



ANNUAL REPORT

December 31, 2021

PRDMX

T. ROWE PRICE

**Diversified Mid-Cap
Growth Fund**

RPTTX

**Diversified Mid-Cap
Growth Fund–I Class**

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HIGHLIGHTS

- The Diversified Mid-Cap Growth Fund outperformed the Russell Midcap Growth Index and the Lipper Mid-Cap Growth Funds Index in 2021. Mid-cap growth stocks produced moderate gains in the second half of 2021, adding to solid first-half gains and capping another strong year.
- Stock selection in the consumer discretionary, information technology, and consumer staples sectors were the main drivers of outperformance.
- At year-end, we had modest overweights in health care and communication services, but we are underweighting industrials and business services because many high-quality companies in the sector are too expensive.
- Although the equity market has produced astounding returns in the last few years, we continue to believe that equities are preferable to bonds—which have real (inflation-adjusted) yields well below 0%—for investors seeking long-term capital growth. That said, stock valuations in many segments are elevated, and prudent investors should not expect future returns to be as robust as they have been in recent years.

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Dear Shareholder

Major stock and bond indexes produced mixed results during 2021 as strong corporate earnings growth and a recovering economy contended with worries about inflation, new coronavirus variants, and less accommodative central banks. Most developed market stock benchmarks finished the year with positive returns, although gains slowed in the second half of the year, while fixed income returns faced headwinds from rising interest rates.

Large-cap U.S. growth stocks delivered the strongest returns, but solid results were common in many developed markets. However, emerging markets stock benchmarks struggled amid a significant equity market downturn in China.

The large-cap S&P 500 Index returned almost 29%, marking its third straight year of positive returns. Robust results were widespread across the benchmark—according to Bloomberg data, 2021 marked the first year that all of the S&P 500 sectors recorded double-digit gains. The energy sector, which was the worst performer in 2020, was the leader in 2021 amid a sharp increase in oil prices, and real estate stocks also rebounded from a down year as strong demand led to rising rents. Financial and information technology stocks also produced excellent returns and outperformed the broad market.

In the fixed income market, rising Treasury yields weighed on performance, but below investment-grade corporate bonds delivered solid results as they benefited from improving fundamentals and investor demand for higher-yielding securities. (Bond prices and yields move in opposite directions.)

A robust increase in corporate earnings growth appeared to be a significant performance driver during the year. According to FactSet, overall earnings for the S&P 500 rose 89% in the second quarter of 2021 versus the year before, the fastest pace since 2009, and while third-quarter earnings slowed, they continued to beat expectations at an impressive pace. Despite the significant rally in the S&P 500 during 2021, the index's price/earnings ratio actually fell over that period as earnings rose faster than stock prices. Although economic growth showed signs of slowing at times, data remained generally positive through the end of the period. The unemployment rate, which started the year at 6.7%, fell to 3.9% by December, and job openings reached a record high.

However, optimism surrounding strong earnings and employment gains was tempered by inflation concerns. Prices surged as the release of pent-up demand and supply chain disruptions contributed to higher inflation around the globe. In the U.S., the 6.8% increase in the consumer price index for the 12-month period ended in November was the highest level since 1982, a factor that may have contributed to a decline in consumer sentiment late in the year.

Meanwhile, central banks began to move away from the extremely accommodative policies they instituted in response to the initial wave of the coronavirus. The Federal Reserve began trimming its purchases of Treasuries and agency mortgage-backed securities in November, and policymakers indicated that they could soon start raising short-term interest rates.

How markets respond to the normalization of monetary policy is an open question. While fading stimulus might pose some challenges for investors, I believe it could contribute to a return of price sensitivity in global markets, which bodes well for selective investors focused on fundamentals.

Elevated valuations, higher inflation, and the continuing struggle to control the pandemic also pose potential challenges for financial markets in 2022. However, on the positive side, household wealth gains, pent-up consumer demand, and a potential boom in capital expenditures could sustain growth even as monetary policy turns less supportive. In this environment, our investment teams will remain focused on using fundamental research to identify companies 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, stylized initial "R".

Robert Sharps
President and CEO

INVESTMENT OBJECTIVE

The fund seeks to provide long-term capital growth by investing primarily in the common stocks of mid-cap growth companies.

FUND COMMENTARY

How did the fund perform in the past 12 months?

Mid-cap growth stocks produced moderate gains in the second half of 2021, adding to solid first-half gains and capping another strong year. The Diversified Mid-Cap Growth Fund returned 13.74% versus 12.73% for the Russell Midcap Growth Index and 12.22% for the Lipper Mid-Cap Growth Funds Index. (Performance for the fund's I Class shares will vary due to their different fee structure. The fund's I Class shares are designed to be sold

to various institutional investors and generally require a minimal initial investment of \$1 million. *Past performance cannot guarantee future results.*)

What factors influenced the fund's performance?

Stock selection in the consumer discretionary and information technology sectors were the main drivers of the fund's full-year outperformance versus

Periods Ended 12/31/21	Total Return	
	6 Months	12 Months
Diversified Mid-Cap Growth Fund	3.98%	13.74%
Diversified Mid-Cap Growth Fund—I Class	4.02	13.88
Russell Midcap Growth Index	2.07	12.73
Lipper Mid-Cap Growth Funds Index	3.17	12.22

the Russell index. In the consumer discretionary sector, which includes an eclectic assortment of businesses, we seek companies with good business models, excellent cash flow, and other favorable attributes. Not owning certain overvalued and speculative stocks that declined significantly, such as Peloton Interactive, was advantageous. Our stakes in AutoZone and O'Reilly Automotive performed very well. These companies, which sell automotive replacement parts and accessories to do-it-yourself and commercial customers, enjoyed strong demand for parts in supply-constrained new and used car markets. They also benefited from their ability to pass along higher costs to customers. (Please refer to the portfolio of investments for a complete list of holdings and the amount each represents in the portfolio.)

In the information technology space, we are broadly diversified and favor companies with strong business models in industries with high barriers to entry and low risk of commoditization. Avoiding poor-performing stocks contributed greatly to our advantage versus the Russell benchmark. Some stocks that we owned were substantial contributors, such as Fortinet, a major global network security provider to small and medium-sized businesses, enterprise customers, and telecom service providers. Also, Proofpoint, a leading cloud-based email security solutions provider for large businesses, was acquired by private equity firm Thoma Bravo at a considerable premium.

Our stock selection in the consumer staples sector also added value. BJ's Wholesale Club Holdings is one of the largest warehouse club operators in the U.S., operating more than 200 stores primarily on the East Coast. Shares were propelled by better-than-expected financial results and indications that the company is retaining the increased membership from the pandemic. We believe that the company's valuation remains attractive versus industry peers. Constellation Brands produces, imports, and markets beer, wine, and spirits and owns more than 100 brands. The company, whose key brands are Corona and Modelo, benefited from continued strong demand for its beverages.

On the other hand, our stock choices among industrials and business services companies detracted from relative performance. IAA is one of the dominant salvage companies for totaled cars when an insurance company has taken possession. The company has good growth prospects in an industry with few organized competitors, but the stock struggled due to weaker-than-expected earnings as well as higher-than-expected costs. Also, shares of CoStar Group, which focuses on the real estate market through its research-driven database and internet listings of properties, underperformed. In addition, Southwest Airlines, the largest domestic-passenger air carrier in the U.S., sagged as news of the rapidly spreading omicron variant and the potential for air travel disruption weighed on the airline industry. We believe, however, that Southwest is making good long-term investments and that it will emerge from the pandemic in an improved competitive position.

