

Release Date: 09-30-2018

# T. Rowe Price Equity Income Portfolio — Class II

## Investment Strategy from investment's prospectus

The investment seeks a high level of dividend income and long-term capital growth primarily through investments in stocks. The fund will normally invest at least 80% of its net assets (including any borrowings for investment purposes) in common stocks, with an emphasis on large-capitalization stocks that have a strong track record of paying dividends or that are believed to be undervalued. The advisor generally seeks investments in large-capitalization companies and the fund's yield, which reflects the level of dividends paid by the fund, is expected to normally exceed the yield of the Russell 1000 Value Index.

## Category Description: Large Value

Large-value funds invest primarily in big U.S. companies that are less expensive or growing more slowly than other large-cap stocks. These funds often feature investments in energy, financial or manufacturing sectors.

## Operations

Fund Inception Date	04-30-02
Initial Share Class Inception Date	03-31-94
Advisor	T. Rowe Price Associates, Inc.
Subadvisor	—

## Fees and Expenses as of 05-01-18

Gross Prospectus Expense Ratio	1.10%
Net Prospectus Expense Ratio	0.99%

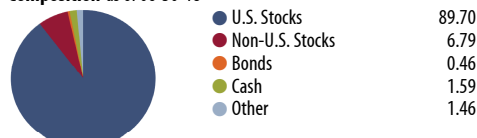
Waiver Data	Type	Exp.Date	%
Management Fee	Contractual	04-30-20	0.11

## Portfolio Manager(s)

John D. Linehan, CFA. M.B.A., Stanford University. B.A., Amherst College. Since 2015.

## Portfolio Analysis as of 06-30-18

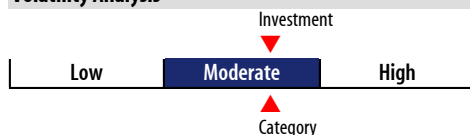
### Composition as of 06-30-18



### Top 20 Holdings as of 06-30-18

	% Assets
JPMorgan Chase & Co	3.63
Wells Fargo & Co	3.16
Exxon Mobil Corp	2.69
Twenty-First Century Fox Inc Class B	2.38
Microsoft Corp	2.24
Total SA	2.13
DowDuPont Inc	2.09
Verizon Communications Inc	2.00
Anthem Inc	1.81
Southern Co	1.80
Morgan Stanley	1.79
Boeing Co	1.76
Johnson & Johnson	1.74
Qualcomm Inc	1.73
Cisco Systems Inc	1.67
Harris Corp	1.62
US Bancorp	1.59
Johnson Controls International PLC	1.48
MetLife Inc	1.44
Hess Corp	1.43
Total Number of Stock Holdings	104
Total Number of Bond Holdings	1
Annual Turnover Ratio %	19.90
Total Fund Assets (\$mil)	726.74

## Volatility Analysis



In the past, this investment has shown a relatively moderate range of price fluctuations relative to other investments. This investment may experience larger or smaller price declines or price increases depending on market conditions. Some of this risk may be offset by owning other investments with different portfolio makeups or investment strategies.

## Morningstar Style Box™ as of 06-30-18

	% Mkt Cap
Giant	51.38
Large	37.47
Medium	11.15
Small	0.00
Micro	0.00

Value Blend Growth

## Statistics as of 06-30-18

	Stk Port Avg	S&P 500	Category
P/E Ratio	14.24	17.98	15.03
P/B Ratio	1.93	3.17	2.25
P/C Ratio	10.82	13.67	9.56
GeoAvgCap(\$mil)	65,662.37	109,557.79	108,271.51

## Risk Measures as of 09-30-18

	Port Avg	S&P 500	Category
3 Yr Std Dev	9.83	9.18	9.82
3 Yr Sharpe Ratio	1.33	1.69	1.26
3 Yr Alpha	-2.28	—	-2.52
3 Yr Beta	0.99	—	0.95
3 Yr R-squared	84.90	—	79.42

## Morningstar Sectors as of 06-30-18

	%Fund	S&P 500 %
Cyclical	41.46	32.42
Basic Materials	6.37	2.27
Consumer Cyclical	7.84	12.18
Financial Services	25.78	15.79
Real Estate	1.47	2.18
Sensitive	33.13	42.67
Communication Services	4.08	3.24
Energy	11.08	6.00
Industrials	7.95	10.35
Technology	10.02	23.08
Defensive	25.41	24.92
Consumer Defensive	6.96	7.13
Healthcare	12.24	14.96
Utilities	6.21	2.83

## Notes

This material is authorized for client use only when preceded or accompanied by a Disclosure Statement, a product prospectus, a fund prospectus and/or informational brochure containing more complete information. These can be obtained from your investment professional and should be read carefully before investing or sending money.

NOT A DEPOSIT — NOT FDIC INSURED — NOT INSURED BY ANY FEDERAL GOVERNMENT AGENCY — NOT GUARANTEED BY THE INSTITUTION — MAY GO DOWN IN VALUE