



RBC Life Science and Technology Fund

Investment Objective

To provide long-term capital growth by investing primarily in equity securities of U.S. companies whose businesses relate to life sciences and technology and are expected to benefit from scientific and technological advances.

Fund Details

Series	Load Structure	Currency	Fund Code
A	No Load	CAD	RBF274

Inception Date	July 1995
Total Fund Assets \$Mil	352.8
Series A NAV \$	19.10
Series A MER %	2.09
Benchmark	S&P 500 Health Care and Information Technology Total Return Index (CAD)

Income Distribution	Annually
Capital Gains Distribution	Annually

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

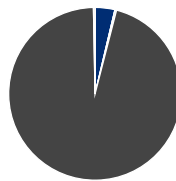
Fund Category	US Equity
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Management Company	RBC Global Asset Management Inc.
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Web Site	www.rbcgam.com
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Portfolio Analysis as of January 31, 2019

Asset Mix

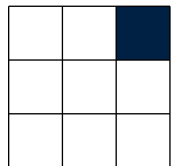


	% Assets
Cash	3.7
Fixed Income	0.0
Canadian Equity	0.3
US Equity	95.6
International Equity	0.3
Other	0.0

Top 10 Holdings

	% Assets
Microsoft Corp	8.6
Apple Inc	7.5
Alphabet Inc A	7.3
Facebook Inc A	4.3
Johnson & Johnson	3.7
UnitedHealth Group Inc	3.1
Visa Inc Class A	2.8
Pfizer Inc	2.6
Cisco Systems Inc	2.4
Mastercard Inc A	2.4
Total % of Top 10 Holdings	44.6
Total Number of Stock Holdings	124
Total Number of Bond Holdings	0
Total Number of Other Holdings	3
Total Number of Holdings	127

Equity Style



Value Blend Growth

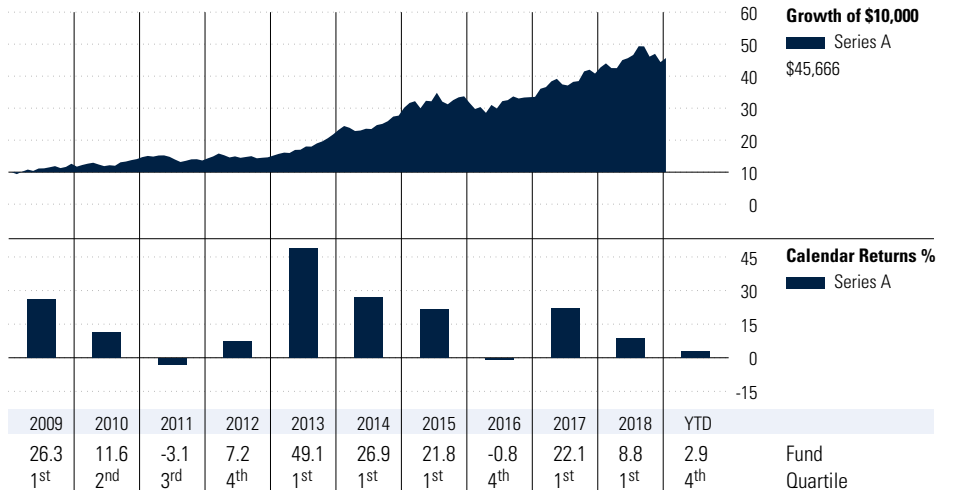
Equity Statistics

P/B Ratio	5.0
P/E Ratio	18.1
Avg. Mkt Cap. \$B	222.9

Global Equity Sectors

	% Equity
Information Technology	49.0
Health Care	35.7
Communication Services	14.9
Consumer Discretionary	0.3
Real Estate	0.2
Energy	0.0
Materials	0.0
Industrials	0.0
Consumer Staples	0.0
Financials	0.0
Utilities	0.0
Unclassified	0.0

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 %
	2.9	-0.9	-2.0	6.9	13.0	14.5	16.8	5.7	Fund
	4 th	3 rd	2 nd	1 st	1 st	1 st	1 st	—	Quartile
	1572	1566	1514	1476	1057	721	299	—	No. of Funds in Category



RBC Life Science and Technology 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.

Performance Analysis Cont'd as of January 31, 2019

Distributions (\$)/Unit	YTD*	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Total Distributions	—	—	—	—	—	—	—	—	—	—	—
Interest	—	—	—	—	—	—	—	—	—	—	—
Dividends	—	—	—	—	—	—	—	—	—	—	—
Capital Gains	—	—	—	—	—	—	—	—	—	—	—
Return Of Capital	—	—	—	—	—	—	—	—	—	—	—

Best/Worst Periods %	Ended	1 Yr	Ended	3 Yr	Ended	5 Yr	Ended	10 Yr
Best	2-2000	138.3	2-2000	48.4	8-2000	34.7	1-2019	16.8
Worst	9-2001	-61.9	2-2003	-37.9	8-2005	-23.8	8-2010	-14.1
Average		9.1		8.3		7.0		3.5
No. of Periods		271		247		223		163
Pct. Positive		67.2		60.3		53.4		52.8

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

Quarterly Commentary as at December 31, 2018

U.S. stocks significantly corrected in the fourth quarter of 2018, with the healthcare sector performing slightly better than the broad market, and the technology sector being the second-worst performer. From April to September, stocks enjoyed a stretch of strong returns, driven primarily by earnings growth. However, volatility re-emerged in October, sparked by rising interest rates in the United States, as higher rates have the potential to generate headwinds to economic and earnings growth.

Despite lingering concerns about decelerating growth, the recent market pull-back has arguably priced in most apparent challenges. For investors, reduced stock-market valuations mean that future returns will not be entirely reliant on earnings growth.

In the fourth quarter, a mild overweight in NVIDIA stock detracted from relative performance amid concerns over gaming growth, a large segment for NVIDIA. Conversely, the fund's position in Guardant Health was a boost to performance.

Guardant Health, a cancer-diagnostic company, saw its stock jump after its IPO in October and has experienced good performance in since then.

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 rates too fast, or an escalation of protectionist moves by the Trump administration, if it imposes more tariffs or raises the tariff rate are the most likely causes of a potential downturn, as both could bring a halt to the expansion. Technology hardware in particular could experience further weakness should U.S.-China relations continue to deteriorate.

Under the upside scenario, 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.



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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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