An overweight allocation to the communication services sector also detracted from our results, but favorable stock selection in the sector partially offset this negative. Some of our holdings with positive returns included social media company Snap, a very successful investment that we sold because its market cap exceeded the upper limit of the mid-cap universe; ZoomInfo Technologies, a leading provider of sales intelligence data for business-to-business companies; and IAC/InterActiveCorp, a holding company that owns controlling stakes in various internet and media businesses and occasionally spins them off to

unlock their value. Several of our communication services holdings declined in value but still contributed to relative performance because they outperformed the sector, such as Cable One, a fully integrated provider of high-speed internet, cable television, and phone services.

How is the fund positioned?

At the end of 2021, the fund had several portfolio characteristics that are comparable with those of the Russell index. For example, the fund's median market capitalization was \$28.3 billion versus \$27.8 billion for the index. The portfolio's 12-month forward price/earnings ratio (40.5) virtually matched that of the index (40.3)—a reflection of the high valuations and expectations in the mid-cap growth universe. The fund's historical growth rate over the last five years (20.7%) exceeded that of the index (19.0%), whereas the projected earnings growth rate of our holdings (18.2%) was slightly lower than the index's constituents (18.8%).

The fund's return on equity (ROE), which measures how effectively and efficiently a company and its management are using stockholder investments, was 20.8% versus 24.8% for the index. While we consider a high ROE to be desirable, we prefer businesses whose growth is steady and sustainable, rather than companies whose growth is unsustainably high. In addition, in light of the speculative market environment, the portfolio has a lower predicted beta—a measure of volatility relative to the broad market.

Our sector allocations are usually fairly close to those of the benchmark. For example, as shown in the Sector Diversification table on page 6, our year-end information technology and consumer discretionary allocations nearly matched those of the index. Our health care and communication services commitments represented modest overweights, as we have found a number of attractive growth investments in these sectors. We do not take big sector bets; we focus on selecting stocks that we believe will outperform over time. In contrast, our industrials and business services allocation was our largest underweight. We favor high-quality industrials companies that provide more stable earnings under varying economic conditions. Unfortunately, many high-quality companies in the sector are currently too expensive. We owned no utilities stocks and had very little exposure to energy and real estate. Most businesses in those sectors do not meet our growth criteria.

SECTOR DIVERSIFICATION

Percent of Net Assets as of 12/31/21	Diversified Mid-Cap Growth Fund	Russell Midcap Growth Index
Information Technology	35.9%	35.7%
Health Care	18.1	17.0
Consumer Discretionary	15.4	15.7
Industrials and Business Services	12.8	15.1
Communication Services	5.0	3.7
Financials	4.3	5.0
Consumer Staples	2.4	1.8
Materials	2.4	1.9
Energy	1.9	1.6
Real Estate	1.8	2.4
Utilities	0.0	0.1
Other and Reserves	0.0	0.0
Total	100.0%	100.0%

What is portfolio management's outlook?

The year 2021 was remarkably strong for stocks, as the market extended 2020's brisk gains. Aggressive and speculative behavior from investors, including a search for yield in the equity market, prevailed for most of the year, supported by low nominal interest rates and extraordinary levels of stimulus. Higher-yielding companies, the most volatile stocks, and the most levered businesses were among the year's top performers. IPO activity was brisk, with volumes hearkening back to the days of the 1999–2000 tech bubble, and private equity players have been raising a substantial amount

of capital. Inflation is shockingly high at a year-over-year rate of 7%, the highest in about four decades, whereas the 10-year U.S. Treasury yield is about 1.75%. With real (inflation-adjusted) interest rates well below 0%, we wonder why anyone would invest in fixed income securities when Federal Reserve interest rate increases in the near term and a loss of purchasing power over time are all but certain.

Although the equity market has produced astounding returns in the last few years, we continue to believe that equities are preferable to bonds for investors seeking long-term capital growth. That said, stock valuations in many segments are elevated, and we continue to believe that prudent investors should not expect future returns to be as robust as they have been in recent years. Given our sensitivity toward valuation, we believe it is appropriate to tilt away from speculative investments. Also, considering that large-cap stocks have strongly outperformed over the last five years, mid-caps are attractive versus large-caps, and we would expect them to outperform.

Despite varying environments in which mid-cap growth stocks have lagged other investment styles or trailed during periods dominated by speculation or momentum investing, we are pleased that the fund has outperformed its Russell benchmark and Lipper peer group index over the 1-, 5-, and 10-year periods ended December 31, 2021. We believe adhering to the basic tenets of our strategy—staying fully invested, focusing on longer-term investment horizons, favoring quality companies, and factoring valuations and risks into our portfolio decisions—has made our strategy successful over the long term. We also believe that our disciplined process of researching and selecting reasonably priced growth companies with attractive attributes will continue to produce favorable results over time.

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 IN THE DIVERSIFIED MID-CAP GROWTH FUND

Stocks generally fluctuate in value more than bonds and may decline significantly over short time periods. There is a chance that stock prices overall will decline because stock markets tend to move in cycles, with periods of rising and falling prices. The value of a stock in which the fund invests may decline due to general weakness in the U.S. stock market, such as when the U.S. financial markets decline, or because of factors that affect a particular company or industry.

Investing primarily in issuers within the same market capitalization category carries the risk that the category may be out of favor due to current market conditions or investor sentiment. Because the fund invests primarily in securities issued by mid-cap companies, it is likely to be more volatile than a fund that focuses on securities issued by large companies. Medium-sized companies may have less seasoned management, narrower product lines, and less capital reserves and less liquidity than larger companies and are therefore more sensitive to economic, market, and industry changes.

Different investment styles tend to shift in and out of favor depending on market conditions and investor sentiment. The fund's growth approach to investing could cause it to underperform other stock funds that employ a different investment style. Growth stocks tend to be more volatile than certain other types of stocks, and their prices may fluctuate more dramatically than the overall stock market. A stock with growth characteristics can have sharp price declines due to decreases in current or expected earnings and may lack dividends that can help cushion its share price in a declining market.

BENCHMARK INFORMATION

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PORTFOLIO HIGHLIGHTS

TWENTY-FIVE LARGEST HOLDINGS

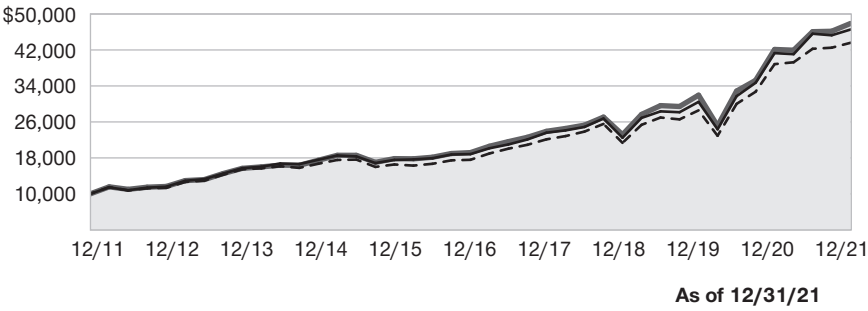
	Percent of Net Assets 12/31/21
Fortinet	1.4%
Cadence Design Systems	1.4
Dexcom	1.3
McKesson	1.3
Chipotle Mexican Grill	1.3
Palo Alto Networks	1.2
The Trade Desk	1.2
lululemon athletica	1.1
Microchip Technology	1.1
Amphenol	1.1
Devon Energy	1.0
EPAM Systems	1.0
MGM Resorts International	1.0
Synopsys	1.0
Hilton Worldwide Holdings	0.9
Copart	0.9
Datadog	0.9
MSCI	0.9
Match	0.9
Cable One	0.9
Veeva Systems	0.9
CrowdStrike Holdings	0.9
IDEXX Laboratories	0.9
Cintas	0.9
Entegris	0.9
Total	26.3%

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.

