



RBC International Equity Fund

Investment Objective

To provide long-term capital growth by investing primarily in equity securities of companies outside of North America. The fund provides exposure to economies that offer different business cycles and growth opportunities than North American markets.

The Fund brings together the best ideas from RBC Global Asset Management's European and Asian Equity teams, in order to diversify across a number of different countries and asset classes. The investment teams have a high-quality bias, investing in companies that can compound their economic value and generate sustainably high cash-flow returns without consuming high levels of capital.

Fund Details

Series	Currency	Fund Code
0	CAD	RBF201
0	USD	RBF8411

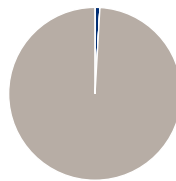
Inception Date	January 2008
Total Fund Assets \$Mil	1,097.8
Benchmark	MSCI EAFE Total Return Net Index (C\$)

Notes

This is a continuing fund resulting from a merger effective November 27, 2015.

Portfolio Analysis as of April 30, 2019

Asset Mix



	% Assets
Cash	0.9
Fixed Income	0.0
Canadian Equity	0.0
US Equity	0.0
International Equity	99.0
Other	0.0

Top 10 Holdings

	% Assets
Unilever PLC	4.6
Diageo PLC	3.8
RELX PLC	3.7
CSL Ltd	3.5
SoftBank Group Corp	3.5
London Stock Exchange Group PLC	3.2
Heineken NV	3.2
Novo Nordisk A/S B	3.0
Roche Holding AG Dividend Right Cert.	2.9
Hargreaves Lansdown PLC	2.7
Total % of Top 10 Holdings	34.2
Total Number of Stock Holdings	71
Total Number of Bond Holdings	0
Total Number of Other Holdings	1
Total Number of Holdings	72

Equity Style

	Value	Blend	Growth
Large	11	24	50
Mid	3	3	8
Small	0	0	0

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

Equity Statistics

P/B Ratio	2.8
P/E Ratio	18.0
P/FCF	14.5
P/S	2.3
Avg. Mkt Cap. \$B	50.3
Dividend Yield	2.1

Top 5 Equity Sectors

	% Equity
Financials	18.4
Health Care	17.5
Consumer Staples	16.3
Industrials	13.6
Consumer Discretionary	11.5
% in Top 5 Equity Sectors	77.4

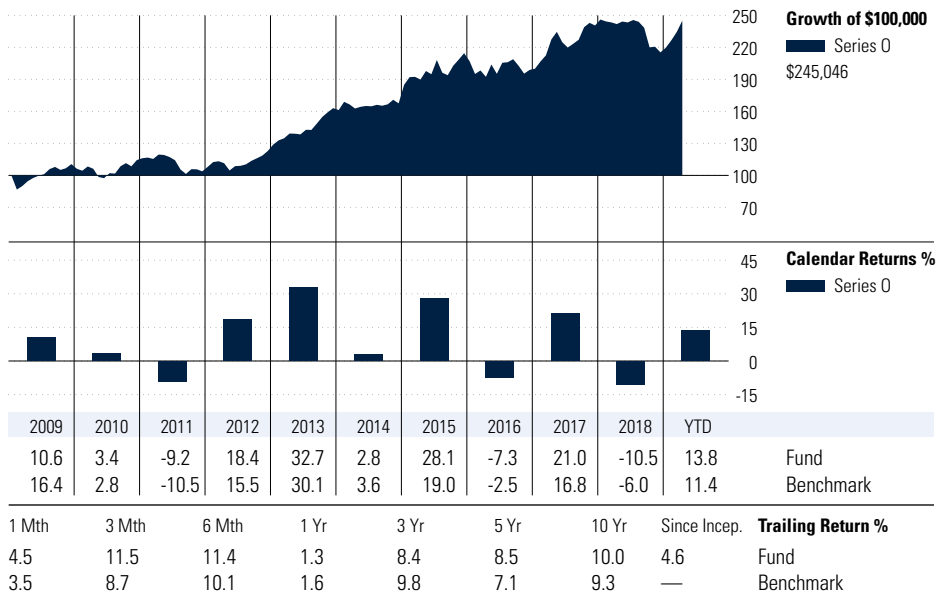
Risk Measures

	Fund	Benchmark
3 Year Std Dev	11.0	9.2
5 Year Std Dev	11.7	10.9

Geographic Allocations

	% Assets
United Kingdom	33.7
Japan	18.9
Switzerland	7.2
Australia	6.4
Netherlands	5.8

