 4.

+ Investment income comprised \$19,165 of dividend income and \$0 of interest income.

□ Purchase and sale information not shown for cash management funds.

<sup>^</sup> The cost basis of investments in affiliated companies was \$466,236.



T. ROWE PRICE BALANCED FUND

December 31, 2022

**STATEMENT OF ASSETS AND LIABILITIES**

(\$000s, except shares and per share amounts)

**Assets**

|  |    |           |
|--|----|-----------|
| Investments in securities, at value (cost \$3,259,476) | \$ | 4,029,358 |
| Receivable for investment securities sold              |    | 13,680    |
| Interest and dividends receivable                      |    | 9,569     |
| Receivable for shares sold                             |    | 3,523     |
| Foreign currency (cost \$841)                          |    | 845       |
| Cash   |    | 1         |
| Other assets   |    | 5,114     |
| Total assets   |    | 4,062,090 |

**Liabilities**

|  |  |        |
|--|--|--------|
| Payable for investment securities purchased        |  | 30,679 |
| Payable for shares redeemed                        |  | 27,215 |
| Obligation to return securities lending collateral |  | 15,456 |
| Investment management fees payable                 |  | 1,364  |
| Due to affiliates                                  |  | 335    |
| Variation margin payable on futures contracts      |  | 58     |
| Payable to directors                               |  | 3      |
| Other liabilities                                  |  | 442    |
| Total liabilities                                  |  | 75,552 |

**NET ASSETS**

**\$ 3,986,538**

T. ROWE PRICE BALANCED FUND

December 31, 2022

**STATEMENT OF ASSETS AND LIABILITIES**

(\$000s, except shares and per share amounts)

**Net Assets Consist of:**

|   |            |
|---|------------|
| Total distributable earnings (loss)   | \$ 683,861 |
| Paid-in capital applicable to 179,439,195 shares of \$0.01<br>par value capital stock outstanding; 1,000,000,000 shares<br>authorized | 3,302,677  |

**NET ASSETS** **\$ 3,986,538**

**NET ASSET VALUE PER SHARE**

**Investor Class**

**(\$2,317,767,607 / 104,293,927 shares outstanding)** **\$ 22.22**

**I Class**

**(\$1,668,769,955 / 75,145,268 shares outstanding)** **\$ 22.21**

The accompanying notes are an integral part of these financial statements.

**STATEMENT OF OPERATIONS**

(\$000s)

|  |          | Year<br>Ended<br>12/31/22 |
|--|----------|---------------------------|
| <b>Investment Income (Loss)</b>            |          |                           |
| Income                                     |          |                           |
| Dividend (net of foreign taxes of \$3,141) | \$       | 71,391                    |
| Interest                                   |          | 34,826                    |
| Securities lending                         |          | 236                       |
| Other                                      |          | 1                         |
| Total income                               |          | 106,454                   |
| Expenses                                   |          |                           |
| Investment management                      |          | 19,642                    |
| Shareholder servicing                      |          |                           |
| Investor Class                             | \$ 4,451 |                           |
| I Class                                    | 277      | 4,728                     |
| Prospectus and shareholder reports         |          |                           |
| Investor Class                             | 66       |                           |
| I Class                                    | 26       | 92                        |
| Custody and accounting                     |          | 500                       |
| Registration                               |          | 106                       |
| Legal and audit                            |          | 59                        |
| Directors                                  |          | 12                        |
| Miscellaneous                              |          | 94                        |
| Waived / paid by Price Associates          |          | (1,995)                   |
| Total expenses                             |          | 23,238                    |
| Net investment income                      |          | 83,216                    |

**STATEMENT OF OPERATIONS**

(\$000s)

|  | Year<br>Ended<br>12/31/22  |
|--|----------------------------|
| <b>Realized and Unrealized Gain / Loss</b>                     |                            |
| Net realized gain (loss)                                       |                            |
| Securities (net of foreign taxes of \$15)                      | 36,095                     |
| Futures  | (9,188)                    |
| Swaps  | (681)                      |
| Foreign currency transactions                                  | (767)                      |
| Capital gain distributions from mutual funds                   | 347                        |
| Net realized gain  | <u>25,806</u>              |
| <br>   |                            |
| Change in net unrealized gain / loss                           |                            |
| Securities   | (1,031,186)                |
| Futures  | 92                         |
| Swaps  | (20)                       |
| Other assets and liabilities denominated in foreign currencies | (145)                      |
| Change in net unrealized gain / loss                           | <u>(1,031,259)</u>         |
| Net realized and unrealized gain / loss                        | <u>(1,005,453)</u>         |
| <br>   |                            |
| <b>DECREASE IN NET ASSETS FROM OPERATIONS</b>                  | <b>\$ <u>(922,237)</u></b> |

The accompanying notes are an integral part of these financial statements.

## STATEMENT OF CHANGES IN NET ASSETS

(\$000s)

|   | Year<br>Ended |           |
|---|---------------|-----------|
|   | 12/31/22      | 12/31/21  |
| <b>Increase (Decrease) in Net Assets</b>                          |               |           |
| Operations  |               |           |
| Net investment income   | \$ 83,216     | \$ 68,571 |
| Net realized gain   | 25,806        | 466,008   |
| Change in net unrealized gain / loss                              | (1,031,259)   | 126,373   |
| Increase (decrease) in net assets from operations                 | (922,237)     | 660,952   |
| Distributions to shareholders                                     |               |           |
| Net earnings  |               |           |
| Investor Class  | (116,625)     | (366,320) |
| I Class   | (86,391)      | (100,921) |
| Decrease in net assets from distributions                         | (203,016)     | (467,241) |
| Capital share transactions*                                       |               |           |
| Shares sold   |               |           |
| Investor Class  | 302,049       | 600,639   |
| I Class   | 1,158,107     | 307,136   |
| Distributions reinvested  |               |           |
| Investor Class  | 112,380       | 352,427   |
| I Class   | 83,453        | 99,141    |
| Shares redeemed   |               |           |
| Investor Class  | (1,576,814)   | (980,941) |
| I Class   | (364,462)     | (132,322) |
| Increase (decrease) in net assets from capital share transactions | (285,287)     | 246,080   |

**STATEMENT OF CHANGES IN NET ASSETS**

(\$000s)

|   | Year<br>Ended       |                     |
|---|---------------------|---------------------|
|   | 12/31/22            | 12/31/21            |
| <b>Net Assets</b>                         |                     |                     |
| Increase (decrease) during period         | (1,410,540)         | 439,791             |
| Beginning of period                       | 5,397,078           | 4,957,287           |
| <b>End of period</b>                      | <b>\$ 3,986,538</b> | <b>\$ 5,397,078</b> |
| *Share information (000s)                 |                     |                     |
| Shares sold                               |                     |                     |
| Investor Class                            | 12,101              | 20,759              |
| I Class                                   | 45,305              | 10,632              |
| Distributions reinvested                  |                     |                     |
| Investor Class                            | 4,973               | 12,616              |
| I Class                                   | 3,683               | 3,548               |
| Shares redeemed                           |                     |                     |
| Investor Class                            | (62,548)            | (33,627)            |
| I Class                                   | (15,453)            | (4,543)             |
| Increase (decrease) in shares outstanding | (11,939)            | 9,385               |

The accompanying notes are an integral part of these financial statements.

**NOTES TO FINANCIAL STATEMENTS**

T. Rowe Price Balanced Fund, Inc. (the fund) is registered under the Investment Company Act of 1940 (the 1940 Act) as a diversified, open-end management investment company. The fund seeks to provide capital growth, current income, and preservation of capital through a portfolio of stocks and fixed-income securities. The fund has two classes of shares: the Balanced Fund (Investor Class) and the Balanced Fund–I Class (I Class). I Class shares require a \$500,000 initial investment minimum, although the minimum generally is waived or reduced for financial intermediaries, eligible retirement plans, and certain other accounts. Prior to November 15, 2021, the initial investment minimum was \$1 million and was generally waived for financial intermediaries, eligible retirement plans, and other certain accounts. As a result of the reduction in the I Class minimum, certain assets transferred from the Investor Class to the I Class. This transfer of shares from Investor Class to I Class is reflected in the Statement of Changes in Net Assets within the Capital shares transactions as Shares redeemed and Shares sold, respectively. Each class has exclusive voting rights on matters related solely to that class; separate voting rights on matters that relate to both classes; and, in all other respects, the same rights and obligations as the other class.