DIVERSIFIED MID-CAP GROWTH FUND



—	Diversified Mid-Cap Growth Fund	\$47,900
—	Russell Midcap Growth Index	46,550
- - -	Lipper Mid-Cap Growth Funds Index	43,596

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

AVERAGE ANNUAL COMPOUND TOTAL RETURN

Periods Ended 12/31/21	1 Year	5 Years	10 Years	Since Inception	Inception Date
Diversified Mid-Cap Growth Fund	13.74%	20.09%	16.96%	–	–
Diversified Mid-Cap Growth Fund–I Class	13.88	–	–	19.48%	5/3/17

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) 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

Diversified Mid-Cap Growth Fund	0.80%
Diversified Mid-Cap Growth Fund-I Class	0.66
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.

DIVERSIFIED MID-CAP GROWTH FUND

	Beginning Account Value 7/1/21	Ending Account Value 12/31/21	Expenses Paid During Period* 7/1/21 to 12/31/21
Investor Class			
Actual	\$1,000.00	\$1,039.80	\$4.01
Hypothetical (assumes 5% return before expenses)	1,000.00	1,021.27	3.97
I Class			
Actual	1,000.00	1,040.20	3.34
Hypothetical (assumes 5% return before expenses)	1,000.00	1,021.93	3.31

* 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 0.78%, and the I Class was 0.65%.

FINANCIAL HIGHLIGHTS

For a share outstanding throughout each period

Investor Class

	Year Ended				
	12/31/21	12/31/20	12/31/19	12/31/18	12/31/17
NET ASSET VALUE					
Beginning of period	\$ 46.04	\$ 36.66	\$ 27.13	\$ 29.40	\$ 24.46
Investment activities					
Net investment income (loss) ⁽¹⁾⁽²⁾	(0.20)	(0.03)	0.07	0.10 ⁽³⁾	0.03
Net realized and unrealized gain/loss	6.33	11.63	10.20	(0.95)	6.00
Total from investment activities	6.13	11.60	10.27	(0.85)	6.03
Distributions					
Net investment income	—	(0.02)	(0.05)	(0.09)	(0.03)
Net realized gain	(4.80)	(2.20)	(0.69)	(1.33)	(1.06)
Total distributions	(4.80)	(2.22)	(0.74)	(1.42)	(1.09)
NET ASSET VALUE					
End of period	\$ 47.37	\$ 46.04	\$ 36.66	\$ 27.13	\$ 29.40

Ratios/Supplemental Data

Total return⁽²⁾⁽⁴⁾	13.74%	31.80%	37.90%	(3.11)%	24.72%
Ratios to average net assets: ⁽²⁾					
Gross expenses before waivers/ payments by Price Associates	0.79%	0.80%	0.80%	0.83%	0.84%
Net expenses after waivers/ payments by Price Associates	0.79%	0.80%	0.80%	0.83%	0.84%
Net investment income (loss)	(0.41)%	(0.08)%	0.20%	0.33% ⁽³⁾	0.12%
Portfolio turnover rate	33.3%	60.0%	10.9%	20.1%	26.8%
Net assets, end of period (in millions)	\$1,926	\$1,761	\$1,467	\$904	\$836

⁽¹⁾ Per share amounts calculated using average shares outstanding method.⁽²⁾ See Note 6 for details of expense-related arrangements with Price Associates.⁽³⁾ Reflects a special dividend which amounted to \$0.05 per share and 0.15% of average net assets.⁽⁴⁾ 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				5/3/17 ⁽¹⁾ Through
	12/31/21	12/31/20	12/31/19	12/31/18	12/31/17
NET ASSET VALUE					
Beginning of period	\$ 46.09	\$ 36.68	\$ 27.14	\$ 29.41	\$ 26.82
Investment activities					
Net investment income (loss) ⁽²⁾⁽³⁾	(0.13)	0.01	0.14	0.15 ⁽⁴⁾	0.05
Net realized and unrealized gain/ loss	6.33	11.66	10.18	(0.96)	3.66
Total from investment activities	6.20	11.67	10.32	(0.81)	3.71
Distributions					
Net investment income	—	(0.02)	(0.09)	(0.13)	(0.06)
Net realized gain	(4.88)	(2.24)	(0.69)	(1.33)	(1.06)
Total distributions	(4.88)	(2.26)	(0.78)	(1.46)	(1.12)
NET ASSET VALUE					
End of period	\$ 47.41	\$ 46.09	\$ 36.68	\$ 27.14	\$ 29.41

FINANCIAL HIGHLIGHTS

For a share outstanding throughout each period

I Class

	Year Ended 12/31/21	12/31/20	12/31/19	12/31/18	5/3/17 ⁽¹⁾ Through 12/31/17
Ratios/Supplemental Data					
Total return⁽³⁾⁽⁵⁾	13.88%	31.99%	38.07%	(2.98)%	13.90%
Ratios to average net assets: ⁽³⁾					
Gross expenses before waivers/ payments by Price Associates	0.65%	0.66%	0.67%	0.69%	0.70% ⁽⁶⁾
Net expenses after waivers/ payments by Price Associates	0.65%	0.66%	0.67%	0.69%	0.70% ⁽⁶⁾
Net investment income (loss)	(0.27)%	0.03%	0.39%	0.48% ⁽⁴⁾	0.34% ⁽⁶⁾
Portfolio turnover rate	33.3%	60.0%	10.9%	20.1%	26.8%
Net assets, end of period (in thousands)	\$577,684	\$531,487	\$324,557	\$33,670	\$20,735

⁽¹⁾ Inception date⁽²⁾ Per share amounts calculated using average shares outstanding method.⁽³⁾ See Note 6 for details of expense-related arrangements with Price Associates.⁽⁴⁾ Reflects a special dividend which amounted to \$0.05 per share and 0.15% of average net assets.⁽⁵⁾ 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. Total return is not annualized for periods less than one year.⁽⁶⁾ Annualized

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

T. ROWE PRICE DIVERSIFIED MID-CAP GROWTH FUND

December 31, 2021

PORTFOLIO OF INVESTMENTS†
Shares
\$ Value

(Cost and value in \$000s)

COMMON STOCKS 99.1%
COMMUNICATION SERVICES 5.1%
Entertainment 1.9%

Electronic Arts	22,500	2,968
Roku (1)	73,869	16,857
Spotify Technology (1)	89,567	20,961
Take-Two Interactive Software (1)	21,853	3,884
Zynga, Class A (1)	414,600	2,653
		47,323

Interactive Media & Services 2.1%

Bumble, Class A (1)	72,007	2,438
IAC/InterActiveCorp (1)	54,700	7,150
Match Group (1)	174,030	23,015
Pinterest, Class A (1)	341,500	12,414
Vimeo (1)	190,132	3,415
ZoomInfo Technologies, Class A (1)	49,210	3,159
		51,591

Media 1.1%

Altice USA, Class A (1)	241,858	3,913
Cable One	13,050	23,013
		26,926

Total Communication Services

125,840

CONSUMER DISCRETIONARY 15.5%
Auto Components 0.2%

Aptiv (1)	36,772	6,066
		6,066

Distributors 0.2%

Pool	7,000	3,962
		3,962

Diversified Consumer Services 0.3%

Bright Horizons Family Solutions (1)	36,800	4,632
Service Corp International	37,612	2,670
		7,302

Hotels, Restaurants & Leisure 5.7%

Caesars Entertainment (1)	97,800	9,147
Chipotle Mexican Grill (1)	18,200	31,818
Domino's Pizza	34,900	19,695
DraftKings, Class A (1)(2)	243,100	6,678
Hilton Worldwide Holdings (1)	150,600	23,492
MGM Resorts International	558,300	25,057