Performance Analysis as of April 30, 2019





RBC International Equity Fund

Management Overview

Manager Bios

Dominic Wallington

RBC Global Asset Management (UK) Limited

Dominic has worked in the investment industry since 1991 and has been a portfolio manager since 1993. Prior to joining RBC Global Asset Management (UK) Limited, he worked for Invesco Perpetual. Between 2002 and July 2007, Dominic ran several Continental European equity funds for individual investors and institutions. He has a Masters in Finance and Investment from the University of Exeter. Dominic also holds the Securities Institute Diploma and is a Fellow of the Securities Institute.

David Lambert

RBC Global Asset Management (UK) Limited

David is a Portfolio Manager with the European Equity team of RBC Global Asset Management (UK) Limited. He is part of a veteran team that strives to identify superior investment opportunities while minimizing risks. David began his career with the firm in 1999 as a Quantitative Analyst and became a Portfolio Manager in 2003. He graduated from Loughborough University with a First Class BSc (Hons) degree in Mathematics and is an Associate of the UK Society of Investment Professionals (CFA UK).

Mayur Nallamala

RBC Investment Management (Asia) Limited

Mayur is a Senior Portfolio Manager and Head of Asian Equities. He has been in the investment industry since 1998. Prior to joining the firm, Mayur managed Asia ex-Japan mandates for sovereign wealth, institutional and retail clients around the world. Mayur is a graduate of the London School of Economics with a Bachelor of Science in Economics and Economic History.

Performance Analysis Cont'd as of April 30, 2019

Distributions (\$)/Unit	YTD*	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Total Distributions	—	0.61	0.42	0.41	0.36	0.21	0.22	0.14	0.25	0.28	0.37
Interest	—	0.61	0.42	0.41	0.36	0.21	0.23	0.14	0.25	0.28	0.37
Dividends	—	—	—	—	—	—	0.00	0.00	0.00	0.00	0.00
Capital Gains	—	—	—	—	—	—	—	—	—	—	—
Return Of Capital	—	—	—	—	—	—	—	—	—	—	—

Best/Worst Periods %	Ended	1 Yr	Ended	3 Yr	Ended	5 Yr	Ended	10 Yr
Best	11-2013	34.3	7-2015	24.1	5-2017	17.5	2-2019	10.1
Worst	2-2009	-35.1	8-2011	-6.2	1-2013	-1.1	4-2018	5.6
Average		7.5		9.7		11.0		7.7
No. of Periods		124		100		76		16
Pct. Positive		73.4		91.0		94.7		100.0

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

Quarterly Commentary as at March 31, 2019

Stock selection was the biggest contributor to performance during the quarter. The biggest contributor was Softbank Group, the largest telecom provider in Japan. Despite underperforming in the previous quarter, Softbank's share price rallied on the back of the recovery in its technology assets, namely Chinese e-commerce giant Alibaba Group and U.S. telecom operator Sprint. Other contributors were Japanese pharmaceutical Daiichi and Consumer Staples name Heineken. The biggest detractor from returns was Japanese biopharma name SanBio as one of its key stroke clinical trials failed to meet expectations. Japanese multi-national company Bridgestone and UK analytics firm RELX also detracted.

Despite the market rallying to the geo-political news and monetary policy early in the quarter, there are still concerns over the continued

weakness in global growth. The U.S. Federal Reserve changed its tone drastically over the period and recently shelved plans for further interest rate rises. The trade dispute between China and the U.S. has softened but the tariffs imposed have already had an effect on exports from Japan. Overall this is constructive for Asian equity markets but we expect further turbulence as many of the issues seem to be intractable. In Europe, economic activity remains subdued with the ongoing negotiations for the UK's departures from the European Union showing no signs of a resolution.

While we are, as always, cognisant of the wider macro environment, our focus remains on the discipline of long-term investing in companies with strong competitive positions, low capital intensity, sustainable and/or improving profitability.



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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.

Mutual fund securities are not guaranteed or covered by the Canada Deposit Insurance Corporation or by any other government deposit insurer. For money market funds, there can be no assurances that the fund will be able to maintain its net asset value per unit at a constant amount or that the full

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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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