



RBC Private U.S. Large-Cap Value Equity Currency Neutral Pool

Investment Objective

To provide long-term total returns primarily through capital appreciation by investing primarily in one or more mutual funds managed by RBC GAM or an affiliate of RBC GAM (called the underlying funds), which are invested in common stocks and equivalent securities of U.S. corporations trading below their potential intrinsic value. The Fund also seeks to minimize the exposure to currency fluctuations between the U.S. and Canadian dollars.

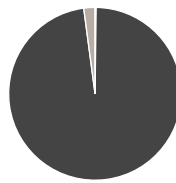
The investment team undertakes universe screening, fundamental analysis and valuation analysis as part of its security selection process. Preferred companies for investment tend to exhibit free cash-flow yield and return on equity greater than the benchmark and lower debt-to-equity levels than the benchmark. The portfolio will follow a focused investment strategy and will normally contain 40 to 60 selected stocks that are well diversified across industry sectors.

Fund Details

Series	Currency	Fund Code
0	CAD	RBF10222
Inception Date		January 2010
Total Fund Assets \$Mil		18.2
Benchmark		Russell 1000 Value Index (USD)

Portfolio Analysis as of April 30, 2019

Asset Mix



	% Assets
Cash	0.2
Fixed Income	0.0
Canadian Equity	0.0
US Equity	97.8
International Equity	2.1
Other	0.0

Top 10 Holdings

	% Assets
Bank of America Corporation	3.8
AT&T Inc	3.6
JPMorgan Chase & Co	3.6
Motorola Solutions Inc	3.1
Johnson & Johnson	3.1
CVS Health Corp	3.0
Wells Fargo & Co	2.9
The Walt Disney Co	2.5
Microsoft Corp	2.5
Becton, Dickinson and Co	2.4
Total % of Top 10 Holdings	30.5
Total Number of Stock Holdings	46
Total Number of Bond Holdings	0
Total Number of Other Holdings	1
Total Number of Holdings	47

Equity Style

	Value	Blend	Growth
Large	44	37	12
Mid	0	6	1
Small	0	0	0

Weight %
 ● > 50
 ● 25 - 50
 ● 10 - 25
 ○ 0 - 10

Equity Statistics

P/B Ratio	2.5
P/E Ratio	16.0
P/FCF	8.7
P/S	1.9
Avg. Mkt Cap. \$B	125.8
Dividend Yield	2.4

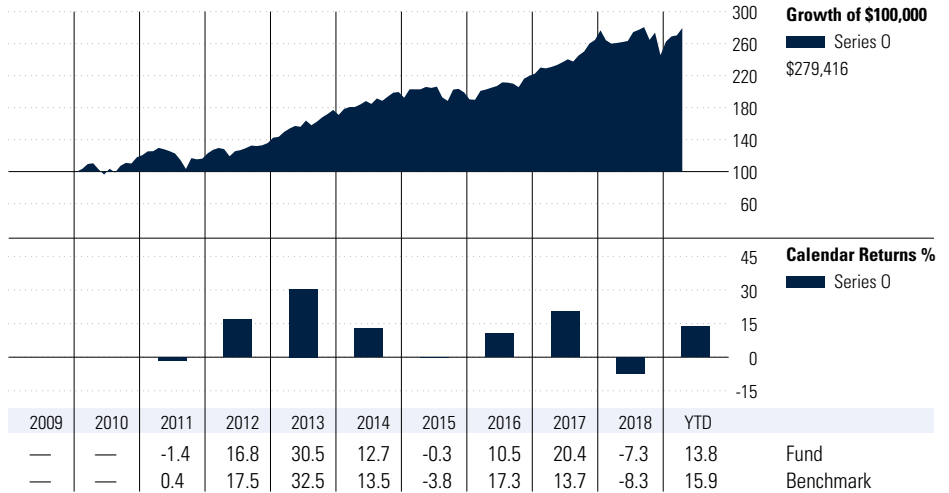
Top 5 Equity Sectors

	% Equity
Financials	21.7
Health Care	15.5
Industrials	11.9
Information Technology	9.9
Consumer Staples	8.6
% in Top 5 Equity Sectors	67.5

Risk Measures

	Fund	Benchmark
3 Year Std Dev	10.9	10.7
5 Year Std Dev	11.0	11.2

Performance Analysis as of April 30, 2019



	1 Mth	3 Mth	6 Mth	1 Yr	3 Yr	5 Yr	10 Yr	Since Incep.	Trailing Return %
Fund	3.4	6.5	5.6	7.1	11.3	9.1	—	10.9	10.9
Benchmark	3.5	7.5	7.9	9.1	11.0	8.3	—	—	8.9



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Management Overview

Manager Bios

Sarah Riopelle

RBC Global Asset Management Inc.

