



# RBC O'Shaughnessy All-Canadian Equity Fund

## Investment Objective

To provide a long-term total return, consisting of capital growth and current income, by investing primarily in equity securities of Canadian companies based on Strategy Indexing®, a rigorous and disciplined approach to stock selection based on characteristics associated with above average returns over long periods of time.

The investment team follows a quantitative stock selection process that is based on decades of empirical research into the historical characteristics that the best-performing value and growth stocks possess. Securities are selected using the investment team's Canadian value and growth strategies, which comprise several stock selection factor composites. Overall, the portfolio seeks to invest in stocks selling at a discount but showing good potential for growth.

## Fund Details

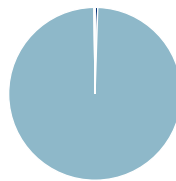
Series	Currency	Fund Code
O	CAD	RBF251
Inception Date		
		July 2008
Total Fund Assets \$Mil		
		473.9
Benchmark		
		S&P/TSX Capped Composite Total Return Index

## Notes

This is a continuing fund resulting from a merger effective June 27, 2014.

## Portfolio Analysis as of April 30, 2019

### Asset Mix

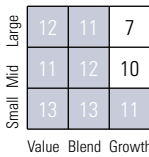


	% Assets
Cash	0.5
Fixed Income	0.0
Canadian Equity	99.3
US Equity	0.0
International Equity	0.2
Other	0.0

### Top 10 Holdings

	% Assets
Sun Life Financial Inc	3.6
Teck Resources Ltd Class B	3.5
Air Canada Class B	3.0
Great-West Lifeco Inc	2.9
Methanex Corp	2.7
Loblaw Companies Ltd	2.6
Kirkland Lake Gold Ltd	2.6
Manulife Financial Corp	2.5
Capital Power Corp	2.4
TFI International Inc	2.4
Total % of Top 10 Holdings	28.2
Total Number of Stock Holdings	108
Total Number of Bond Holdings	0
Total Number of Other Holdings	1
<b>Total Number of Holdings</b>	<b>109</b>

### Equity Style



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

### Equity Statistics

P/B Ratio	1.4
P/E Ratio	12.1
P/FCF	4.9
P/S	0.9
Avg. Mkt Cap. \$B	6.2
Dividend Yield	2.4

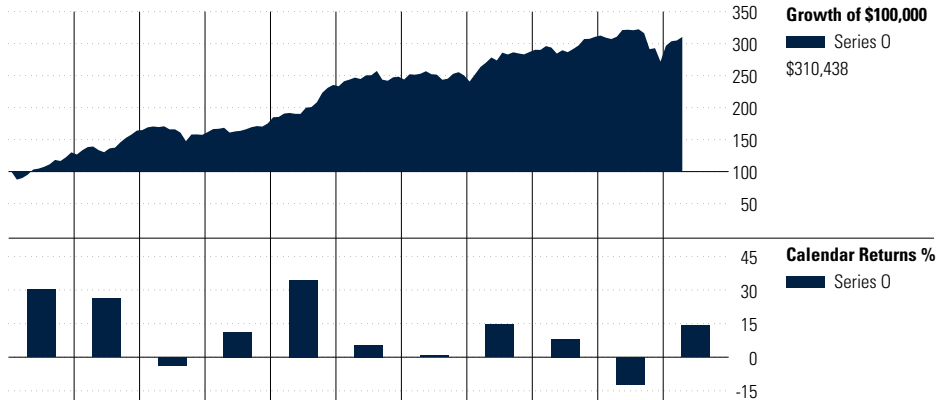
### Top 5 Equity Sectors

	% Equity
Materials	19.5
Industrials	16.7
Financials	14.2
Real Estate	10.0
Consumer Discretionary	9.7
% in Top 5 Equity Sectors	70.1

### Risk Measures

	Fund	Benchmark
3 Year Std Dev	10.0	8.8
5 Year Std Dev	9.5	9.0

## Performance Analysis as of April 30, 2019



	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018	YTD	Fund	Benchmark
Growth of \$100,000	30.1	26.1	-4.0	11.3	34.4	5.4	0.8	14.7	8.2	-12.5	14.2		
Calendar Returns %	35.1	17.6	-8.7	7.2	13.0	10.6	-8.3	21.1	9.1	-8.9	16.9		
1 Mth	1.8	4.7	6.6	-0.1	4.7	4.7	12.5	8.0	3.2	7.5	12.2	9.6	9.1
3 Mth	3.2	7.5	12.2	9.6	9.1	5.6	9.1	—					
6 Mth													
1 Yr													
3 Yr													
5 Yr													
10 Yr													
Since Incep.													
<b>Trailing Return %</b>													



# RBC O'Shaughnessy All-Canadian Equity Fund

## Management Overview

### Manager Bios

#### Jim O'Shaughnessy

##### O'Shaughnessy Asset Management

Jim O'Shaughnessy is the Chairman and Co-Chief Investment Officer and Portfolio Manager at O'Shaughnessy Asset Management (OSAM). As founder and Co-Chief Investment Officer of the firm, Jim is ultimately responsible for OSAM's investment strategies. Jim is an equity owner in OSAM and a member of the firm's Executive Committee. Prior to founding OSAM, Jim was the Director of Systematic Equity at Bear Stearns Asset Management and a Senior Managing Director of the firm. Prior to Bear Stearns, he was the CEO and Chairman of O'Shaughnessy Capital Management (Netfolio).