	Shares	\$ Value
(Cost and value in \$000s)		
Papa John's International	37,800	5,045
Restaurant Brands International	94,100	5,710
Wynn Resorts (1)	54,722	4,654
Yum China Holdings	61,900	3,085
Yum! Brands	51,400	7,137
		141,518
Household Durables 0.7%		
NVR (1)	3,049	18,016
		18,016
Internet & Direct Marketing Retail 1.1%		
Chewy, Class A (1)(2)	74,584	4,398
Etsy (1)	78,132	17,106
Wayfair, Class A (1)(2)	25,000	4,750
		26,254
Multiline Retail 0.4%		
Dollar Tree (1)	18,000	2,530
Ollie's Bargain Outlet Holdings (1)	126,300	6,465
		8,995
Specialty Retail 5.8%		
AutoZone (1)	7,926	16,616
Burlington Stores (1)	48,162	14,040
CarMax (1)	50,400	6,564
Carvana (1)	49,800	11,543
Five Below (1)	48,300	9,993
Floor & Decor Holdings, Class A (1)	46,700	6,072
O'Reilly Automotive (1)	27,500	19,421
RH (1)	9,300	4,984
Ross Stores	49,800	5,691
Tractor Supply	87,300	20,830
Ulta Beauty (1)	52,569	21,676
Warby Parker, Class A (1)	13,390	623
Williams-Sonoma	36,600	6,190
		144,243
Textiles, Apparel & Luxury Goods 1.1%		
Lululemon Athletica (1)	73,255	28,676
		28,676
Total Consumer Discretionary		385,032
CONSUMER STAPLES 2.4%		
Beverages 0.7%		
Boston Beer, Class A (1)	7,424	3,750
Brown-Forman, Class B	138,092	10,061

	Shares	\$ Value
(Cost and value in \$000s)		
Constellation Brands, Class A	13,900	3,489
		17,300
Food & Staples Retailing 0.4%		
BJ's Wholesale Club Holdings (1)	130,474	8,738
Casey's General Stores	10,089	1,991
		10,729
Food Products 1.0%		
Darling Ingredients (1)	132,500	9,181
Hershey	59,200	11,453
McCormick	27,600	2,667
Tyson Foods, Class A	33,000	2,876
		26,177
Household Products 0.3%		
Church & Dwight	28,483	2,919
Clorox	19,500	3,400
		6,319
Total Consumer Staples		60,525
ENERGY 1.9%		
Oil, Gas & Consumable Fuels 1.9%		
Devon Energy	594,700	26,197
Pioneer Natural Resources	97,900	17,806
Venture Global LNG, Series B, Acquisition Date: 3/8/18, Cost \$118 (1)(3)(4)	39	232
Venture Global LNG, Series C, Acquisition Date: 10/16/17 - 3/8/18, Cost \$1,703 (1)(3)(4)	458	2,725
Total Energy		46,960
FINANCIALS 4.3%		
Banks 0.3%		
First Republic Bank	16,900	3,490
SVB Financial Group (1)	5,818	3,946
		7,436
Capital Markets 2.4%		
Cboe Global Markets	24,593	3,207
FactSet Research Systems	7,950	3,864
MarketAxess Holdings	36,500	15,011
MSCI	38,000	23,282
Nasdaq	16,871	3,543
Tradeweb Markets, Class A	118,151	11,832
		60,739

	Shares	\$ Value
(Cost and value in \$000s)		
Consumer Finance 0.5%		
Discover Financial Services	117,500	13,578
		13,578
Insurance 1.1%		
Arthur J Gallagher	79,000	13,404
Assurant	20,020	3,120
Hartford Financial Services Group	144,400	9,970
		26,494
Total Financials		108,247
HEALTH CARE 18.1%		
Biotechnology 4.0%		
ACADIA Pharmaceuticals (1)	91,200	2,129
Alnylam Pharmaceuticals (1)	53,180	9,018
Argenx, ADR (1)	22,617	7,920
Ascendis Pharma, ADR (1)	24,360	3,277
BioMarin Pharmaceutical (1)	28,811	2,545
BioNTech, ADR (1)	28,328	7,303
Blueprint Medicines (1)	40,300	4,317
Denali Therapeutics (1)	41,150	1,835
Exact Sciences (1)	82,018	6,383
Exelixis (1)	168,579	3,082
Fate Therapeutics (1)	26,900	1,574
Genmab, ADR (1)	197,377	7,808
Horizon Therapeutics (1)	52,000	5,604
Incyte (1)	76,400	5,608
Ionis Pharmaceuticals (1)	51,700	1,573
Kodiak Sciences (1)	19,426	1,647
Mirati Therapeutics (1)	9,800	1,438
Natera (1)	42,000	3,922
Neurocrine Biosciences (1)	63,122	5,376
Seagen (1)	75,311	11,643
Ultragenyx Pharmaceutical (1)	36,900	3,103
United Therapeutics (1)	14,300	3,090
		100,195
Health Care Equipment & Supplies 5.1%		
ABIOMED (1)	26,400	9,482
Align Technology (1)	5,600	3,680
Cooper	9,000	3,771
Dexcom (1)	60,600	32,539
Hologic (1)	51,000	3,905
ICU Medical (1)	8,628	2,048
IDEXX Laboratories (1)	33,700	22,190
Novocure (1)	57,979	4,353

	Shares	\$ Value
(Cost and value in \$000s)		
Ortho Clinical Diagnostics Holdings (1)	139,608	2,986
Penumbra (1)	29,991	8,617
Quidel (1)	20,700	2,794
ResMed	78,300	20,396
Shockwave Medical (1)	12,600	2,247
STERIS	22,100	5,379
Teleflex	12,600	4,139
		128,526
Health Care Providers & Services 2.4%		
Acadia Healthcare (1)	40,313	2,447
agilon health (1)	82,833	2,237
Amedisys (1)	28,600	4,630
Centene (1)	45,353	3,737
DaVita (1)	25,098	2,855
Guardant Health (1)	43,400	4,341
McKesson	129,570	32,207
Molina Healthcare (1)	21,524	6,846
		59,300
Health Care Technology 1.1%		
Multiplan (1)(2)	315,200	1,397
Teladoc Health (1)	27,337	2,510
Veeva Systems, Class A (1)	89,507	22,867
		26,774
Life Sciences Tools & Services 4.9%		
Adaptive Biotechnologies (1)	68,154	1,912
Agilent Technologies	75,100	11,990
Avantor (1)	373,052	15,721
Bio-Rad Laboratories, Class A (1)	13,911	10,511
Bio-Techne	25,500	13,192
Bruker	45,100	3,784
IQVIA Holdings (1)	31,800	8,972
Mettler-Toledo International (1)	12,200	20,706
Pacific Biosciences of California (1)	77,700	1,590
Repligen (1)	63,404	16,792
West Pharmaceutical Services	37,539	17,606
		122,776
Pharmaceuticals 0.6%		
Catalent (1)	68,579	8,780
Elanco Animal Health (1)	129,062	3,663
Royalty Pharma, Class A	58,937	2,349
		14,792
Total Health Care		452,363

	Shares	\$ Value
(Cost and value in \$000s)		
INDUSTRIALS & BUSINESS SERVICES 12.7%		
Aerospace & Defense 0.7%		
BWX Technologies	51,400	2,461
Hexcel (1)	61,400	3,181
Huntington Ingalls Industries	18,400	3,436
TransDigm Group (1)	13,600	8,653
		17,731
Air Freight & Logistics 0.2%		
Expeditors International of Washington	32,600	4,378
		4,378
Airlines 0.3%		
Alaska Air Group (1)	85,600	4,460
Southwest Airlines (1)	93,900	4,022
		8,482
Building Products 0.9%		
A.O. Smith	40,700	3,494
Allegion	24,000	3,178
Fortune Brands Home & Security	64,451	6,890
Trane Technologies	40,700	8,223
		21,785
Commercial Services & Supplies 3.2%		
Cintas	49,900	22,114
Copart (1)	154,800	23,471
IAA (1)	147,200	7,451
Republic Services	82,100	11,449
Ritchie Bros Auctioneers	37,200	2,277
Rollins	63,393	2,169
Waste Connections	89,975	12,261
		81,192
Construction & Engineering 0.2%		
Valmont Industries	20,600	5,160
		5,160
Electrical Equipment 1.5%		
AMETEK	17,637	2,593
Generac Holdings (1)	45,591	16,045
Hubbell	18,900	3,936
Rockwell Automation	39,912	13,923
Shoals Technologies Group, Class A (1)	78,539	1,909
		38,406
Machinery 1.0%		
Graco	30,000	2,419