Sarah Riopelle is Vice President and Senior Portfolio Manager, Investment Solutions. Sarah began her investment career in 1996. She is a member of the RBC Investment Strategy Committee and is responsible for the firm's Portfolio Solutions. Sarah has a Bachelor of Commerce in Finance and International Management from the University of Ottawa and is a CFA charter holder.

Performance Analysis Cont'd as of April 30, 2019

Distributions (\$)/Unit	YTD*	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Total Distributions	0.10	2.01	1.50	0.23	1.01	0.24	0.21	0.24	0.37	0.61	—
Interest	0.10	0.34	0.29	0.23	0.26	0.24	0.21	0.18	0.37	0.14	—
Dividends	—	—	0.00	—	—	—	—	—	—	—	—
Capital Gains	—	1.67	1.21	—	0.75	—	—	0.06	—	0.47	—
Return Of Capital	—	—	—	—	—	—	—	—	—	—	—

Best/Worst Periods %	Ended	1 Yr	Ended	3 Yr	Ended	5 Yr	Ended	10 Yr
Best	5-2013	31.8	9-2014	22.2	6-2015	16.3	—	—
Worst	12-2018	-7.3	10-2016	7.0	12-2018	6.7	—	—
Average		12.2		12.4		12.1		—
No. of Periods		100		76		52		—
Pct. Positive		86.0		100.0		100.0		—

* Distributions are characterized into income type at year-end.

Quarterly Commentary as at March 31, 2019

Looking forward in 2019, corporate earnings growth remains the most likely outcome for the full year. While some companies may report slight declines in year-over-year earnings, the majority of companies are expected to remain positive. Consumer strength remains a driver for continued economic growth as labor markets remain tight. Corporate investments continue to face headwinds from the global uncertainty, and investors remain focused on the behavior of companies regarding their uses of cashflow.

All sectors were positive during the quarter. Information Technology and Real Estate posted the strongest gains while Health Care and Financials gained the least.

Positive stock selection in Consumer Staples and an underweight in Materials contributed to relative performance. General Mills saw their recent pet food acquisition, Blue Buffalo, help bolster topline results. Honeywell shares posted

strong results with aerospace driving revenues and cashflows. Bank of America saw their sixteenth straight quarter of operating leverage. Boeing rallied on strong cash generation and earnings even after being pressured by issues with the 737 Max. Union Pacific saw their first quarter with precision scheduled railroading help drive productivity improvements.

Unfavorable stock selection in Health Care and stock selection and an overweight in Financials weighed on relative performance. CVS Health's results and guidance fell short of expectations as management cited pressures on reimbursement and long-term care weighing on their retail segment. Discussions in Washington regarding a single payer system pressured the whole sector. Medtronic and ConocoPhillips were very modest headwinds to performance while UnitedHealth and Walt Disney were the smallest contributors.



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Disclosure

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Management fees and expenses all may be associated with mutual fund investments. Please read the prospectus or Fund Facts document before investing. Except as otherwise noted, the indicated rates of return are the historical annual compounded total returns including changes in unit value and reinvestment of all distributions and do not take into account sales, redemption, distribution or optional charges or income taxes payable by any unitholder that would have reduced returns.

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MER (%) for RBC Funds, RBC Private Pools, PH&N Funds and BlueBay Funds is based on actual expenses for the preceding calendar year or most recent half-year period ended June 30 expressed on an annualized basis, depending on availability of data at the time of publication.

MER (%) for RBC Corporate Class Funds is based on actual expenses for the preceding full year period ended March 31 or half-year period ended September 30 expressed on an annualized basis, depending on availability of

data at the time of publication.

Graphs are only used to illustrate the effects of the compound growth rate and do not reflect future values of any fund or returns on investment of any fund.

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