#### Patrick O'Shaughnessy

##### O'Shaughnessy Asset Management

Patrick O'Shaughnessy, CFA, Principal is the Chief Executive Officer at O'Shaughnessy Asset Management (OSAM). Patrick oversees the day-to-day business of the firm, directing OSAM's initiatives in the areas of research and portfolio management, investor education, and investor relationships. He also serves as a Portfolio Manager. Prior to his role as CEO, Patrick spent 11 years on OSAM's Research & Portfolio Management team, working to improve the firm's investment strategies.

### Performance Analysis Cont'd as of April 30, 2019

Distributions (\$)/Unit	YTD*	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Total Distributions	—	0.89	0.42	0.98	0.85	2.40	0.28	0.46	—	0.29	0.28
Interest	—	0.00	0.00	—	—	—	—	—	—	—	0.12
Dividends	—	0.35	0.41	0.43	0.40	0.36	0.28	0.46	—	0.29	0.16
Capital Gains	—	0.54	—	0.56	0.45	2.04	—	—	—	—	—
Return Of Capital	—	—	—	—	—	—	—	—	—	—	—

Best/Worst Periods %	Ended	1 Yr	Ended	3 Yr	Ended	5 Yr	Ended	10 Yr
Best	3-2010	53.8	2-2012	23.9	2-2014	22.5	2-2019	13.3
Worst	7-2009	-21.8	12-2018	2.8	12-2018	2.9	8-2018	8.5
Average		12.2		11.6		12.4		11.1
No. of Periods		118		94		70		10
Pct. Positive		82.2		100.0		100.0		100.0

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

### Quarterly Commentary as at March 31, 2019

The largest factor to detract from relative returns was Value, due to an overweight to value stocks. Our Momentum theme underperformed and detracted. Our Quality screens (Earnings Quality, Financial Strength, Earnings Growth) were not effective as lower quality stocks outperformed. An underweight to larger stocks helped contribute to relative return.

From a sector perspective, allocation effects were positive and selection effects were negative. Materials and Energy were the top detractors to allocation effects. Meanwhile, Health Care and Financials were the top contributors. Financials and Consumer Staples were the top contributors to selection effects. Meanwhile, Information

Technology and Consumer Discretionary were the top detractors.

Our research of individual stock data leads us to believe that Value, Momentum, and Quality are themes that are critically important to future outperformance. We consistently avoid sectors and industries that exhibit unfavorable characteristics, and hone in on areas of the market that are favorable in the ways we deem relevant. Given the portfolio's positioning relative to its benchmark—measured by key characteristics we use in our stock selection process—we believe the portfolio is well situated for the rest of 2019.



# RBC O'Shaughnessy All-Canadian Equity Fund

## Disclosure

RBC Funds, RBC Private Pools, BlueBay Funds, PH&N Funds and RBC Corporate Class Funds are offered by RBC Global Asset Management Inc. and distributed through authorized dealers.

Series O units are available to individuals, institutional clients or dealers who have entered into an agreement directly with RBC GAM. No management fees are payable by the fund in respect of Series O units. Unitholders of Series O units pay a negotiated fee directly or indirectly to RBC GAM.

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

amount of your investment in the fund will be returned to you. The value of mutual funds change frequently and past performance may not be repeated.

This document has been compiled by RBC Global Asset Management Inc. (RBC GAM) from sources believed to be reliable, but no representations or warranty, express or implied, are made by RBC GAM, its affiliates or any other person as to its accuracy, completeness or correctness. All opinions and estimates constitute RBC GAM's judgment as of the date of this document, are subject to change without notice and are provided in good faith but without legal responsibility. The Top Ten/25 Holdings may change due to ongoing portfolio transactions within the fund. The Prospectus and other information about the underlying investment funds are available at [www.sedar.com](http://www.sedar.com).

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.

The fund profile is provided for informational purposes only. Particular investments and/or trading strategies should be evaluated relative to each individual's investment objectives. The information contained in the fund profile is not, and should not be construed as, investment or tax advice. You should not act or rely on the information contained in the fund profile without seeking the advice of an appropriate professional advisor.

Phillips, Hager & North Investment Management (PH&N IM) is a division of RBC Global Asset Management Inc. (RBC GAM). RBC GAM is the manager of PH&N Funds and the principal portfolio adviser for PH&N Funds. The principal distributor of PH&N Funds is Phillips, Hager & North Investment Funds Ltd. (PH&NIF), which uses the trade name PH&N Investment Services. RBC GAM is an indirect, wholly-owned subsidiaries of Royal Bank of Canada.

® / ™ Trademark(s) of Royal Bank of Canada. Used under licence. © RBC Global Asset Management Inc. 2019