	Shares	\$ Value
(Cost and value in \$000s)		
IDEX	10,375	2,452
Middleby (1)	28,478	5,603
Otis Worldwide	60,200	5,242
PACCAR	40,600	3,583
Toro	27,947	2,792
Woodward	31,600	3,459
		25,550
Professional Services 3.1%		
Booz Allen Hamilton Holding	110,170	9,341
Clarivate (1)	83,474	1,963
CoStar Group (1)	243,700	19,260
Equifax	37,900	11,097
Legalzoom.com (1)	55,780	896
Leidos Holdings	37,600	3,343
TransUnion	127,800	15,154
Upwork (1)	74,000	2,528
Verisk Analytics	59,900	13,701
		77,283
Road & Rail 0.9%		
JB Hunt Transport Services	14,203	2,903
Landstar System	15,200	2,721
Old Dominion Freight Line	47,817	17,137
		22,761
Trading Companies & Distributors 0.7%		
Fastenal	45,800	2,934
United Rentals (1)	28,100	9,337
Watsco	13,600	4,255
		16,526
Total Industrials & Business Services		319,254
INFORMATION TECHNOLOGY 34.9%		
Communications Equipment 0.5%		
Motorola Solutions	43,500	11,819
		11,819
Electronic Equipment, Instruments & Components 3.4%		
Amphenol, Class A	309,760	27,092
CDW	104,878	21,477
Cognex	50,000	3,888
IPG Photonics (1)	9,600	1,652
Keysight Technologies (1)	42,900	8,859
Littelfuse	8,700	2,738
Zebra Technologies, Class A (1)	33,900	20,177
		85,883

	Shares	\$ Value
(Cost and value in \$000s)		
IT Services 5.5%		
Affirm Holdings (1)	41,159	4,139
Akamai Technologies (1)	30,900	3,617
Broadridge Financial Solutions	76,571	13,999
EPAM Systems (1)	38,600	25,802
Euronet Worldwide (1)	28,100	3,349
FleetCor Technologies (1)	41,100	9,200
Gartner (1)	46,006	15,381
Genpact	68,600	3,641
GoDaddy, Class A (1)	34,600	2,936
MongoDB (1)	38,589	20,427
Okta (1)	73,548	16,487
Paychex	45,200	6,170
Squarespace, Class A (1)	26,818	791
StoneCo, Class A (1)	100,399	1,693
Toast, Class A (1)	10,127	351
Twilio, Class A (1)	7,272	1,915
VeriSign (1)	10,434	2,648
WEX (1)	19,100	2,681
Wix.com (1)	16,724	2,639
		137,866
Semiconductors & Semiconductor Equipment 5.9%		
Enphase Energy (1)	88,400	16,172
Entegris	158,600	21,979
KLA	14,844	6,385
Lattice Semiconductor (1)	52,300	4,030
Marvell Technology	72,207	6,317
Microchip Technology	316,868	27,586
MKS Instruments	17,400	3,031
Monolithic Power Systems	43,200	21,312
ON Semiconductor (1)	174,700	11,866
Silicon Laboratories (1)	16,900	3,488
Skyworks Solutions	52,800	8,191
Teradyne	112,200	18,348
		148,705
Software 19.6%		
Anaplan (1)	137,931	6,324
ANSYS (1)	27,600	11,071
AppLovin, Class A (1)	96,200	9,068
Aspen Technology (1)	43,440	6,611
Avalara (1)	57,600	7,437
Bentley Systems, Class B	55,857	2,700
Bill.com Holdings (1)	63,700	15,871
Black Knight (1)	84,287	6,986

	Shares	\$ Value
(Cost and value in \$000s)		
Cadence Design Systems (1)	182,795	34,064
Canva, Acquisition Date: 8/16/21 - 11/4/21, Cost \$1,936 (1)(3)(4)	1,136	1,936
CCC Intelligent Solutions Holdings (1)	77,629	884
Ceridian HCM Holding (1)	65,829	6,876
Citrix Systems	35,000	3,311
Confluent, Class A (1)	29,752	2,268
Coupa Software (1)	55,701	8,803
CrowdStrike Holdings, Class A (1)	109,913	22,505
Databricks, Acquisition Date: 7/24/20 - 8/28/20, Cost \$835 (1)(3)(4)	17,387	3,833
Datadog, Class A (1)	130,846	23,305
DocuSign (1)	111,797	17,028
DoubleVerify Holdings (1)	99,875	3,324
Dynatrace (1)	60,573	3,656
Five9 (1)	46,776	6,423
Fortinet (1)	95,754	34,414
Gitlab, Class A (1)	18,758	1,632
Gitlab, Class B, Acquisition Date: 12/15/20, Cost \$2,183 (1)(4)	54,167	4,477
Guidewire Software (1)	18,800	2,134
HashiCorp, Class A (1)	4,113	374
HubSpot (1)	30,026	19,792
Informatica, Class A (1)	129,200	4,778
Manhattan Associates (1)	50,575	7,864
Monday.com (1)	5,214	1,610
nCino (1)	110,645	6,070
Palo Alto Networks (1)	53,350	29,703
Paycom Software (1)	43,000	17,853
Paycor HCM (1)(2)	82,800	2,385
Paylocity Holding (1)	40,700	9,612
Procore Technologies (1)(2)	26,270	2,101
PTC (1)	72,534	8,787
Qualtrics International, Class A (1)	106,908	3,784
RingCentral, Class A (1)	50,061	9,379
SentinelOne, Class A (1)	85,227	4,303
Smartsheet, Class A (1)	88,300	6,839
Snyk, Acquisition Date: 9/3/21, Cost \$1,690 (1)(3)(4)	117,787	1,690
Socure, Acquisition Date: 12/22/21, Cost \$432 (1)(3)(4)	26,874	432
Splunk (1)	20,800	2,407
SS&C Technologies Holdings	70,200	5,755
Synopsys (1)	65,800	24,247
Tanium, Class B, Acquisition Date: 9/24/20, Cost \$547 (1)(3)(4)	48,005	443
Trade Desk, Class A (1)	322,312	29,537
Tyler Technologies (1)	25,844	13,903
UiPath, Class A (1)	115,671	4,989
Workiva (1)	26,500	3,458

	Shares	\$ Value
(Cost and value in \$000s)		
Zscaler (1)	67,300	21,625
		490,661
Total Information Technology		874,934
MATERIALS 2.4%		
Chemicals 1.1%		
Albemarle	12,400	2,899
CF Industries Holdings	80,300	5,684
PPG Industries	69,600	12,002
RPM International	76,173	7,693
		28,278
Construction Materials 0.3%		
Vulcan Materials	36,600	7,597
		7,597
Containers & Packaging 0.8%		
Ardagh Metal Packaging (1)	279,835	2,527
Avery Dennison	29,600	6,411
Ball	68,300	6,575
Sealed Air	64,046	4,321
		19,834
Metals & Mining 0.2%		
Steel Dynamics	77,200	4,792
		4,792
Total Materials		60,501
REAL ESTATE 1.8%		
Equity Real Estate Investment Trusts 1.7%		
Alexandria Real Estate Equities, REIT	33,400	7,447
CubeSmart, REIT	214,100	12,184
Equity LifeStyle Properties, REIT	143,400	12,571
SBA Communications, REIT	28,700	11,165
		43,367
Real Estate Management & Development 0.1%		
eXp World Holdings	51,300	1,728
		1,728
Total Real Estate		45,095
Total Common Stocks (Cost \$1,492,001)		2,478,751

