



RBC North American Growth Fund

Investment Objective

To provide long-term capital growth by investing primarily in equity securities of Canadian and/or U.S. companies that offer above-average prospects for growth.

Fund Details

Series	Load Structure	Currency	Fund Code
A	No Load	CAD	RBF265
Adv	Deferred Sales	CAD	RBF858
Adv	Front End	CAD	RBF767
Adv	Low Load	CAD	RBF131

Inception Date	January 1993
Total Fund Assets \$Mil	516.8
Series A NAV \$	34.18
Series A MER %	1.92
Benchmark	50% S&P/TSX Capped Composite Total Return Index 50% S&P 500 Total Return Index (C\$)

Income Distribution	Annually
Capital Gains Distribution	Annually

Sales Status	Open
Min. Investment \$	500
Subsequent Investment \$	25

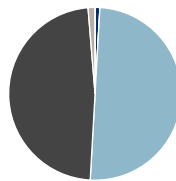
Fund Category	Canadian Focused Equity
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Management Company	RBC Global Asset Management Inc.
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Web Site	www.rbcgam.com
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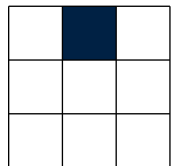
Portfolio Analysis as of January 31, 2019

Asset Mix



	% Assets
Cash	0.9
Fixed Income	0.0
Canadian Equity	50.0
US Equity	47.8
International Equity	1.3
Other	0.0

Equity Style



Value Blend Growth

Equity Statistics

P/B Ratio	2.0
P/E Ratio	15.3
Avg. Mkt Cap. \$B	65.2

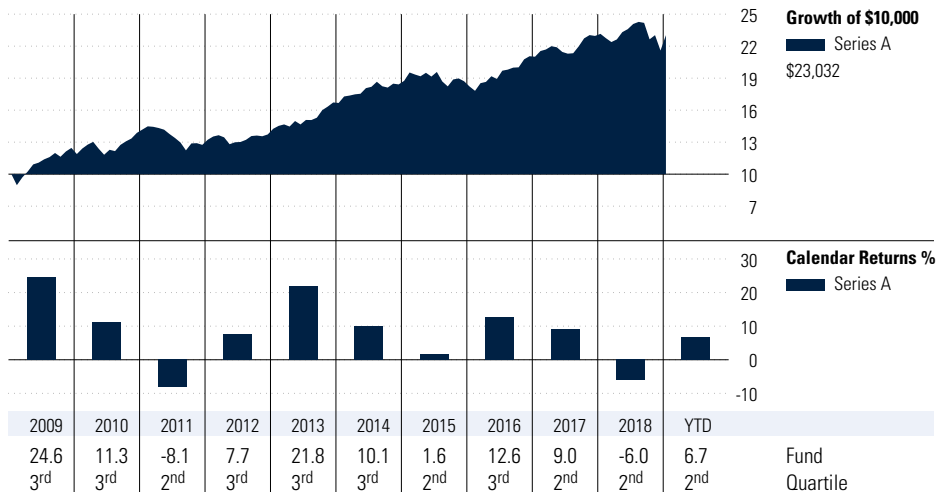
Global Equity Sectors

	% Equity
Financials	24.3
Information Technology	12.1
Energy	12.0
Industrials	10.7
Communication Services	8.3
Health Care	7.9
Consumer Discretionary	7.1
Materials	7.1
Consumer Staples	5.4
Real Estate	2.6
Utilities	2.6
Unclassified	0.0

Top 10 Holdings

	% Assets
Royal Bank of Canada	3.7
The Toronto-Dominion Bank	3.4
Bank of Nova Scotia	2.6
Canadian National Railway Co	2.1
Enbridge Inc	2.1
Suncor Energy Inc	1.9
Microsoft Corp	1.9
Amazon.com Inc	1.7
Alphabet Inc A	1.6
Bank of Montreal	1.5
Total % of Top 10 Holdings	22.6
Total Number of Stock Holdings	276
Total Number of Bond Holdings	0
Total Number of Other Holdings	1
Total Number of Holdings	277

Performance Analysis as of January 31, 2019



	1 Mth	3 Mth	6 Mth	1 Yr	3 Yr	5 Yr	10 Yr	Since Incep.	Trailing Return %
	6.7	1.7	-4.3	-0.5	8.1	6.7	9.2	7.7	Fund
	2 nd	2 nd	2 nd	1 st	2 nd	2 nd	2 nd	—	Quartile
	790	784	770	758	583	460	216	—	No. of Funds in Category



RBC North American Growth Fund

Management Overview

Manager Bios

Rob Cavallo

RBC Global Asset Management Inc.