**NOTE 1 - SIGNIFICANT ACCOUNTING POLICIES**

**Basis of Preparation** The fund is an investment company and follows accounting and reporting guidance in the Financial Accounting Standards Board (FASB) *Accounting Standards Codification* Topic 946 (ASC 946). The accompanying financial statements were prepared in accordance with accounting principles generally accepted in the United States of America (GAAP), including, but not limited to, ASC 946. GAAP requires the use of estimates made by management. Management believes that estimates and valuations are appropriate; however, actual results may differ from those estimates, and the valuations reflected in the accompanying financial statements may differ from the value ultimately realized upon sale or maturity.

**Investment Transactions, Investment Income, and Distributions** Investment transactions are accounted for on the trade date basis. Income and expenses are recorded on the accrual basis. Realized gains and losses are reported on the identified cost basis. Premiums and discounts on debt securities are amortized for financial reporting purposes. Paydown gains and losses are recorded as an adjustment to interest income. Income tax-related interest and penalties, if incurred, are recorded as income tax expense. Dividends received from mutual fund investments are reflected as dividend income; capital gain distributions are reflected as realized gain/loss. Dividend income

and capital gain distributions are recorded on the ex-dividend date. Distributions from REITs are initially recorded as dividend income and, to the extent such represent a return of capital or capital gain for tax purposes, are reclassified when such information becomes available. Non-cash dividends, if any, are recorded at the fair market value of the asset received. Proceeds from litigation payments, if any, are included in either net realized gain (loss) or change in net unrealized gain/loss from securities. Distributions to shareholders are recorded on the ex-dividend date. Income distributions, if any, are declared and paid by each class quarterly. A capital gain distribution, if any, may also be declared and paid by the fund annually.

**Currency Translation** Assets, including investments, and liabilities denominated in foreign currencies are translated into U.S. dollar values each day at the prevailing exchange rate, using the mean of the bid and asked prices of such currencies against U.S. dollars as provided by an outside pricing service. Purchases and sales of securities, income, and expenses are translated into U.S. dollars at the prevailing exchange rate on the respective date of such transaction. The effect of changes in foreign currency exchange rates on realized and unrealized security gains and losses is not bifurcated from the portion attributable to changes in market prices.

**Class Accounting** Shareholder servicing, prospectus, and shareholder report expenses incurred by each class are charged directly to the class to which they relate. Expenses common to all classes and investment income are allocated to the classes based upon the relative daily net assets of each class's settled shares; realized and unrealized gains and losses are allocated based upon the relative daily net assets of each class's outstanding shares.

**Capital Transactions** Each investor's interest in the net assets of the fund is represented by fund shares. The fund's net asset value (NAV) per share is computed at the close of the New York Stock Exchange (NYSE), normally 4 p.m. ET, each day the NYSE is open for business. However, the NAV per share may be calculated at a time other than the normal close of the NYSE if trading on the NYSE is restricted, if the NYSE closes earlier, or as may be permitted by the SEC. Purchases and redemptions of fund shares are transacted at the next-computed NAV per share, after receipt of the transaction order by T. Rowe Price Associates, Inc., or its agents.

**New Accounting Guidance** In June 2022, the FASB issued Accounting Standards Update (ASU), ASU 2022-03, Fair Value Measurement (Topic 820) – Fair Value Measurement of Equity Securities Subject to Contractual Sale Restrictions, which clarifies that a contractual restriction on the sale of an equity security is not considered part of the unit of account of the equity security and, therefore, is not considered in measuring fair value. The amendments under this ASU are effective for fiscal



years beginning after December 15, 2023; however, the fund opted to early adopt, as permitted, effective December 1, 2022. Adoption of the guidance did not have a material impact on the fund's financial statements.

The FASB issued Accounting Standards Update (ASU), ASU 2020-04, Reference Rate Reform (Topic 848) – Facilitation of the Effects of Reference Rate Reform on Financial Reporting in March 2020 and ASU 2021-01 in January 2021 which provided further amendments and clarifications to Topic 848. These ASUs provide optional, temporary relief with respect to the financial reporting of contracts subject to certain types of modifications due to the planned discontinuation of the London Interbank Offered Rate (LIBOR), and other interbank-offered based reference rates, through December 31, 2022. In December, 2022, FASB issued ASU 2022-06 which defers the sunset date of Topic 848 from December 31, 2022, to December 31, 2024, after which entities will no longer be permitted to apply the relief in Topic 848. Management intends to rely upon the relief provided under Topic 848, which is not expected to have a material impact on the fund's financial statements.

**Indemnification** In the normal course of business, the fund may provide indemnification in connection with its officers and directors, service providers, and/or private company investments. The fund's maximum exposure under these arrangements is unknown; however, the risk of material loss is currently considered to be remote.

## **NOTE 2 - VALUATION**

**Fair Value** The fund's financial instruments are valued at the close of the NYSE and are reported at fair value, which GAAP defines as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fund's Board of Directors (the Board) has designated T. Rowe Price Associates, Inc. as the fund's valuation designee (Valuation Designee). Subject to oversight by the Board, the Valuation Designee performs the following functions in performing fair value determinations: assesses and manages valuation risks; establishes and applies fair value methodologies; tests fair value methodologies; and evaluates pricing vendors and pricing agents. The duties and responsibilities of the Valuation Designee are performed by its Valuation Committee. The Valuation Designee provides periodic reporting to the Board on valuation matters.

Various valuation techniques and inputs are used to determine the fair value of financial instruments. GAAP establishes the following fair value hierarchy that categorizes the inputs used to measure fair value:

Level 1 – quoted prices (unadjusted) in active markets for identical financial instruments that the fund can access at the reporting date

Level 2 – inputs other than Level 1 quoted prices that are observable, either directly or indirectly (including, but not limited to, quoted prices for similar financial instruments in active markets, quoted prices for identical or similar financial instruments in inactive markets, interest rates and yield curves, implied volatilities, and credit spreads)

Level 3 – unobservable inputs (including the Valuation Designee’s assumptions in determining fair value)

Observable inputs are developed using market data, such as publicly available information about actual events or transactions, and reflect the assumptions that market participants would use to price the financial instrument. Unobservable inputs are those for which market data are not available and are developed using the best information available about the assumptions that market participants would use to price the financial instrument. GAAP requires valuation techniques to maximize the use of relevant observable inputs and minimize the use of unobservable inputs. When multiple inputs are used to derive fair value, the financial instrument is assigned to the level within the fair value hierarchy based on the lowest-level input that is significant to the fair value of the financial instrument. Input levels are not necessarily an indication of the risk or liquidity associated with financial instruments at that level but rather the degree of judgment used in determining those values.

**Valuation Techniques** Equity securities, including exchange-traded funds, listed or regularly traded on a securities exchange or in the over-the-counter (OTC) market are valued at the last quoted sale price or, for certain markets, the official closing price at the time the valuations are made. OTC Bulletin Board securities are valued at the mean of the closing bid and asked prices. A security that is listed or traded on more than one exchange is valued at the quotation on the exchange determined to be the primary market for such security. Listed securities not traded on a particular day are valued at the mean of the closing bid and asked prices for domestic securities and the last quoted sale or closing price for international securities.

The last quoted prices of non-U.S. equity securities may be adjusted to reflect the fair value of such securities at the close of the NYSE, if the Valuation Designee determines that developments between the close of a foreign market and the close of the NYSE will affect the value of some or all of the fund’s portfolio securities. Each business day, the Valuation Designee uses information from outside pricing services to evaluate the quoted prices of portfolio securities and, if appropriate, decide whether it is necessary to adjust quoted prices to reflect fair value by reviewing a variety of factors, including

developments in foreign markets, the performance of U.S. securities markets, and the performance of instruments trading in U.S. markets that represent foreign securities and baskets of foreign securities. The Valuation Designee uses outside pricing services to provide it with quoted prices and information to evaluate or adjust those prices. The Valuation Designee cannot predict how often it will use quoted prices and how often it will determine it necessary to adjust those prices to reflect fair value.