	Shares	\$ Value
(Cost and value in \$000s)		
CONVERTIBLE PREFERRED STOCKS 1.0%		
HEALTH CARE 0.1%		
Biotechnology 0.1%		
Caris Life Sciences, Series D, Acquisition Date: 5/11/21, Cost \$1,627 (1)(3)(4)	200,815	1,627
Total Health Care		1,627
INFORMATION TECHNOLOGY 0.9%		
Software 0.9%		
Canva, Series A, Acquisition Date: 11/4/21, Cost \$116 (1)(3)(4)	68	116
Canva, Series A-3, Acquisition Date: 11/4/21, Cost \$5 (1)(3)(4)	3	5
Databricks, Series F, Acquisition Date: 10/22/19, Cost \$1,552 (1) (3)(4)	36,149	7,969
Databricks, Series G, Acquisition Date: 2/1/21, Cost \$775 (1)(3)(4)	4,367	962
Databricks, Series H, Acquisition Date: 8/31/21, Cost \$2,225 (1) (3)(4)	10,094	2,225
DataRobot, Series G, Acquisition Date: 6/11/21, Cost \$2,174 (1) (3)(4)	79,458	2,174
Rappi, Series E, Acquisition Date: 9/8/20, Cost \$2,929 (1)(3)(4)	49,017	3,158
Snyk, Series F, Acquisition Date: 9/3/21, Cost \$2,816 (1)(3)(4)	196,313	2,816
Socure, Series A, Acquisition Date: 12/22/21, Cost \$525 (1)(3)(4)	32,662	525
Socure, Series A-1, Acquisition Date: 12/22/21, Cost \$431 (1)(3)(4)	26,807	431
Socure, Series B, Acquisition Date: 12/22/21, Cost \$8 (1)(3)(4)	485	8
Socure, Series E, Acquisition Date: 10/27/21, Cost \$998 (1)(3)(4)	62,133	998
Tanium, Series G, Acquisition Date: 8/26/15, Cost \$985 (1)(3)(4)	198,465	1,830
Total Information Technology		23,217
Total Convertible Preferred Stocks (Cost \$17,166)		24,844
SHORT-TERM INVESTMENTS 0.0%		
Money Market Funds 0.0%		
T. Rowe Price Government Reserve Fund, 0.06% (5)(6)	378,760	379
Total Short-Term Investments (Cost \$379)		379

	Shares	\$ Value
(Cost and value in \$000s)		
SECURITIES LENDING COLLATERAL 0.4%		
INVESTMENTS IN A POOLED ACCOUNT THROUGH SECURITIES LENDING PROGRAM WITH STATE STREET BANK AND TRUST COMPANY 0.4%		
Money Market Funds 0.4%		
T. Rowe Price Government Reserve Fund, 0.06% (5)(6)	10,974,910	10,975
Total Investments in a Pooled Account through Securities Lending Program with State Street Bank and Trust Company		10,975
Total Securities Lending Collateral (Cost \$10,975)		10,975
Total Investments in Securities		
100.5% of Net Assets		
(Cost \$1,520,521)		\$ 2,514,949

‡ Shares are denominated in U.S. dollars unless otherwise noted.

(1) Non-income producing

(2) See Note 3. All or a portion of this security is on loan at December 31, 2021.

(3) See Note 2. Level 3 in fair value hierarchy.

(4) 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 has registration rights for certain restricted securities. Any costs related to such registration are borne by the issuer. The aggregate value of restricted securities (excluding 144A holdings) at period end amounts to \$40,612 and represents 1.6% of net assets.

(5) Seven-day yield

(6) Affiliated Companies

ADR American Depositary Receipts

REIT A domestic Real Estate Investment Trust whose distributions pass-through with original tax character to the shareholder

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, 2021. 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	Change in Net	Unrealized	Investment	
	Gain (Loss)	Gain/Loss	Gain/Loss	Income	
T. Rowe Price Government Reserve Fund, 0.06% \$	—	\$	—	\$	1++
T. Rowe Price Short-Term Fund	—		—		—
Totals	\$	—#	\$	—	1+

Supplementary Investment Schedule

Affiliate	Value 12/31/20	Purchase Cost	Sales Cost	Value 12/31/21
T. Rowe Price Government Reserve Fund, 0.06% \$	521	□	□ \$	11,354
T. Rowe Price Short-Term Fund	49,590	□	□	—
Total			\$	11,354^

Capital gain distributions from mutual funds represented \$0 of the net realized gain (loss).

++ Excludes earnings on securities lending collateral, which are subject to rebates and fees as described in Note 3.

+ Investment income comprised \$1 of dividend income and \$0 of interest income.

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

^ The cost basis of investments in affiliated companies was \$11,354.

December 31, 2021

STATEMENT OF ASSETS AND LIABILITIES

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

Assets

Investments in securities, at value (cost \$1,520,521)	\$ 2,514,949
Receivable for shares sold	1,054
Dividends receivable	729
Receivable for investment securities sold	443
Other assets	53
Total assets	<u>2,517,228</u>

Liabilities

Obligation to return securities lending collateral	10,975
Investment management fees payable	1,323
Payable for shares redeemed	1,072
Due to affiliates	80
Payable to directors	1
Other liabilities	240
Total liabilities	<u>13,691</u>

NET ASSETS**\$ 2,503,537****Net Assets Consist of:**

Total distributable earnings (loss)	\$ 1,013,780
Paid-in capital applicable to 52,843,940 shares of \$0.0001 par value capital stock outstanding; 1,000,000,000 shares authorized	<u>1,489,757</u>

NET ASSETS**\$ 2,503,537****NET ASSET VALUE PER SHARE****Investor Class**

(\$1,925,853,331 / 40,659,789 shares outstanding)	<u>\$ 47.37</u>
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I Class

(\$577,684,130 / 12,184,151 shares outstanding)	<u>\$ 47.41</u>
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The accompanying notes are an integral part of these financial statements.

STATEMENT OF OPERATIONS

(\$000s)

		Year Ended 12/31/21
Investment Income (Loss)		
Income		
Dividend (net of foreign taxes of \$34)	\$	9,205
Securities lending		98
Total income		9,303
Expenses		
Investment management		15,394
Shareholder servicing		
Investor Class	\$	2,521
I Class		15
Prospectus and shareholder reports		2,536
Investor Class		77
I Class		8
Custody and accounting		219
Registration		110
Legal and audit		59
Directors		6
Miscellaneous		34
Total expenses		18,443
Net investment loss		(9,140)
Realized and Unrealized Gain / Loss		
Net realized gain on securities		240,325
Change in net unrealized gain / loss on securities		74,936
Net realized and unrealized gain / loss		315,261
INCREASE IN NET ASSETS FROM OPERATIONS	\$	306,121

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

STATEMENT OF CHANGES IN NET ASSETS

(\$000s)

	Year Ended 12/31/21	12/31/20
Increase (Decrease) in Net Assets		
Operations		
Net investment loss	\$ (9,140)	\$ (1,135)
Net realized gain	240,325	150,566
Change in net unrealized gain / loss	74,936	375,620
Increase in net assets from operations	306,121	525,051
Distributions to shareholders		
Net earnings		
Investor Class	(178,587)	(81,997)
I Class	(53,721)	(22,600)
Decrease in net assets from distributions	(232,308)	(104,597)
Capital share transactions*		
Shares sold		
Investor Class	339,061	584,145
I Class	134,614	167,868
Distributions reinvested		
Investor Class	173,732	80,082
I Class	52,969	22,142
Shares redeemed		
Investor Class	(407,088)	(690,998)
I Class	(156,041)	(82,918)
Increase in net assets from capital share transactions	137,247	80,321
Net Assets		
Increase during period	211,060	500,775
Beginning of period	2,292,477	1,791,702
End of period	\$ 2,503,537	\$ 2,292,477
*Share information		
Shares sold		
Investor Class	6,923	15,457
I Class	2,728	4,413
Distributions reinvested		
Investor Class	3,817	1,792
I Class	1,163	495
Shares redeemed		
Investor Class	(8,333)	(19,019)
I Class	(3,238)	(2,225)
Increase in shares outstanding	3,060	913

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

NOTES TO FINANCIAL STATEMENTS

T. Rowe Price Diversified Mid-Cap Growth 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 long-term capital growth by investing primarily in the common stocks of mid-cap growth companies. The fund has two classes of shares: the Diversified Mid-Cap Growth Fund (Investor Class) and the Diversified Mid-Cap Growth 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. 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. 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. Distributions to shareholders are recorded on the ex-dividend date. Income distributions, if any, are declared and paid by each class annually. A capital gain distribution may also be declared and paid by the fund annually.

