



RBC Emerging Markets Equity Fund

Investment Objective

To provide long-term capital growth. The fund invests primarily in equity securities of companies located or active in emerging markets.

The Fund provides exposure to the countries that account for the majority of global economic growth. The Fund focuses on a relatively concentrated portfolio of high-quality companies that generate sustainably high cash-flow returns. The investment process combines distinctive top-down thematic views with rigorous company-level research.

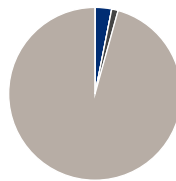
Fund Details

Series	Currency	Fund Code
0	CAD	RBF259
0	USD	RBF8416

Inception Date	December 2009
Total Fund Assets \$Mil	5,241.1
Benchmark	MSCI Emerging Markets Total Return Net Index (\$C)

Portfolio Analysis as of April 30, 2019

Asset Mix



	% Assets
Cash	3.1
Fixed Income	0.0
Canadian Equity	0.0
US Equity	1.2
International Equity	95.7
Other	0.0

Top 10 Holdings

	% Assets
Naspers Ltd Class N	6.6
Taiwan Semiconductor Manufacturing	5.2
AIA Group Ltd	5.0
Housing Development Finance Corp Ltd	4.7
Tata Consultancy Services Ltd	4.0
Unilever PLC	3.8
Ping An Insurance (Group) Co of China H	3.7
Antofagasta PLC	3.0
SM Investments Corp	2.8
Fomento Economico Mexicano SAB de CV ADR	2.7
Total % of Top 10 Holdings	41.5
Total Number of Stock Holdings	51
Total Number of Bond Holdings	0
Total Number of Other Holdings	1
Total Number of Holdings	52

Equity Style

	Large	Mid	Small
Value	9	40	34
Blend	3	7	5
Growth	2	0	0

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

Equity Statistics

P/B Ratio	2.2
P/E Ratio	16.1
P/FCF	6.8
P/S	2.1
Avg. Mkt Cap. \$B	41.5
Dividend Yield	2.0

Top 5 Equity Sectors

	% Equity
Financials	32.5
Consumer Discretionary	15.9
Consumer Staples	15.7
Information Technology	13.8
Communication Services	7.3
% in Top 5 Equity Sectors	85.2

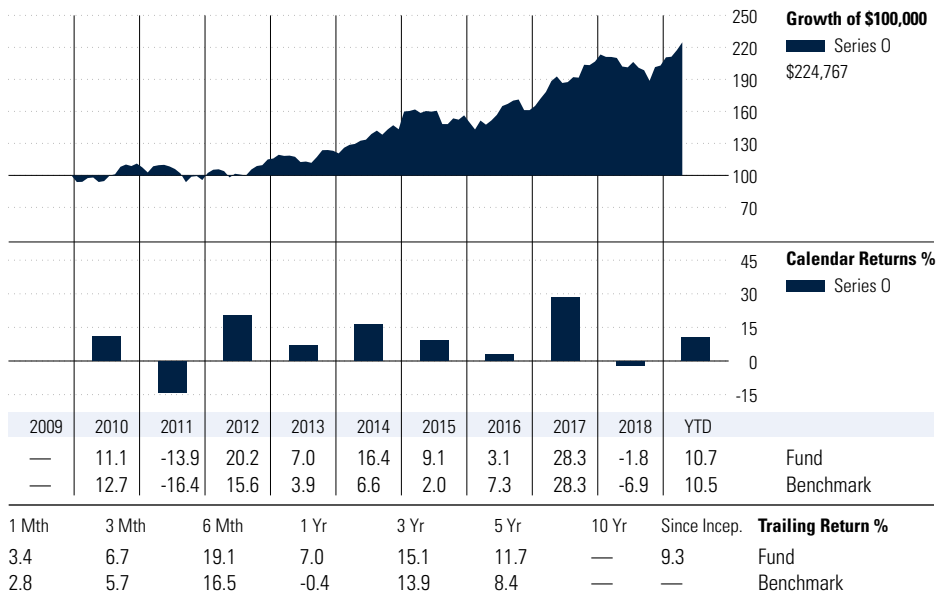
Risk Measures

	Fund	Benchmark
3 Year Std Dev	10.4	10.8
5 Year Std Dev	11.7	12.3

Geographic Allocations

	% Assets
India	13.8
China	13.0
Taiwan	12.8
South Africa	11.9
South Korea	8.7

Performance Analysis as of April 30, 2019





RBC Emerging Markets Equity Fund

Management Overview

Manager Bios

Philippe Langham

RBC Global Asset Management (UK) Limited

Philippe is Head of Emerging Markets Equities & Senior Portfolio Manager. He has worked in the investment industry since 1992 and joined the firm in 2009 to establish and lead the team that manages the emerging markets equity strategies. Prior to RBC, Philippe was Head of Global Emerging Markets with Société Générale Asset Management S.A. Philippe holds a Bachelor's degree in Economics from the University of Manchester and is a qualified Chartered Accountant.

Performance Analysis Cont'd as of April 30, 2019

Distributions (\$)/Unit	YTD*	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Total Distributions	—	1.19	0.29	0.23	0.39	0.27	0.25	0.19	0.19	0.14	—
Interest	—	0.35	0.29	0.23	0.39	0.27	0.25	0.19	0.19	0.09	—
Dividends	—	—	—	—	—	—	—	—	—	—	—
Capital Gains	—	0.84	—	—	—	—	—	—	—	0.05	—
Return Of Capital	—	—	—	—	—	—	—	—	—	—	—

Best/Worst Periods %	Ended	1 Yr	Ended	3 Yr	Ended	5 Yr	Ended	10 Yr
Best	1-2015	32.6	5-2015	17.8	5-2017	14.5	—	—
Worst	12-2011	-13.9	9-2013	2.7	4-2016	6.1	—	—
Average		9.5		10.3		10.6		—
No. of Periods		101		77		53		—
Pct. Positive		79.2		100.0		100.0		—

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

Quarterly Commentary as at March 31, 2019

Emerging Markets equities posted a strong recovery in Q1 2019, following a challenging 2018.

China continues to be a key driver of performance, with the CSI 300 index of stocks listed in Shanghai and Shenzhen up over +30% over the quarter. Colombia was another top performer, posting a strong recovery from last year. Turkey was one of the few markets in EM to finish the quarter in negative territory. After a strong recovery in January, Turkey's equity and currency markets weakened as concerns resurfaced relating to president Erdogan's unorthodox approach to managing the economy. At the sector level, all sectors delivered a positive return over the quarter.

The biggest contributor to relative returns was our holding Softbank. Softbank's share price strengthened after the company announced a USD5.5bn share buyback which will be funded by proceeds from Softbank's recent sale of 37% of its domestic telecommunications business. Asian insurer AIA Group's share price appreciated

alongside a broader recovery in Asia equity markets and was also bolstered by the strong value of new business growth led by China. Chilean copper miner Antofagasta also contributed after reporting strong Q4 results and benefitting from a recovery in copper prices.

The biggest detractor from relative returns was Alibaba as the company's share price rebounded strongly amid a broader recovery in China, and China tech in particular. We have sold out of Alibaba as we have concerns regarding its corporate governance and accounting practices. Hero MotoCorp also detracted as the company reported mixed quarterly results on the back of increased competitive intensity and GST implementation and liquidity tightening. HDFC detracted after its share price declined alongside broader weakness in India equity markets amid uncertainty relating to the upcoming presidential elections.



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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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