Debt securities generally are traded in the over-the-counter (OTC) market and are valued at prices furnished by independent pricing services or by broker dealers who make markets in such securities. When valuing securities, the independent pricing services consider factors such as, but not limited to, the yield or price of bonds of comparable quality, coupon, maturity, and type, as well as prices quoted by dealers who make markets in such securities.

Investments in mutual funds are valued at the mutual fund's closing NAV per share on the day of valuation. Futures contracts are valued at closing settlement prices. Assets and liabilities other than financial instruments, including short-term receivables and payables, are carried at cost, or estimated realizable value, if less, which approximates fair value.

Investments for which market quotations are not readily available or deemed unreliable are valued at fair value as determined in good faith by the Valuation Designee. The Valuation Designee has adopted methodologies for determining the fair value of investments for which market quotations are not readily available or deemed unreliable, including the use of other pricing sources. Factors used in determining fair value vary by type of investment and may include market or investment specific considerations. The Valuation Designee typically will afford greatest weight to actual prices in arm's length transactions, to the extent they represent orderly transactions between market participants, transaction information can be reliably obtained, and prices are deemed representative of fair value. However, the Valuation Designee may also consider other valuation methods such as market-based valuation multiples; a discount or premium from market value of a similar, freely traded security of the same issuer; discounted cash flows; yield to maturity; or some combination. Fair value determinations are reviewed on a regular basis. Because any fair value determination involves a significant amount of judgment, there is a degree of subjectivity inherent in such pricing decisions. Fair value prices determined by the Valuation Designee could differ from those of other market participants, and it is possible that the fair value determined for a security may be materially different from the value that could be realized upon the sale of that security.

**Valuation Inputs** The following table summarizes the fund's financial instruments, based on the inputs used to determine their fair values on December 31, 2022 (for further detail by category, please refer to the accompanying Portfolio of Investments):

| (\$000s)                             | Level 1      | Level 2      | Level 3  | Total Value  |
|--------------------------------------|--------------|--------------|----------|--------------|
| <b>Assets</b>                        |              |              |          |              |
| Fixed Income Securities <sup>1</sup> | \$ —         | \$ 1,161,862 | \$ —     | \$ 1,161,862 |
| Bond Mutual Funds                    | 214,603      | —            | —        | 214,603      |
| Common Stocks                        | 1,710,503    | 707,474      | 963      | 2,418,940    |
| Convertible Preferred Stocks         | —            | —            | 954      | 954          |
| Equity Mutual Funds                  | 131,450      | —            | —        | 131,450      |
| Preferred Stocks                     | —            | 4,221        | —        | 4,221        |
| Short-Term Investments               | 81,872       | —            | —        | 81,872       |
| Securities Lending Collateral        | 15,456       | —            | —        | 15,456       |
| Total Securities                     | 2,153,884    | 1,873,557    | 1,917    | 4,029,358    |
| Futures Contracts*                   | 54           | —            | —        | 54           |
| Total                                | \$ 2,153,938 | \$ 1,873,557 | \$ 1,917 | \$ 4,029,412 |
| <b>Liabilities</b>                   |              |              |          |              |
| Futures Contracts*                   | \$ 19        | \$ —         | \$ —     | \$ 19        |

<sup>1</sup> Includes Asset-Backed Securities, Corporate Bonds, Foreign Government Obligations & Municipalities, Municipal Securities, Non-U.S. Government Mortgage-Backed Securities, U.S. Government & Agency Mortgage-Backed Securities and U.S. Government Agency Obligations (Excluding Mortgage-Backed).

\* The fair value presented includes cumulative gain (loss) on open futures contracts; however, the net value reflected on the accompanying Portfolio of Investments is only the unsettled variation margin receivable (payable) at that date.

### NOTE 3 - DERIVATIVE INSTRUMENTS

During the year ended December 31, 2022, the fund invested in derivative instruments. As defined by GAAP, a derivative is a financial instrument whose value is derived from an underlying security price, foreign exchange rate, interest rate, index of prices or rates, or other variable; it requires little or no initial investment and permits or requires net settlement. The fund invests in derivatives only if the expected risks and rewards are consistent with its investment objectives, policies, and overall risk profile, as described in

its prospectus and Statement of Additional Information. The fund may use derivatives for a variety of purposes and may use them to establish both long and short positions within the fund's portfolio. Potential uses include to hedge against declines in principal value, increase yield, invest in an asset with greater efficiency and at a lower cost than is possible through direct investment, to enhance return, or to adjust credit exposure. The risks associated with the use of derivatives are different from, and potentially much greater than, the risks associated with investing directly in the instruments on which the derivatives are based.

The fund values its derivatives at fair value and recognizes changes in fair value currently in its results of operations. Accordingly, the fund does not follow hedge accounting, even for derivatives employed as economic hedges. Generally, the fund accounts for its derivatives on a gross basis. It does not offset the fair value of derivative liabilities against the fair value of derivative assets on its financial statements, nor does it offset the fair value of derivative instruments against the right to reclaim or obligation to return collateral. The following table summarizes the fair value of the fund's derivative instruments held as of December 31, 2022, and the related location on the accompanying Statement of Assets and Liabilities, presented by primary underlying risk exposure:

| (\$000s)                  | Location on Statement of<br>Assets and Liabilities | Fair Value* |
|---------------------------|--|-------------|
| <b>Assets</b>             |  |             |
| Interest rate derivatives | Futures  | \$ 54       |
| Total                     |  | \$ 54       |
| <b>Liabilities</b>        |  |             |
| Interest rate derivatives | Futures  | \$ 19       |
| Total                     |  | \$ 19       |

\*The fair value presented includes cumulative gain (loss) on open futures contracts; however, the value reflected on the accompanying Statement of Assets and Liabilities is only the unsettled variation margin receivable (payable) at that date.

Additionally, the amount of gains and losses on derivative instruments recognized in fund earnings during the year ended December 31, 2022, and the related location on the accompanying Statement of Operations is summarized in the following table by primary underlying risk exposure:

| (\$000s)                                | Location of Gain (Loss) on Statement of Operations |          |            |
|---|--|----------|------------|
|   | Futures  | Swaps    | Total      |
| <b>Realized Gain (Loss)</b>             |  |          |            |
| Interest rate derivatives               | \$ (9,188)   | \$ —     | \$ (9,188) |
| Credit derivatives                      | —  | (681)    | (681)      |
| Total                                   | \$ (9,188)   | \$ (681) | \$ (9,869) |
| <b>Change in Unrealized Gain (Loss)</b> |  |          |            |
| Interest rate derivatives               | \$ 92  | \$ —     | \$ 92      |
| Credit derivatives                      | —  | (20)     | (20)       |
| Total                                   | \$ 92  | \$ (20)  | \$ 72      |

**Counterparty Risk and Collateral** The fund invests in exchange-traded and/or centrally cleared derivative contracts, such as futures, exchange-traded options, and centrally cleared swaps. Counterparty risk on such derivatives is minimal because the clearinghouse provides protection against counterparty defaults. For futures and centrally cleared swaps, the fund is required to deposit collateral in an amount specified by the clearinghouse and the clearing firm (margin requirement), and the margin requirement must be maintained over the life of the contract. Each clearinghouse and clearing firm, in its sole discretion, may adjust the margin requirements applicable to the fund.

Collateral may be in the form of cash or debt securities issued by the U.S. government or related agencies. Cash posted by the fund is reflected as cash deposits in the accompanying financial statements and generally is restricted from withdrawal by the fund; securities posted by the fund are so noted in the accompanying Portfolio of Investments; both remain in the fund's assets. While typically not sold in the same manner as equity or fixed income securities, exchange-traded or centrally cleared derivatives may be closed out only on the exchange or clearinghouse where the

contracts were cleared. This ability is subject to the liquidity of underlying positions. As of December 31, 2022, securities valued at \$762,000 had been posted by the fund for exchange-traded and/or centrally cleared derivatives.