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, investment income, and realized and unrealized gains and losses are allocated to the classes based upon the relative daily net assets of each class.

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.

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 T. Rowe Price Valuation Committee (the Valuation Committee) is an internal committee that has been delegated certain responsibilities by the fund's Board of Directors (the Board) to ensure that financial instruments are appropriately priced at fair value in accordance with GAAP and the 1940 Act. Subject to oversight by the Board, the Valuation Committee develops and oversees pricing-related policies and procedures and approves all fair value determinations. Specifically, the Valuation Committee establishes policies and procedures used in valuing financial instruments, including those which cannot be valued in accordance with normal procedures or using pricing vendors; determines pricing techniques, sources, and persons eligible to effect fair value pricing actions; evaluates the services and performance of the pricing vendors; oversees the pricing process to ensure policies

and procedures are being followed; and provides guidance on internal controls and valuation-related matters. The Valuation Committee 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 fund's own 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.

Investments in mutual funds are valued at the mutual fund's closing NAV per share on the day of valuation. 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 or market-based valuations are not readily available or deemed unreliable are valued at fair value as determined in good faith by the Valuation Committee, in accordance with fair valuation policies and procedures. The objective of any fair value pricing determination is to arrive at a price that could reasonably be expected from a current sale. Financial instruments fair valued by the Valuation Committee are primarily private placements, restricted securities, warrants, rights, and other securities that are not publicly traded. Factors used in determining fair value vary by type of investment and may include market or investment specific considerations. The Valuation Committee 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 Committee 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 and updated as information becomes available, including actual purchase and sale transactions of the investment. Because any fair value determination involves a significant amount of judgment, there is a degree of subjectivity inherent in such pricing decisions, and fair value prices determined by the Valuation Committee could differ from those of other market participants.

Valuation Inputs The following table summarizes the fund's financial instruments, based on the inputs used to determine their fair values on December 31, 2021 (for further detail by category, please refer to the accompanying Portfolio of Investments):

(\$000s)	Level 1	Level 2	Level 3	Total Value
Assets				
Common Stocks	\$ 2,462,983	\$ 4,477	\$ 11,291	\$ 2,478,751
Convertible Preferred Stocks	—	—	24,844	24,844
Short-Term Investments	379	—	—	379
Securities Lending Collateral	10,975	—	—	10,975
Total	\$ 2,474,337	\$ 4,477	\$ 36,135	\$ 2,514,949

Following is a reconciliation of the fund's Level 3 holdings for the year ended December 31, 2021. Gain (loss) reflects both realized and change in unrealized gain/loss on Level 3 holdings during the period, if any, and is included on the accompanying Statement of Operations. The change in unrealized gain/loss on Level 3 instruments held at December 31, 2021, totaled \$9,305,000 for the year ended December 31, 2021.

(\$000s)	Beginning Balance 12/31/20	Gain (Loss) During Period	Total Purchases	Total Sales	Ending Balance 12/31/21
Investment in Securities					
Common Stocks	\$ 7,269	\$ 3,013	\$ 4,280	\$ (3,271)	\$ 11,291
Convertible Preferred Stocks	10,243	4,589	11,699	(1,687)	24,844
Total	\$ 17,512	\$ 7,602	\$ 15,979	\$ (4,958)	\$ 36,135

NOTE 3 - 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.

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.

Private Investments Issued by Special Purpose Acquisition Companies

Special purpose acquisition companies (SPACs) are shell companies that have no operations but are formed to raise capital with the intention of merging with or acquiring a company with the proceeds of the SPAC's initial public offering (IPO). The fund may enter into a contingent commitment with a SPAC to purchase private investments in public equity (PIPE) if and when the SPAC completes its merger or acquisition. The fund maintains liquid assets sufficient to settle its commitment to purchase the PIPE. However, if the commitment expires, then no shares are purchased. Purchased PIPE shares will be restricted from trading until the registration statement for the shares is declared effective. Upon registration, the shares can be freely sold; however, in certain circumstances, the issuer may have the right to temporarily suspend trading of the shares in the first year after the merger or acquisition. The securities issued by a SPAC may be considered illiquid, more difficult to value, and/or be subject to restrictions on resale.

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, 2021, the value of loaned securities was \$10,569,000; the value of cash collateral and related investments was \$10,975,000.

Other Purchases and sales of portfolio securities other than short-term securities aggregated \$807,601,000 and \$911,844,000, respectively, for the year ended December 31, 2021.

NOTE 4 - 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.

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 have no impact on results of operations or net assets and relate primarily to a tax practice that treats a portion of the proceeds from each redemption of capital shares as a distribution of taxable net investment income or realized capital gain and the offset of the current net operating loss against realized gains. For the year ended December 31, 2021, the following reclassification was recorded:

(\$000s)		
Total distributable earnings (loss)	\$	(15,446)
Paid-in capital		15,446

Distributions during the years ended December 31, 2021 and December 31, 2020, were characterized for tax purposes as follows:

(\$000s)			
	December 31, 2021		December 31, 2020
Ordinary income	\$ 40,416	\$	1,393
Long-term capital gain	191,892		103,204
Total distributions	\$ 232,308	\$	104,597

At December 31, 2021, the tax-basis cost of investments and components of net assets were as follows:

(\$000s)		
Cost of investments	\$	1,522,341
Unrealized appreciation	\$	1,070,219
Unrealized depreciation		(77,611)
Net unrealized appreciation (depreciation)		992,608
Undistributed ordinary income		2,935
Undistributed long-term capital gain		18,237
Paid-in capital		1,489,757
Net assets	\$	2,503,537

The difference between book-basis and tax-basis net unrealized appreciation (depreciation) is attributable to the deferral of losses from wash sales and the realization of gains/losses on passive foreign investment companies for tax purposes.

NOTE 5 - 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 6 - 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 0.35% 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. The fee is computed daily and paid monthly. At December 31, 2021, the effective annual group fee rate was 0.28%.

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; and other non-recurring expenses permitted by the investment management agreement, 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.

	I Class
Expense limitation/I Class Limit	0.05%
Expense limitation date	04/30/23
(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, 2021, expenses incurred pursuant to these service agreements were \$82,000 for Price Associates; \$1,038,000 for T. Rowe Price Services, Inc.; and \$22,000 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, or the T. Rowe Price Short-Term Fund, a short-term bond fund (collectively, 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; prior to December 13, 2021, the cash collateral from securities lending was invested in the T. Rowe Price Short-Term Fund. The Price Reserve Funds pay no investment management fees.

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,

2021, the aggregate value of purchases and sales cross trades with other funds or accounts advised by Price Associates was less than 1% of the fund's net assets as of December 31, 2021.

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, 2021, this reimbursement amounted to \$30,000, which is included in Net realized gain (loss) on Securities in the Statement of Operations.

NOTE 7 - 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 a 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. The fund's performance could be negatively impacted if the value of a portfolio holding were harmed by such events. 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. The duration of this outbreak or others and their effects cannot be determined with certainty.

REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM

To the Board of Directors and Shareholders of T. Rowe Price Diversified Mid-Cap Growth 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 Diversified Mid-Cap Growth Fund, Inc. (the “Fund”) as of December 31, 2021, the related statement of operations for the year ended December 31, 2021, the statement of changes in net assets for each of the two years in the period ended December 31, 2021, including the related notes, and the financial highlights for each of the periods indicated therein (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, 2021, 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, 2021 and the financial highlights for each of the periods indicated therein, 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, 2021 by correspondence with the custodian and transfer agent. We believe that our audits provide a reasonable basis for our opinion.

PricewaterhouseCoopers LLP
Baltimore, Maryland
February 15, 2022

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 12/31/21

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:

- \$43,360,000 from short-term capital gains
- \$204,394,000 from long-term capital gains, subject to a long-term capital gains tax rate of not greater than 20%

For taxable non-corporate shareholders, \$8,795,000 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, \$8,352,000 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, \$227,000 of the fund's income qualifies as qualified real estate investment trust (REIT) dividends.

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](https://www.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/en/utility/policies.html>

Scroll down to the section near the bottom of the page that says, "Proxy Voting Policies." Click on the Proxy Voting Policies link 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). In addition, most T. Rowe Price funds disclose their first and third fiscal quarter-end holdings on **[troweprice.com](https://www.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 advisor, T. Rowe Price Associates, Inc. (Price Associates), as the administrator of the Liquidity Program. As administrator, Price Associates 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. Price Associates 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 Price Associates.

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 27, 2021, the Board was presented with an annual assessment prepared by the LRC, on behalf of Price Associates, 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, 2020, through March 31, 2021. The report described the methodology for classifying a fund's investments (including 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. At least 75% of the Board's members are considered to be independent, i.e., not "interested persons" as defined in Section 2(a)(19) of the 1940 Act, of the Boards of T. Rowe Price Associates, Inc. (T. Rowe Price), and its affiliates; "interested" directors and officers are employees of T. Rowe Price. 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^(a)

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 (1959) 2018 [204]	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 (1959) 2018 [204]	President, The Johns Hopkins University ^(b) 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 (1951) 2013 [204]	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. (1952) 2012 [204]	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)
Paul F. McBride (1956) 2013 [204]	Advisory Board Member, Vizzia Technologies (2015 to present); Board Member, Dunbar Armored (2012 to 2018)

INDEPENDENT DIRECTORS^(a) (CONTINUED)

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
Cecilia E. Rouse, Ph.D. ^(c) (1963) 2012 [0]	Dean, Princeton School of Public and International Affairs (2012 to present); Professor and Researcher, Princeton University (1992 to present); Director of Education Studies Committee, MDRC, a nonprofit education and social policy research organization (2011 to 2020); Member, National Academy of Education (2010 to present); Board Member, National Bureau of Economic Research (2011 to present); Board Member of the Council on Foreign Relations (2018 to present); Board Member, The Pennington School (2017 to present); Board Member, the University of Rhode Island (2020 to present); Chair of Committee on the Status of Minority Groups in the Economic Profession of the American Economic Association (2012 to 2018); Vice President (2015 to 2016) and Board Member (2018 to present), American Economic Association
John G. Schreiber ^(d) (1946) 2003 [0]	Owner/President, Centaur Capital Partners, Inc., a real estate investment company (1991 to present); Cofounder, Partner, and Cochair of the Investment Committee, Blackstone Real Estate Advisors, L.P. (1992 to 2015); Director, Blackstone Mortgage Trust, a real estate finance company (2012 to 2016); Director and Chair of the Board, Brixmor Property Group, Inc. (2013 to present); Director, Hilton Worldwide (2007 to present); Director, Hudson Pacific Properties (2014 to 2016); Director, Invitation Homes (2014 to 2017); Director, JMB Realty Corporation (1980 to present)
Kellye Walker ^(e) (1966) 2021 [204]	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. (NYSE: HII) (January 2015 to March 2020); Director, Lincoln Electric Company (October 2020 to present)

^(a)All information about the independent directors was current as of December 31, 2020, unless otherwise indicated, except for the number of portfolios overseen, which is current as of the date of this report.

^(b)William J. Stromberg, chair of the Board, director, and chief executive officer of T. Rowe Price Group, Inc., the parent company of the Price Funds' investment advisor, has served on the Board of Trustees of Johns Hopkins University since 2014.

^(c)Effective March 4, 2021, Dr. Rouse resigned from her role as independent director of the Price Funds.

^(d)Effective December 31, 2021, Mr. Schreiber resigned from his role as independent director of the Price Funds.

^(e)Effective November 8, 2021, Ms. Walker was elected as independent director of the Price Funds.

INTERESTED DIRECTORS**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**

David Oestreicher

(1967)

2018

[204]

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; 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); Principal Executive Officer and Executive Vice President, all funds

Robert W. Sharps, CFA, CPA

(1971)

2017

[204]

Director and Vice President, T. Rowe Price; President, T. Rowe Price Group, Inc.; Director, Price Investment Management; Vice President, T. Rowe Price Trust Company

^(a)All information about the interested directors was current as of December 31, 2020, unless otherwise indicated, except for the number of portfolios overseen, which is current as of the date of this report.

OFFICERS**Name (Year of Birth)****Position Held With Diversified Mid-Cap
Growth Fund****Principal Occupation(s)**

Jason R. Adams (1979)

Vice President

Vice President, T. Rowe Price and T. Rowe Price Group, Inc.

Kennard W. Allen (1977)

Vice President

Vice President, T. Rowe Price and T. Rowe Price Group, Inc.

Stephanie Beebe (1990)

Vice President

Employee, T. Rowe Price; formerly student, The Wharton School, University of Pennsylvania (to 2020); summer intern, T. Rowe Price (2018); Investment Banking Associate, Bank of America Merrill Lynch (to 2018)

Anne Daub (1973)

Vice President

Vice President, T. Rowe Price and T. Rowe Price Group, Inc.; formerly Senior Analyst, Soros Fund Management LLC (to 2018); Senior Analyst, Citadel LLC (to 2017)

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

OFFICERS (CONTINUED)**Name (Year of Birth)****Position Held With Diversified Mid-Cap Growth Fund****Principal Occupation(s)**

Alan S. Dupski, CPA (1982)
Principal Financial Officer,
Vice President, and Treasurer

Vice President, T. Rowe Price, T. Rowe Price Group, Inc., and T. Rowe Price Trust Company

John R. Gilner (1961)
Chief Compliance Officer

Chief Compliance Officer and Vice President, T. Rowe Price; Vice President, T. Rowe Price Group, Inc., and T. Rowe Price Investment Services, Inc.

Gary J. Greb (1961)
Vice President

Vice President, T. Rowe Price, Price International, and T. Rowe Price Trust Company

Rachel D. Jonas (1983)
Vice President

Vice President, T. Rowe Price and T. Rowe Price Group, Inc.

Paul J. Krug, CPA (1964)
Vice President

Vice President, T. Rowe Price, T. Rowe Price Group, Inc., and T. Rowe Price Trust Company

Jodi Love (1977)
Vice President

Vice President, T. Rowe Price and T. Rowe Price Group, Inc.; formerly, Managing Director, Jennison Associates LLC (to 2019)

Ross MacMillan (1970)
Vice President

Vice President, T. Rowe Price and T. Rowe Price Group, Inc.; formerly, Managing Director, RBC Capital Markets (to 2019)

Sudhir Nanda, Ph.D., CFA (1959)
Vice President

Vice President, T. Rowe Price and T. Rowe Price Group, Inc.

Donald J. Peters (1959)
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

Vivian Si (1983)
Vice President

Vice President, T. Rowe Price and T. Rowe Price Group, Inc.

Anthony Bruce Wang (1989)
Vice President

Vice President, T. Rowe Price and T. Rowe Price Group, Inc.; formerly, student, Harvard Business School (to 2017)

Megan Warren (1968)
Vice President

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; formerly, Executive Director, JPMorgan Chase (to 2017)

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



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² 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.