



RBC O'Shaughnessy U.S. Value Fund (Unhedged)

Investment Objective

To provide long-term total returns, consisting of capital growth and current income. The fund invests primarily in equity securities of U.S. companies based on Strategy Indexing®, an investment portfolio management model developed in 1995 by Jim O'Shaughnessy. Strategy Indexing is a rigorous and disciplined approach to stock selection based on characteristics associated with above average returns over long periods of time. Stocks, including American Depository Receipts (ADRs), are bought and held over the course of each year, with no attempt to "time the markets".

Fund Details

Series 0 Currency CAD Fund Code RBF258

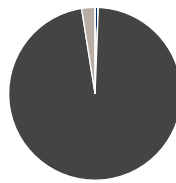
Inception Date January 2018
 Total Fund Assets \$Mil 5.1
 Series 0 MER % 0.02
 Benchmark Russell 1000 Value Total Return Net Index (CAD)
 Min. Investment \$ 500
 Subsequent Investment \$ 25

Notes

Securities regulations do not allow us to report performance for a mutual fund that has been available for less than one year. This fund was launched January 29, 2018.

Portfolio Analysis as of April 30, 2019

Asset Mix



	% Assets
Cash	0.6
Fixed Income	0.0
Canadian Equity	0.0
US Equity	96.9
International Equity	2.5
Other	0.0

Top 10 Holdings

	% Assets
Ameriprise Financial Inc	4.9
MetLife Inc	4.4
Cisco Systems Inc	3.8
Yum Brands Inc	3.8
Citigroup Inc	3.6
Amgen Inc	3.3
Citrix Systems Inc	3.0
Phillips 66	2.8
Fifth Third Bancorp	2.7
Spirit AeroSystems Holdings Inc Class A	2.7
Total % of Top 10 Holdings	35.0
Total Number of Stock Holdings	64
Total Number of Bond Holdings	0
Total Number of Other Holdings	1
Total Number of Holdings	65

Equity Style



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

Equity Statistics

P/B Ratio	2.2
P/E Ratio	12.5
P/FCF	7.2
P/S	1.0
Avg. Mkt Cap. \$B	44.7
Dividend Yield	2.4

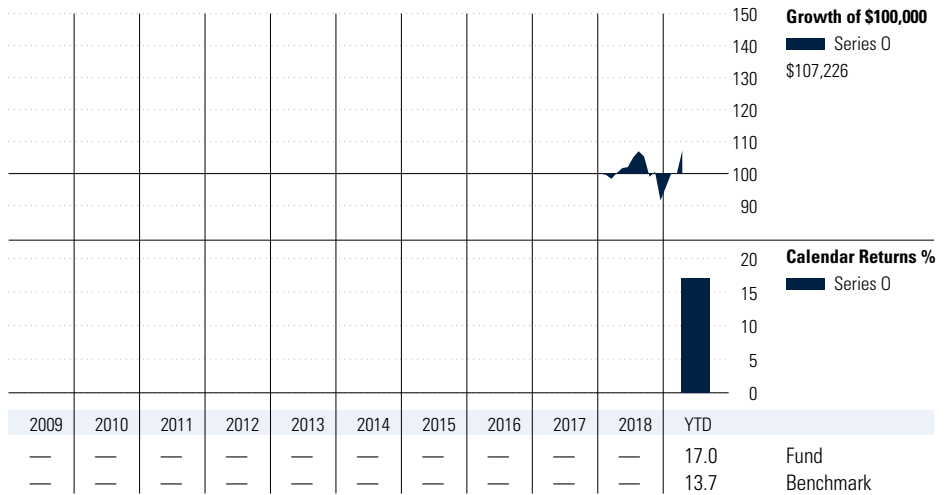
Top 5 Equity Sectors

	% Equity
Financials	33.1
Information Technology	17.6
Industrials	13.8
Consumer Discretionary	12.2
Energy	8.1
% in Top 5 Equity Sectors	84.7

Risk Measures

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

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	7.2	11.9	8.3	7.0	—	—	—	4.0	Fund
Benchmark	3.8	9.6	9.8	13.8	—	—	—	—	Benchmark



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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	0.07	0.21	—	—	—	—	—	—	—	—	—
Interest	0.07	0.14	—	—	—	—	—	—	—	—	—
Dividends	—	—	—	—	—	—	—	—	—	—	—
Capital Gains	—	0.08	—	—	—	—	—	—	—	—	—
Return Of Capital	—	—	—	—	—	—	—	—	—	—	—

Best/Worst Periods %	Ended	1 Yr	Ended	3 Yr	Ended	5 Yr	Ended	10 Yr
Best	4-2019	7.0	—	—	—	—	—	—
Worst	1-2019	-4.2	—	—	—	—	—	—
Average		1.3		—		—		—
No. of Periods		4		—		—		—
Pct. Positive		75.0		—		—		—

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

Quarterly Commentary as at March 31, 2019

From a factor perspective, the strongest contributor to return was an underweight to larger and Mega names within Lage Cap as these names underperformed. Apart from this boost, most other factors were detractors including our key selection factor of Shareholder Yield. The largest detractor was an overweight to Momentum. An overweight to cheaper stocks based on Value also detracted.

From a sector perspective, allocation effects were positive and selection effects were negative. Having no exposure to REITs and overweight to Financials detracted from allocation effects. Meanwhile, Health Care and Information Technology were the top contributors. Selection within Information Technology and Energy were the largest detractors from selection effects. Meanwhile, selection within Financials significantly contributed to returns and materials was the second largest contributor based on selection effects.

It is the policy of the Fund to not neutralize exchange-rate movements between the U.S. dollar and the Canadian dollar through currency hedges.

This policy had a positive effect on returns during the period.

Based on our key themes, we believe the U.S. Value (Unhedged) fund is well positioned versus its benchmark and relative to the overall market. The portfolio's companies have higher levels of return on capital, lower reliance on external financing, and trade at deep discounts across several valuation factors. They are also returning capital to shareholders at significantly higher rates than the benchmark.

These combined advantages can only be delivered by a portfolio which is distinct from the benchmark. We believe that the portfolio continues to represent a unique take on the U.S. market. As the year progresses, we will continue to focus on our niche of the market: quality companies, often trading at out-of-favor prices, which are aggressively returning capital to equity shareholders through dividends and share repurchases.



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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

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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.

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.

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