**Futures Contracts** The fund is subject to interest rate risk in the normal course of pursuing its investment objectives and uses futures contracts to help manage such risk. The fund may enter into futures contracts to manage exposure to interest rates, security prices, foreign currencies, and credit quality; as an efficient means of adjusting exposure to all or part of a target market; to enhance income; as a cash management tool; or to adjust credit exposure. A futures contract provides for the future sale by one party and purchase by another of a specified amount of a specific underlying financial instrument at an agreed-upon price, date, time, and place. The fund currently invests only in exchange-traded futures, which generally are standardized as to maturity date, underlying financial instrument, and other contract terms. Payments are made or received by the fund each day to settle daily fluctuations in the value of the contract (variation margin), which reflect changes in the value of the underlying financial instrument. Variation margin is recorded as unrealized gain or loss until the contract is closed. The value of a futures contract included in net assets is the amount of unsettled variation margin; net variation margin receivable is reflected as an asset and net variation margin payable is reflected as a liability on the accompanying Statement of Assets and Liabilities. Risks related to the use of futures contracts include possible illiquidity of the futures markets, contract prices that can be highly volatile and imperfectly correlated to movements in hedged security values and/or interest rates, and potential losses in excess of the fund's initial investment. During the year ended December 31, 2022, the volume of the fund's activity in futures, based on underlying notional amounts, was generally between 1% and 3% of net assets.

**Swaps** The fund is subject to credit risk in the normal course of pursuing its investment objectives and uses swap contracts to help manage such risk. The fund may use swaps in an effort to manage both long and short exposure to changes in interest rates, inflation rates, and credit quality; to adjust overall exposure to certain markets; to enhance total return or protect the value of portfolio securities; to serve as a cash management tool; or to adjust credit exposure. Swap agreements can be settled either directly with the counterparty (bilateral swap) or through a central clearinghouse (centrally cleared swap). Fluctuations in the fair value of a contract are reflected in unrealized gain or loss and are reclassified to realized gain or loss upon contract termination or cash settlement. Net periodic receipts or payments required by a contract increase or decrease, respectively, the value of the contract until the contractual payment date, at which time such amounts are reclassified from unrealized to realized gain or loss. For bilateral swaps, cash payments are made or received by the fund on a periodic basis in accordance with

contract terms; unrealized gain on contracts and premiums paid are reflected as assets and unrealized loss on contracts and premiums received are reflected as liabilities on the accompanying Statement of Assets and Liabilities. For bilateral swaps, premiums paid or received are amortized over the life of the swap and are recognized as realized gain or loss in the Statement of Operations. For centrally cleared swaps, payments are made or received by the fund each day to settle the daily fluctuation in the value of the contract (variation margin). Accordingly, the value of a centrally cleared swap included in net assets is the unsettled variation margin; net variation margin receivable is reflected as an asset and net variation margin payable is reflected as a liability on the accompanying Statement of Assets and Liabilities.

Credit default swaps are agreements where one party (the protection buyer) agrees to make periodic payments to another party (the protection seller) in exchange for protection against specified credit events, such as certain defaults and bankruptcies related to an underlying credit instrument, or issuer or index of such instruments. Upon occurrence of a specified credit event, the protection seller is required to pay the buyer the difference between the notional amount of the swap and the value of the underlying credit, either in the form of a net cash settlement or by paying the gross notional amount and accepting delivery of the relevant underlying credit. For credit default swaps where the underlying credit is an index, a specified credit event may affect all or individual underlying securities included in the index and will be settled based upon the relative weighting of the affected underlying security(ies) within the index. Risks related to the use of credit default swaps include the possible inability of the fund to accurately assess the current and future creditworthiness of underlying issuers, the possible failure of a counterparty to perform in accordance with the terms of the swap agreements, potential government regulation that could adversely affect the fund's swap investments, and potential losses in excess of the fund's initial investment.

During the year ended December 31, 2022, the volume of the fund's activity in swaps, based on underlying notional amounts, was generally less than 1% of net assets.

#### **NOTE 4 - OTHER INVESTMENT TRANSACTIONS**

Consistent with its investment objective, the fund engages in the following practices to manage exposure to certain risks and/or to enhance performance. The investment objective, policies, program, and risk factors of the fund are described more fully in the fund's prospectus and Statement of Additional Information.



**Emerging and Frontier Markets** The fund invests, either directly or through investments in other T. Rowe Price funds, in securities of companies located in, issued by governments of, or denominated in or linked to the currencies of emerging and frontier market countries. Emerging markets, and to a greater extent frontier markets, tend to have economic structures that are less diverse and mature, less developed legal and regulatory regimes, and political systems that are less stable, than those of developed countries. These markets may be subject to greater political, economic, and social uncertainty and differing accounting standards and regulatory environments that may potentially impact the fund's ability to buy or sell certain securities or repatriate proceeds to U.S. dollars. Emerging markets securities exchanges are more likely to experience delays with the clearing and settling of trades, as well as the custody of holdings by local banks, agents, and depositories. Such securities are often subject to greater price volatility, less liquidity, and higher rates of inflation than U.S. securities. Investing in frontier markets is typically significantly riskier than investing in other countries, including emerging markets.

**Restricted Securities** The fund invests in securities that are subject to legal or contractual restrictions on resale. Prompt sale of such securities at an acceptable price may be difficult and may involve substantial delays and additional costs.

**Collateralized Loan Obligations** The fund invests in collateralized loan obligations (CLOs) which are entities backed by a diversified pool of syndicated bank loans. The cash flows of the CLO can be split into multiple segments, called "tranches" or "classes", which will vary in risk profile and yield. The riskiest segments, which are the subordinate or "equity" tranches, bear the greatest risk of loss from defaults in the underlying assets of the CLO and serve to protect the other, more senior, tranches. Senior tranches will typically have higher credit ratings and lower yields than the securities underlying the CLO. Despite the protection from the more junior tranches, senior tranches can experience substantial losses.

**Mortgage-Backed Securities** The fund invests in mortgage-backed securities (MBS or pass-through certificates) that represent an interest in a pool of specific underlying mortgage loans and entitle the fund to the periodic payments of principal and interest from those mortgages. MBS may be issued by government agencies or corporations, or private issuers. Most MBS issued by government agencies are guaranteed; however, the degree of protection differs based on the issuer. The fund also invests in stripped MBS, created when a traditional MBS is split into an interest-only (IO) and a principal-only (PO) strip. MBS, including IOs and POs, are sensitive to changes in economic conditions that affect the rate of prepayments and defaults on the underlying mortgages;

accordingly, the value, income, and related cash flows from MBS may be more volatile than other debt instruments. IOs also risk loss of invested principal from faster-than-anticipated prepayments.

**TBA Purchase, Sale Commitments and Forward Settling Mortgage Obligations** The fund enters into to-be-announced (TBA) purchase or sale commitments (collectively, TBA transactions), pursuant to which it agrees to purchase or sell, respectively, mortgage-backed securities for a fixed unit price, with payment and delivery at a scheduled future date beyond the customary settlement period for such securities. With TBA transactions, the particular securities to be received or delivered by the fund are not identified at the trade date; however, the securities must meet specified terms, including rate and mortgage term, and be within industry-accepted “good delivery” standards. The fund may enter into TBA transactions with the intention of taking possession of or relinquishing the underlying securities, may elect to extend the settlement by “rolling” the transaction, and/or may use TBA transactions to gain or reduce interim exposure to underlying securities. Until settlement, the fund maintains liquid assets sufficient to settle its commitment to purchase a TBA or, in the case of a sale commitment, the fund maintains an entitlement to the security to be sold.

To mitigate counterparty risk, the fund has entered into Master Securities Forward Transaction Agreements (MSFTA) with counterparties that provide for collateral and the right to offset amounts due to or from those counterparties under specified conditions. Subject to minimum transfer amounts, collateral requirements are determined and transfers made based on the net aggregate unrealized gain or loss on all TBA commitments and other forward settling mortgage obligations with a particular counterparty (collectively, MSFTA Transactions). At any time, the fund’s risk of loss from a particular counterparty related to its MSFTA Transactions is the aggregate unrealized gain on appreciated MSFTA Transactions in excess of unrealized loss on depreciated MSFTA Transactions and collateral received, if any, from such counterparty. As of December 31, 2022, securities valued at \$114,000 had been posted by the fund to counterparties for MSFTA Transactions. No collateral was pledged by counterparties to the fund for MSFTA Transactions as of December 31, 2022.

