



RBC QUBE Low Volatility U.S. Equity Currency Neutral Fund

Investment Objective

To provide long-term capital growth while minimizing the exposure to currency fluctuations between the U.S. and Canadian dollar. The fund invests primarily in equity securities of companies throughout the world using a quantitative investment approach. The fund seeks to achieve a reduced level of volatility.

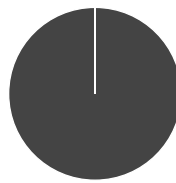
Fund Details

Series 0 Currency CAD Fund Code RBF10432

Inception Date May 2016
 Total Fund Assets \$Mil 48.8
 Benchmark S&P 1500 Total Return Index (Hedged to CAD)

Portfolio Analysis as of April 30, 2019

Asset Mix



	% Assets
Cash	0.0
Fixed Income	0.0
Canadian Equity	0.0
US Equity	100.0
International Equity	0.0
Other	0.0

Top 10 Holdings

	% Assets
Colgate-Palmolive Co	3.1
Johnson & Johnson	3.0
TJX Companies Inc	3.0
Danaher Corp	2.9
Mastercard Inc A	2.8
PepsiCo Inc	2.7
UnitedHealth Group Inc	2.7
Intuit Inc	2.6
Xcel Energy Inc	2.5
Exelon Corp	2.5
Total % of Top 10 Holdings	27.9
Total Number of Stock Holdings	111
Total Number of Bond Holdings	0
Total Number of Other Holdings	0
Total Number of Holdings	111

Equity Style

	Large	Mid	Small
Value	44	6	0
Blend	18	6	1
Growth	22	3	0

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

Equity Statistics

P/B Ratio	2.9
P/E Ratio	18.8
P/FCF	10.2
P/S	2.2
Avg. Mkt Cap. \$B	78.4
Dividend Yield	2.3

Top 5 Equity Sectors

	% Equity
Health Care	19.2
Utilities	16.8
Consumer Staples	13.6
Information Technology	13.0
Consumer Discretionary	11.7
% in Top 5 Equity Sectors	74.3

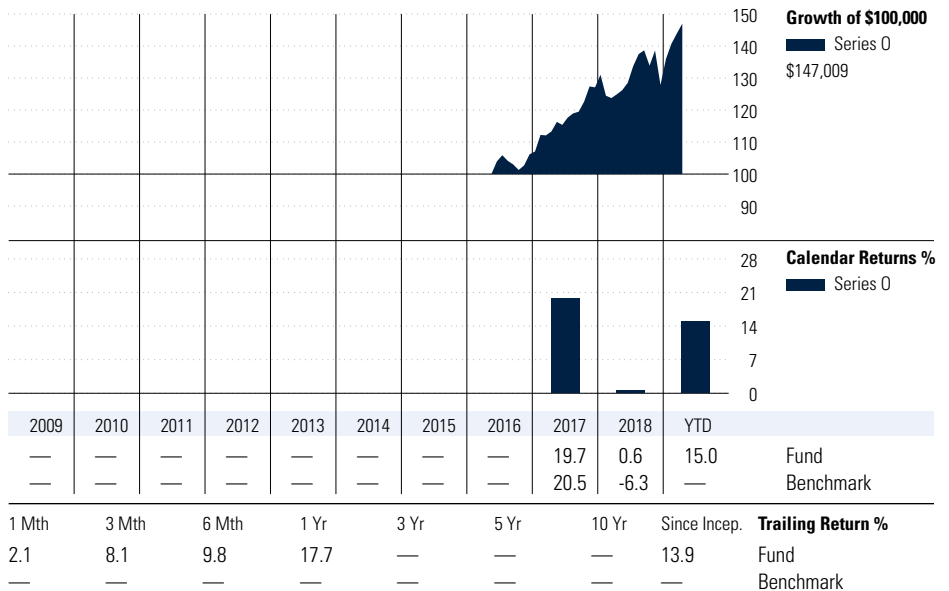
Risk Measures

	Fund	Benchmark
3 Year Std Dev	—	—
5 Year Std Dev	—	—

Geographic Allocations

	% Assets
United States	100.0

Performance Analysis as of April 30, 2019





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Management Overview

Manager Bios

Bill Tilford

RBC Global Asset Management Inc.