Rob is a Portfolio Manager with the North American equities team. Rob joined the firm in 2012 as a Global equities analyst with a focus on analyzing companies within the Health Care and Consumer sectors. Rob earned a Bachelor of Commerce degree at the University of Toronto and is a CFA charterholder.

Marcello Montanari

RBC Global Asset Management Inc.

Marcello Montanari is Vice President and Senior Portfolio Manager, North American Equities. Marcello began his career in the investment industry in 1992. He earned a Bachelor of Commerce degree in finance from Concordia University and is a CFA charterholder.

David Tron

RBC Global Asset Management Inc.

David is Portfolio Manager and North American Equity Analyst. He is responsible for providing research on the North American Technology sector. David is a CFA charterholder.

Performance Analysis Cont'd as of January 31, 2019

Distributions (\$)/Unit	YTD*	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Total Distributions	—	0.10	1.33	0.56	1.26	0.70	0.53	0.34	—	0.33	0.59
Interest	—	0.00	0.00	—	—	—	0.15	0.05	—	—	0.34
Dividends	—	0.04	0.05	0.52	0.08	0.30	0.38	0.28	—	0.33	0.25
Capital Gains	—	0.06	1.27	0.05	1.18	0.40	—	—	—	—	—
Return Of Capital	—	—	—	—	—	—	—	—	—	—	—

Best/Worst Periods %	Ended	1 Yr	Ended	3 Yr	Ended	5 Yr	Ended	10 Yr
Best	2-2000	53.4	3-2006	27.9	10-2007	20.8	8-2008	11.6
Worst	2-2009	-38.6	2-2009	-10.7	5-2012	-3.7	4-2016	3.4
Average		8.2		7.7		7.5		6.8
No. of Periods		289		265		241		181
Pct. Positive		72.3		82.6		87.6		100.0

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

Quarterly Commentary as at December 31, 2018

North American equity markets were not exempt from the most recent sell-off as tighter financial conditions, rising trade protectionism and slowing global growth were top of mind for investors. While analysts expect a more moderate pace of earnings growth next year, we think estimates are still at risk of being revised lower. Our view is based on the fact that economic growth, while still decent, is slowing and that margins have little room for improvement. Overall, our models suggest that there is a low chance of recession over the next year, but that risk is rising.

In the fourth quarter, security selection within the U.S. Information Technology sector was the primary driver of relative performance. This was aided by the fund's position in Red Hat after IBM acquired the software company in an all-cash deal. Additionally, the fund's overweight position in Coca-Cola in the Consumer Staples sector aided returns, as the soft-drink maker reported strong

earnings.

The largest detractor from relative performance was an overweight position in Activision Blizzard, as concerns mounted over sales of the company's new Call of Duty video game.

While our base case is for stocks to rise very modestly over the next year, several scenarios could lead to different outcomes. A policy mistake by the U.S. Federal Reserve Board (Fed), if it raises interest rates too fast, or an escalation of trade protectionist actions by the Trump administration are the most likely causes of a possible downturn, since they both have the potential to halt the expansion. A possible upside scenario is that the expansion would remain intact through 2021, perhaps because the Fed pauses its rate-hike cycle soon or the Trump administration comes to a trade agreement with China.



RBC North American Growth Fund

Disclosure

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

Commissions, trailing commissions, 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 funds are not guaranteed or covered by the Canadian 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.

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MER (%) for RBC Funds, 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.

Series H and Series I are not available for purchase by new investors. Existing investors who hold Series H or Series I units can continue to make additional investments into the same series of the funds they hold.

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.

Quartile rankings are determined by Morningstar Research Inc., an independent research firm, based on categories maintained by the Canadian Investment Funds Standards Committee (CIFSC). Quartile rankings are comparisons of the performance of a fund to other funds in a particular category and are subject to change monthly. The quartiles divide the data into four equal segments expressed in terms of rank (1, 2, 3 or 4). This is the Morningstar quartile ranking of Series A and F units of the Fund as of January 31, 2019.

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