**LIBOR Transition** The fund may invest in instruments that are tied to reference rates, including LIBOR. Over the course of the last several years, global regulators have indicated an intent to phase out the use of LIBOR and similar interbank offered rates (IBOR). While publication for most LIBOR currencies and lesser-used USD LIBOR settings ceased immediately after December 31, 2021, remaining USD LIBOR settings will continue to be published until June 30, 2023. There remains uncertainty regarding the future utilization of LIBOR and the nature of any replacement rate. Any potential effects of the transition away from LIBOR on the fund, or on certain instruments in

which the fund invests, cannot yet be determined. The transition process may result in, among other things, an increase in volatility or illiquidity of markets for instruments that currently rely on LIBOR, a reduction in the value of certain instruments held by the fund, or a reduction in the effectiveness of related fund transactions such as hedges. Any such effects could have an adverse impact on the fund's performance.

**Securities Lending** The fund may lend its securities to approved borrowers to earn additional income. Its securities lending activities are administered by a lending agent in accordance with a securities lending agreement. Security loans generally do not have stated maturity dates, and the fund may recall a security at any time. The fund receives collateral in the form of cash or U.S. government securities. Collateral is maintained over the life of the loan in an amount not less than the value of loaned securities; any additional collateral required due to changes in security values is delivered to the fund the next business day. Cash collateral is invested in accordance with investment guidelines approved by fund management. Additionally, the lending agent indemnifies the fund against losses resulting from borrower default. Although risk is mitigated by the collateral and indemnification, the fund could experience a delay in recovering its securities and a possible loss of income or value if the borrower fails to return the securities, collateral investments decline in value, and the lending agent fails to perform. Securities lending revenue consists of earnings on invested collateral and borrowing fees, net of any rebates to the borrower, compensation to the lending agent, and other administrative costs. In accordance with GAAP, investments made with cash collateral are reflected in the accompanying financial statements, but collateral received in the form of securities is not. At December 31, 2022, the value of loaned securities was \$14,663,000; the value of cash collateral and related investments was \$15,456,000.

**Other** Purchases and sales of portfolio securities other than short-term and U.S. government securities aggregated \$1,983,570,000 and \$2,273,314,000, respectively, for the year ended December 31, 2022. Purchases and sales of U.S. government securities aggregated \$2,359,916,000 and \$2,394,443,000, respectively, for the year ended December 31, 2022.

## **NOTE 5 - FEDERAL INCOME TAXES**

Generally, no provision for federal income taxes is required since the fund intends to continue to qualify as a regulated investment company under Subchapter M of the Internal Revenue Code and distribute to shareholders all of its taxable income and gains. Distributions determined in accordance with federal income tax regulations may differ in amount or character from net investment income and realized gains for financial reporting purposes.

The fund files U.S. federal, state, and local tax returns as required. The fund's tax returns are subject to examination by the relevant tax authorities until expiration of the applicable statute of limitations, which is generally three years after the filing of the tax return but which can be extended to six years in certain circumstances. Tax returns for open years have incorporated no uncertain tax positions that require a provision for income taxes.

Capital accounts within the financial reporting records are adjusted for permanent book/tax differences to reflect tax character but are not adjusted for temporary differences. The permanent book/tax adjustments, if any, have no impact on results of operations or net assets. The permanent book/tax adjustments relate primarily to deemed distributions on shareholder redemptions.

The tax character of distributions paid for the periods presented was as follows:

| (\$000s)   | <b>December 31,<br/>2022</b> | <b>December 31,<br/>2021</b> |
|--|------------------------------|------------------------------|
| Ordinary income (including short-term capital gains, if any) | \$ 96,168                    | \$ 130,808                   |
| Long-term capital gain                                       | 106,848                      | 336,433                      |
| <b>Total distributions</b>                                   | <b>\$ 203,016</b>            | <b>\$ 467,241</b>            |

At December 31, 2022, the tax-basis cost of investments (including derivatives, if any) and gross unrealized appreciation and depreciation were as follows:

|   |                   |
|---|-------------------|
| (\$000s)  |                   |
| Cost of investments                               | \$ 3,327,052      |
| Unrealized appreciation                           | \$ 1,059,180      |
| Unrealized depreciation                           | (356,956)         |
| <b>Net unrealized appreciation (depreciation)</b> | <b>\$ 702,224</b> |

At December 31, 2022, the tax-basis components of accumulated net earnings (loss) were as follows:

| (\$000s)                                   |                   |
|--|-------------------|
| Undistributed ordinary income              | \$ 427            |
| Net unrealized appreciation (depreciation) | 702,224           |
| Loss carryforwards and deferrals           | (18,790)          |
| <b>Total distributable earnings (loss)</b> | <b>\$ 683,861</b> |

Temporary differences between book-basis and tax-basis components of total distributable earnings (loss) arise when certain items of income, gain, or loss are recognized in different periods for financial statement purposes versus for tax purposes; these differences will reverse in a subsequent reporting period. The temporary differences relate primarily to the deferral of losses from wash sales and the realization of gains/losses on passive foreign investment companies. The loss carryforwards and deferrals primarily relate to post-October loss deferrals. The fund has elected to defer certain losses to the first day of the following fiscal year for post-October capital loss deferrals.

## NOTE 6 - FOREIGN TAXES

The fund is subject to foreign income taxes imposed by certain countries in which it invests. Additionally, capital gains realized upon disposition of securities issued in or by certain foreign countries are subject to capital gains tax imposed by those countries. All taxes are computed in accordance with the applicable foreign tax law, and, to the extent permitted, capital losses are used to offset capital gains. Taxes attributable to income are accrued by the fund as a reduction of income. Current and deferred tax expense attributable to capital gains is reflected as a component of realized or change in unrealized gain/loss on securities in the accompanying financial statements. To the extent that the fund has country specific capital loss carryforwards, such carryforwards are applied against net unrealized gains when determining the deferred tax liability. Any deferred tax liability incurred by the fund is included in either Other liabilities or Deferred tax liability on the accompanying Statement of Assets and Liabilities.

**NOTE 7 - RELATED PARTY TRANSACTIONS**

The fund is managed by T. Rowe Price Associates, Inc. (Price Associates), a wholly owned subsidiary of T. Rowe Price Group, Inc. (Price Group). The investment management agreement between the fund and Price Associates provides for an annual investment management fee, which is computed daily and paid monthly. The fee consists of an individual fund fee, equal to 0.15% of the fund's average daily net assets, and a group fee. The group fee rate is calculated based on the combined net assets of certain mutual funds sponsored by Price Associates (the group) applied to a graduated fee schedule, with rates ranging from 0.48% for the first \$1 billion of assets to 0.260% for assets in excess of \$845 billion. The fund's group fee is determined by applying the group fee rate to the fund's average daily net assets. At December 31, 2022, the effective annual group fee rate was 0.29%.

The I Class is subject to an operating expense limitation (I Class Limit) pursuant to which Price Associates is contractually required to pay all operating expenses of the I Class, excluding management fees; interest; expenses related to borrowings, taxes, and brokerage; non-recurring, extraordinary expenses; and acquired fund fees and expenses, to the extent such operating expenses, on an annualized basis, exceed the I Class Limit. This agreement will continue through the expense limitation date indicated in the table below, and may be renewed, revised, or revoked only with approval of the fund's Board. The I Class is required to repay Price Associates for expenses previously paid to the extent the class's net assets grow or expenses decline sufficiently to allow repayment without causing the class's operating expenses (after the repayment is taken into account) to exceed the lesser of: (1) the I Class Limit in place at the time such amounts were paid; or (2) the current I Class Limit. However, no repayment will be made more than three years after the date of a payment or waiver.

|  | <b>I Class</b> |
|--|----------------|
| Expense limitation/I Class Limit           | 0.05%          |
| Repayment date                             | 04/30/24       |
| (Waived)/repaid during the period (\$000s) | \$—            |

In addition, the fund has entered into service agreements with Price Associates and two wholly owned subsidiaries of Price Associates, each an affiliate of the fund (collectively, Price). Price Associates provides certain accounting and administrative services to the fund. T. Rowe Price Services, Inc. provides shareholder and administrative services in its capacity as the fund's transfer and dividend-disbursing agent. T. Rowe Price Retirement Plan Services, Inc. provides subaccounting and recordkeeping services for certain

retirement accounts invested in the Investor Class. For the year ended December 31, 2022, expenses incurred pursuant to these service agreements were \$103,000 for Price Associates; \$1,876,000 for T. Rowe Price Services, Inc.; and \$1,015,000 for T. Rowe Price Retirement Plan Services, Inc. All amounts due to and due from Price, exclusive of investment management fees payable, are presented net on the accompanying Statement of Assets and Liabilities.