Bill is Head of Quantitative Investments at RBC Global Asset Management Inc. (RBC GAM). He has been working in the investment industry since 1986. Prior to joining RBC GAM, Bill was VP & Head of Global Corporate Securities (Public Market Investments) at a federal Crown corporation, where he managed one of the world's largest Global market neutral/overlay portfolios. For 12 years, he was a partner at a large Canadian asset manager. He holds an M.Math (Statistics & Finance) and a BA in Math (Hons).

Oliver McMahon

RBC Global Asset Management

Oliver is Senior Portfolio Manager, specializing in the management of quantitative equity mandates at RBC Global Asset Management (RBC GAM). Prior to joining the firm in 2012, Oliver headed the product management team for the Canadian arm of one of the world's largest investment management firms and before that was a senior member of that same firm's quantitative investments team. Oliver holds a BSc (Hons) from the University of East London and became a CFA charterholder in 2003.

Norman So

RBC Global Asset Management

Norman is Portfolio Manager on the Quantitative Investments team at RBC Global Asset Management (RBC GAM). Norman's focus is on researching, designing, and managing investment solutions that are rooted in quantitative discipline. Prior to joining the team in 2004, he facilitated the development of quantitative resources for research initiatives within the Quantitative Research Group (QRG) at PH&N IM. Norman became a CFA charterholder in 2007.

Performance Analysis Cont'd as of April 30, 2019

Distributions (\$)/Unit	YTD*	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Total Distributions	—	0.19	0.72	0.11	—	—	—	—	—	—	—
Interest	—	0.18	0.19	0.11	—	—	—	—	—	—	—
Dividends	—	—	—	—	—	—	—	—	—	—	—
Capital Gains	—	0.01	0.53	—	—	—	—	—	—	—	—
Return Of Capital	—	—	—	—	—	—	—	—	—	—	—

Best/Worst Periods %	Ended	1 Yr	Ended	3 Yr	Ended	5 Yr	Ended	10 Yr
Best	11-2017	24.0	—	—	—	—	—	—
Worst	12-2018	0.6	—	—	—	—	—	—
Average		13.4		—		—		—
No. of Periods		24		—		—		—
Pct. Positive		100.0		—		—		—

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

Quarterly Commentary as at March 31, 2019

All sectors contributed to absolute performance during the quarter. Key contributions came from Information Technology, Utilities and Health Care. Accounting software company Intuit, which resides in the Information Technology sector, was the largest contributor to absolute performance. Intuit's stock price rallied over the quarter on the back of a strong organic revenue increase, particularly from the self-employed segment. MasterCard was another strong performer within the sector.

Xcel Energy was the best performer within the Utilities sector, with other utility names contributing meaningfully to performance as well. These companies have strong track records of earnings and dividend growth, and stable consumer demand.

While the Health Care sector was a significant contributor this quarter, performance within the sector was mixed. Strength came from Danaher and Varian Medical Systems. Danaher reported organic revenue improvements in high growth markets, particularly China and India. Varian Medical Systems, which specializes in radiation

oncology treatments, rose as a result of strong top line growth during the last quarter. Looking ahead, the company is expected to benefit from recent acquisitions to extend its oncology portfolio, as well as its significant international presence.

In contrast, Pfizer and Biogen detracted. Pfizer's share price declined ahead of its quarterly results release amid concerns that key products could face increased generic competition. Biogen shares corrected following the announcement that it was stopping clinical trials related to a new Alzheimer's disease treatment. Weakness also came from Health Care sector holdings Amgen and UnitedHealth Group.

Amdocs, a software and services provider to communications and media companies worldwide, was the largest detractor at the Fund level. The company's share price fell by about 9% in late January following news that certain officers and directors were being investigated for violations of federal securities laws. Given these issues and sector risk considerations, we trimmed our position in the name.



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Disclosure

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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.

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