The fund may invest its cash reserves in certain open-end management investment companies managed by Price Associates and considered affiliates of the fund: the T. Rowe Price Government Reserve Fund or the T. Rowe Price Treasury Reserve Fund, organized as money market funds (together, the Price Reserve Funds). The Price Reserve Funds are offered as short-term investment options to mutual funds, trusts, and other accounts managed by Price Associates or its affiliates and are not available for direct purchase by members of the public. Cash collateral from securities lending, if any, is invested in the T. Rowe Price Government Reserve Fund. The Price Reserve Funds pay no investment management fees.

The fund may also invest in certain other T. Rowe Price funds (Price Funds) as a means of gaining efficient and cost-effective exposure to certain markets. The fund does not invest for the purpose of exercising management or control; however, investments by the fund may represent a significant portion of an underlying Price Fund's net assets. Each underlying Price Fund is an open-end management investment company managed by Price Associates and is considered an affiliate of the fund. To ensure that the fund does not incur duplicate management fees (paid by the underlying Price Fund(s) and the fund), Price Associates has agreed to permanently waive a portion of its management fee charged to the fund in an amount sufficient to fully offset that portion of management fees paid by each underlying Price Fund related to the fund's investment therein. Annual management fee rates and amounts waived related to investments in the underlying Price Fund(s) for the year ended December 31, 2022, are as follows:

| (\$000s)   | <b>Effective<br/>Management<br/>Fee Rate</b> | <b>Management<br/>Fee Waived</b> |
|--|--|----------------------------------|
| T. Rowe Price Inflation Protected Bond Fund - I Class                | 0.17%  | \$ 1                             |
| T. Rowe Price Institutional High Yield Fund - Institutional Class    | 0.50%  | 1,166                            |
| T. Rowe Price Limited Duration Inflation Focused Bond Fund - I Class | 0.25%  | 84                               |
| T. Rowe Price Real Assets Fund - I Class                             | 0.63%  | 744                              |
| <b>Total Management Fee Waived</b>                                   |  | <b>\$ 1,995</b>                  |

Total management fee waived was allocated ratably in the amounts of \$1,233,000 and \$762,000 for the Investor Class and I Class, respectively, for the year ended December 31, 2022.

The fund may participate in securities purchase and sale transactions with other funds or accounts advised by Price Associates (cross trades), in accordance with procedures adopted by the fund's Board and Securities and Exchange Commission rules, which require, among other things, that such purchase and sale cross trades be effected at the independent current market price of the security. During the year ended December 31, 2022, the fund had no purchases or sales cross trades with other funds or accounts advised by Price Associates.

Price Associates has voluntarily agreed to reimburse the fund from its own resources on a monthly basis for the cost of investment research embedded in the cost of the fund's securities trades. This agreement may be rescinded at any time. For the year ended December 31, 2022, this reimbursement amounted to \$87,000, which is included in Net realized gain (loss) on Securities in the Statement of Operations.

## **NOTE 8 - OTHER MATTERS**

Unpredictable events such as environmental or natural disasters, war, terrorism, pandemics, outbreaks of infectious diseases, and similar public health threats may significantly affect the economy and the markets and issuers in which the fund invests. Certain events may cause instability across global markets, including reduced liquidity and disruptions in trading markets, while some events may affect certain geographic regions, countries, sectors, and industries more significantly than others, and exacerbate other pre-existing political, social, and economic risks.

Since 2020, a novel strain of coronavirus (COVID-19) has resulted in disruptions to global business activity and caused significant volatility and declines in global financial markets.

In February 2022, Russian forces entered Ukraine and commenced an armed conflict leading to economic sanctions being imposed on Russia and certain of its citizens, creating impacts on Russian-related stocks and debt and greater volatility in global markets.

These are recent examples of global events which may have a negative impact on the values of certain portfolio holdings or the fund's overall performance. Management is actively monitoring the risks and financial impacts arising from these events.



## **REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM**

**To the Board of Directors and Shareholders of T. Rowe Price Balanced Fund, Inc.**

### **Opinion on the Financial Statements**

We have audited the accompanying statement of assets and liabilities, including the portfolio of investments, of T. Rowe Price Balanced Fund, Inc. (the "Fund") as of December 31, 2022, the related statement of operations for the year ended December 31, 2022, the statement of changes in net assets for each of the two years in the period ended December 31, 2022, including the related notes, and the financial highlights for each of the five years in the period ended December 31, 2022 (collectively referred to as the "financial statements"). In our opinion, the financial statements present fairly, in all material respects, the financial position of the Fund as of December 31, 2022, the results of its operations for the year then ended, the changes in its net assets for each of the two years in the period ended December 31, 2022 and the financial highlights for each of the five years in the period ended December 31, 2022 in conformity with accounting principles generally accepted in the United States of America.

### **Basis for Opinion**

These financial statements are the responsibility of the Fund's management. Our responsibility is to express an opinion on the Fund's financial statements based on our audits. We are a public accounting firm registered with the Public Company Accounting Oversight Board (United States) (PCAOB) and are required to be independent with respect to the Fund in accordance with the U.S. federal securities laws and the applicable rules and regulations of the Securities and Exchange Commission and the PCAOB.

We conducted our audits of these financial statements in accordance with the standards of the PCAOB. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement, whether due to error or fraud.

**REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM  
(CONTINUED)**

Our audits included performing procedures to assess the risks of material misstatement of the financial statements, whether due to error or fraud, and performing procedures that respond to those risks. Such procedures included examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements. Our audits also included evaluating the accounting principles used and significant estimates made by management, as well as evaluating the overall presentation of the financial statements. Our procedures included confirmation of securities owned as of December 31, 2022 by correspondence with the custodians, transfer agent and brokers; when replies were not received from brokers, we performed other auditing procedures. We believe that our audits provide a reasonable basis for our opinion.

PricewaterhouseCoopers LLP  
Baltimore, Maryland  
February 16, 2023

We have served as the auditor of one or more investment companies in the T. Rowe Price group of investment companies since 1973.

## **TAX INFORMATION (UNAUDITED) FOR THE TAX YEAR ENDED 12/31/22**

We are providing this information as required by the Internal Revenue Code. The amounts shown may differ from those elsewhere in this report because of differences between tax and financial reporting requirements.

The fund's distributions to shareholders included:

- \$12,631,000 from short-term capital gains
- \$120,088,000 from long-term capital gains, subject to a long-term capital gains tax rate of not greater than 20%

For taxable non-corporate shareholders, \$49,602,000 of the fund's income represents qualified dividend income subject to a long-term capital gains tax rate of not greater than 20%.

For corporate shareholders, \$21,383,000 of the fund's income qualifies for the dividends-received deduction.

For individuals and certain trusts and estates which are entitled to claim a deduction of up to 20% of their combined qualified real estate investment trust (REIT) dividends, \$696,000 of the fund's income qualifies as qualified real estate investment trust (REIT) dividends.

For shareholders subject to interest expense deduction limitation under Section 163(j), \$35,978,000 of the fund's income qualifies as a Section 163(j) interest dividend and can be treated as interest income for purposes of Section 163(j), subject to holding period requirements and other limitations.

## **INFORMATION ON PROXY VOTING POLICIES, PROCEDURES, AND RECORDS**

A description of the policies and procedures used by T. Rowe Price funds to determine how to vote proxies relating to portfolio securities is available in each fund's Statement of Additional Information. You may request this document by calling 1-800-225-5132 or by accessing the SEC's website, [sec.gov](http://sec.gov).

The description of our proxy voting policies and procedures is also available on our corporate website. To access it, please visit the following Web page:

<https://www.troweprice.com/corporate/us/en/utility/policies.html>

Scroll down to the section near the bottom of the page that says, "Proxy Voting Guidelines." Click on the links in the shaded box.

Each fund's most recent annual proxy voting record is available on our website and through the SEC's website. To access it through T. Rowe Price, visit the website location shown above, and scroll down to the section near the bottom of the page that says, "Proxy Voting Records." Click on the Proxy Voting Records link in the shaded box.

## **HOW TO OBTAIN QUARTERLY PORTFOLIO HOLDINGS**

The fund files a complete schedule of portfolio holdings with the Securities and Exchange Commission (SEC) for the first and third quarters of each fiscal year as an exhibit to its reports on Form N-PORT. The fund's reports on Form N-PORT are available electronically on the SEC's website ([sec.gov](http://sec.gov)). In addition, most T. Rowe Price funds disclose their first and third fiscal quarter-end holdings on **[troweprice.com](http://troweprice.com)**.

## **LIQUIDITY RISK MANAGEMENT PROGRAM**

In accordance with Rule 22e-4 (Liquidity Rule) under the Investment Company Act of 1940, as amended, the fund has established a liquidity risk management program (Liquidity Program) reasonably designed to assess and manage the fund's liquidity risk, which generally represents the risk that the fund would not be able to meet redemption requests without significant dilution of remaining investors' interests in the fund. The fund's Board of Directors (Board) has appointed the fund's investment adviser, T. Rowe Price Associates, Inc. (Adviser), as the administrator of the Liquidity Program. As administrator, the Adviser is responsible for overseeing the day-to-day operations of the Liquidity Program and, among other things, is responsible for assessing, managing, and reviewing with the Board at least annually the liquidity risk of each T. Rowe Price fund. The Adviser has delegated oversight of the Liquidity Program to a Liquidity Risk Committee (LRC), which is a cross-functional committee composed of personnel from multiple departments within the Adviser.

The Liquidity Program's principal objectives include supporting the T. Rowe Price funds' compliance with limits on investments in illiquid assets and mitigating the risk that the fund will be unable to timely meet its redemption obligations. The Liquidity Program also includes a number of elements that support the management and assessment of liquidity risk, including an annual assessment of factors that influence the fund's liquidity and the periodic classification and reclassification of a fund's investments into categories that reflect the LRC's assessment of their relative liquidity under current market conditions. Under the Liquidity Program, every investment held by the fund is classified at least monthly into one of four liquidity categories based on estimations of the investment's ability to be sold during designated time frames in current market conditions without significantly changing the investment's market value.

As required by the Liquidity Rule, at a meeting held on July 25, 2022, the Board was presented with an annual assessment prepared by the LRC, on behalf of the Adviser, that addressed the operation of the Liquidity Program and assessed its adequacy and effectiveness of implementation, including any material changes to the Liquidity Program and the determination of each fund's Highly Liquid Investment Minimum (HLIM). The annual assessment included consideration of the following factors, as applicable: the fund's investment strategy and liquidity of portfolio investments during normal and reasonably foreseeable stressed conditions, including whether the investment strategy is appropriate for an open-end fund, the extent to which the strategy involves a relatively concentrated portfolio or large positions in particular issuers, and the use of borrowings for investment purposes and derivatives; short-term and long-term cash flow projections covering both normal and reasonably foreseeable stressed conditions; and holdings of cash and cash equivalents, as well as available borrowing arrangements.

## **LIQUIDITY RISK MANAGEMENT PROGRAM (CONTINUED)**

For the fund and other T. Rowe Price funds, the annual assessment incorporated a report related to a fund's holdings, shareholder and portfolio concentration, any borrowings during the period, cash flow projections, and other relevant data for the period of April 1, 2021, through March 31, 2022. The report described the methodology for classifying a fund's investments (including any derivative transactions) into one of four liquidity categories, as well as the percentage of a fund's investments assigned to each category. It also explained the methodology for establishing a fund's HLIM and noted that the LRC reviews the HLIM assigned to each fund no less frequently than annually.

During the period covered by the annual assessment, the LRC has concluded, and reported to the Board, that the Liquidity Program continues to operate adequately and effectively and is reasonably designed to assess and manage the fund's liquidity risk.

## ABOUT THE FUND'S DIRECTORS AND OFFICERS

Your fund is overseen by a Board of Directors (Board) that meets regularly to review a wide variety of matters affecting or potentially affecting the fund, including performance, investment programs, compliance matters, advisory fees and expenses, service providers, and business and regulatory affairs. The Board elects the fund's officers, who are listed in the final table. The directors who are also employees or officers of T. Rowe Price are considered to be "interested" directors as defined in Section 2(a)(19) of the 1940 Act because of their relationships with T. Rowe Price and its affiliates. The business address of each director and officer is 100 East Pratt Street, Baltimore, Maryland 21202. The Statement of Additional Information includes additional information about the fund directors and is available without charge by calling a T. Rowe Price representative at 1-800-638-5660.

### INDEPENDENT DIRECTORS<sup>(a)</sup>

#### Name

#### (Year of Birth)

#### Year Elected

#### [Number of T. Rowe Price Portfolios Overseen]

#### Principal Occupation(s) and Directorships of Public Companies and Other Investment Companies During the Past Five Years

|   |   |
|---|---|
| Teresa Bryce Bazemore<br>(1959)<br>2018<br>[205]          | President and Chief Executive Officer, Federal Home Loan Bank of San Francisco (2021 to present); President, Radian Guaranty (2008 to 2017); Chief Executive Officer, Bazemore Consulting LLC (2018 to 2021); Director, Chimera Investment Corporation (2017 to 2021); Director, First Industrial Realty Trust (2020 to present); Director, Federal Home Loan Bank of Pittsburgh (2017 to 2019)   |
| Ronald J. Daniels <sup>(b)</sup><br>(1959)<br>2018<br>[0] | President, The Johns Hopkins University and Professor, Political Science Department, The Johns Hopkins University (2009 to present); Director, Lyndhurst Holdings (2015 to present); Director, BridgeBio Pharma, Inc. (2020 to present)   |
| Bruce W. Duncan<br>(1951)<br>2013<br>[205]                | President, Chief Executive Officer, and Director, CyrusOne, Inc. (2020 to 2021); Chief Executive Officer and Director (2009 to 2016), Chair of the Board (2016 to 2020), and President (2009 to 2016), First Industrial Realty Trust, owner and operator of industrial properties; Chair of the Board (2005 to 2016) and Director (1999 to 2016), Starwood Hotels & Resorts, a hotel and leisure company; Member, Investment Company Institute Board of Governors (2017 to 2019); Member, Independent Directors Council Governing Board (2017 to 2019); Senior Advisor, KKR (2018 to present); Director, Boston Properties (2016 to present); Director, Marriott International, Inc. (2016 to 2020) |
| Robert J. Gerrard, Jr.<br>(1952)<br>2012<br>[205]         | Advisory Board Member, Pipeline Crisis/Winning Strategies, a collaborative working to improve opportunities for young African Americans (1997 to 2016); Chair of the Board, all funds (July 2018 to present)  |

**INDEPENDENT DIRECTORS<sup>(a)</sup> (CONTINUED)**

| <b>Name<br/>(Year of Birth)<br/>Year Elected<br/>[Number of T. Rowe Price<br/>Portfolios Overseen]</b> | <b>Principal Occupation(s) and Directorships of Public Companies and<br/>Other Investment Companies During the Past Five Years</b>   |
|--|--|
| Paul F. McBride<br>(1956)<br>2013<br>[205]   | Advisory Board Member, Vizzia Technologies (2015 to present); Board Member, Dunbar Armored (2012 to 2018)  |
| Kellye L. Walker <sup>(c)</sup><br>(1966)<br>2021<br>[205]   | Executive Vice President and Chief Legal Officer, Eastman Chemical Company (April 2020 to present); Executive Vice President and Chief Legal Officer, Huntington Ingalls Industries, Inc. (January 2015 to March 2020); Director, Lincoln Electric Company (October 2020 to present) |

<sup>(a)</sup>All information about the independent directors was current as of December 31, 2021, unless otherwise indicated, except for the number of portfolios overseen, which is current as of the date of this report.

<sup>(b)</sup>Effective April 27, 2022, Mr. Daniels resigned from his role as an independent director of the Price Funds.

<sup>(c)</sup>Effective November 8, 2021, Ms. Walker was appointed as an independent director of the Price Funds.

**INTERESTED DIRECTORS<sup>(a)</sup>**

| <b>Name<br/>(Year of Birth)<br/>Year Elected<br/>[Number of T. Rowe Price<br/>Portfolios Overseen]</b> | <b>Principal Occupation(s) and Directorships of Public Companies and<br/>Other Investment Companies During the Past Five Years</b>   |
|--|--|
| David Oestreicher<br>(1967)<br>2018<br>[205]   | Director, Vice President, and Secretary, T. Rowe Price, T. Rowe Price Investment Services, Inc., T. Rowe Price Retirement Plan Services, Inc., and T. Rowe Price Services, Inc.; Director and Secretary, T. Rowe Price Investment Management, Inc. (Price Investment Management); Vice President and Secretary, T. Rowe Price International (Price International); Vice President, T. Rowe Price Hong Kong (Price Hong Kong), T. Rowe Price Japan (Price Japan), and T. Rowe Price Singapore (Price Singapore); General Counsel, Vice President, and Secretary, T. Rowe Price Group, Inc.; Chair of the Board, Chief Executive Officer, President, and Secretary, T. Rowe Price Trust Company; Principal Executive Officer and Executive Vice President, all funds |
| Robert W. Sharps, CFA,<br>CPA <sup>(b)</sup><br>(1971)<br>2017<br>[0]                                  | Director and Vice President, T. Rowe Price; Director, Price Investment Management; Chief Executive Officer and President, T. Rowe Price Group, Inc.; Vice President, T. Rowe Price Trust Company   |



**INTERESTED DIRECTORS<sup>(a)</sup> (CONTINUED)**

| <b>Name<br/>(Year of Birth)<br/>Year Elected<br/>[Number of T. Rowe Price<br/>Portfolios Overseen]</b> | <b>Principal Occupation(s) and Directorships of Public Companies and<br/>Other Investment Companies During the Past Five Years</b> |
|--|--|
| Eric L. Veiel, CFA<br>(1972)<br>2022<br>[205]  | Director and Vice President, T. Rowe Price; Vice President, T. Rowe Price Group, Inc., and T. Rowe Price Trust Company             |

<sup>(a)</sup>All information about the interested directors was current as of January 1, 2022, unless otherwise indicated, except for the number of portfolios overseen, which is current as of the date of this report.

<sup>(b)</sup>Effective February 3, 2022, Mr. Sharps resigned from his role as an interested director of the Price Funds.

**OFFICERS**

| <b>Name (Year of Birth)<br/>Position Held With Balanced Fund</b>                            | <b>Principal Occupation(s)</b>   |
|---|--|
| Armando (Dino) Capasso (1974)<br>Chief Compliance Officer                                   | Chief Compliance Officer and Vice President, T. Rowe Price and Price Investment Management; Vice President, T. Rowe Price Group, Inc.; formerly, Chief Compliance Officer, PGIM Investments LLC and AST Investment Services, Inc. (ASTIS) (to 2022); Chief Compliance Officer, PGIM Retail Funds complex and Prudential Insurance Funds (to 2022); Vice President and Deputy Chief Compliance Officer, PGIM Investments LLC and ASTIS (to 2019); Senior Vice President and Senior Counsel, Pacific Investment Management Company LLC (to 2017) |
| Kimberly E. DeDominicis (1976)<br>Vice President  | Vice President, T. Rowe Price, T. Rowe Price Group, Inc., Price International, and T. Rowe Price Trust Company   |
| Alan S. Dupski, CPA (1982)<br>Principal Financial Officer, Vice President, and<br>Treasurer | Vice President, Price Investment Management, T. Rowe Price, T. Rowe Price Group, Inc., and T. Rowe Price Trust Company   |
| Mark S. Finn, CFA, CPA (1963)<br>Vice President   | Vice President, T. Rowe Price, T. Rowe Price Group, Inc., and T. Rowe Price Trust Company  |
| Gary J. Greb (1961)<br>Vice President   | Vice President, Price Investment Management, T. Rowe Price, Price International, and T. Rowe Price Trust Company   |

Unless otherwise noted, officers have been employees of T. Rowe Price or Price International for at least 5 years.

**OFFICERS (CONTINUED)**

| <b>Name (Year of Birth)</b>         | <b>Position Held With Balanced Fund</b> | <b>Principal Occupation(s)</b>   |
|-------------------------------------|---|--|
| Cheryl Hampton, CPA (1969)          | Vice President                          | Vice President, T. Rowe Price; formerly, Tax Director, Invesco Ltd. (to 2021); Vice President, Oppenheimer Funds, Inc. (to 2019)   |
| Benjamin Kersse, CPA (1989)         | Vice President                          | Vice President, T. Rowe Price  |
| Paul J. Krug, CPA (1964)            | Vice President                          | Vice President, T. Rowe Price, T. Rowe Price Group, Inc., and T. Rowe Price Trust Company  |
| Robert M. Larkins, CFA (1973)       | Vice President                          | Vice President, T. Rowe Price, T. Rowe Price Group, Inc., and T. Rowe Price Trust Company  |
| Wyatt A. Lee, CFA (1971)            | Vice President                          | Vice President, T. Rowe Price, T. Rowe Price Group, Inc., and T. Rowe Price Trust Company  |
| Raymond A. Mills, Ph.D., CFA (1960) | Vice President                          | Vice President, T. Rowe Price, T. Rowe Price Group, Inc., Price International, and T. Rowe Price Trust Company   |
| Sébastien Page (1977)               | Vice President                          | Vice President, T. Rowe Price and T. Rowe Price Group, Inc.  |
| Fran M. Pollack-Matz (1961)         | Vice President and Secretary            | Vice President, T. Rowe Price, T. Rowe Price Group, Inc., T. Rowe Price Investment Services, Inc., and T. Rowe Price Services, Inc.  |
| Shannon H. Rauser (1987)            | Assistant Secretary                     | Assistant Vice President, T. Rowe Price  |
| Rodney M. Rayburn, CFA (1970)       | Vice President                          | Vice President, T. Rowe Price, T. Rowe Price Group, Inc., and T. Rowe Price Trust Company  |
| Charles M. Shriver, CFA (1967)      | Co-president                            | Vice President, T. Rowe Price, T. Rowe Price Group, Inc., Price International, and T. Rowe Price Trust Company   |
| Guido F. Stubenrauch, CFA (1970)    | Vice President                          | Vice President, T. Rowe Price and T. Rowe Price Group, Inc.  |
| Toby M. Thompson, CAIA, CFA (1971)  | Co-president                            | Vice President, T. Rowe Price, T. Rowe Price Group, Inc., Price International, and T. Rowe Price Trust Company   |
| Megan Warren (1968)                 | Vice President                          | OFAC Sanctions Compliance Officer and Vice President, Price Investment Management; Vice President, T. Rowe Price, T. Rowe Price Group, Inc., T. Rowe Price Retirement Plan Services, Inc., T. Rowe Price Services, Inc., and T. Rowe Price Trust Company |

Unless otherwise noted, officers have been employees of T. Rowe Price or Price International for at least 5 years.

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All mutual funds are subject to market risk, including possible loss of principal. Investing internationally involves special risks including economic and political uncertainty and currency fluctuation.

<sup>1</sup> The T. Rowe Price® ActivePlus Portfolios is a discretionary investment management program provided by T. Rowe Price Advisory Services, Inc., a registered investment adviser under the Investment Advisers Act of 1940. Brokerage services are provided by T. Rowe Price Investment Services, Inc., member FINRA/SIPC. Brokerage accounts are carried by Pershing LLC, a BNY Mellon Company, member NYSE/FINRA/SIPC. T. Rowe Price Advisory Services, Inc., and T. Rowe Price Investment Services, Inc., are affiliated companies.

<sup>2</sup> Brokerage services are provided by T. Rowe Price Investment Services, Inc., member FINRA/SIPC. Brokerage accounts are carried by Pershing LLC, a BNY Mellon Company, member NYSE/FINRA/SIPC.