



# RBC Canadian Dividend Class

## Investment Objective

To achieve long-term total returns consisting of regular dividend income, which benefits from the preferential tax treatment given to dividends from Canadian companies, and modest long-term capital growth. The fund invests its assets primarily in common and preferred shares of major Canadian companies with above average dividend yields either directly or indirectly through investment in other mutual funds managed by RBC GAM or an affiliate.

## Fund Details

Series	Load Structure	Currency	Fund Code
A	No Load	CAD	RBF3005
A	No Load	USD	RBF3037
Adv	Front End	CAD	RBF3205
Adv	Low Load	CAD	RBF3405
Adv	Low Load	USD	RBF3437

Inception Date	December 2011
Total Fund Assets \$Mil	149.6
Series A NAV \$	15.41
Series A MER %	1.78
Benchmark	66.67% S&P/TSX DividendTR; 33.33% S&P/TSX DividendTR ex Energy & Materials, but including Oil & Gas Refining & Marketing and Oil & Gas Storage & Transportation Sub-industries

Income Distribution	Annually
Capital Gains Distribution	Annually

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

Fund Category	Canadian Dividend and Income Equity
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Management Company	RBC Global Asset Management Inc.
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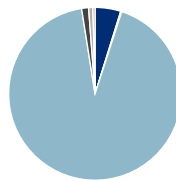
Web Site	www.rbcgam.com
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## Notes

Performance Analysis is in CAD and for CAD series A fund (RBF3005).

## Portfolio Analysis as of April 30, 2019

### Asset Mix

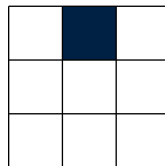


	% Assets
Cash	4.8
Fixed Income	0.2
Canadian Equity	92.5
US Equity	1.3
International Equity	0.8
Other	0.4

### Top 10 Holdings

	% Assets
Royal Bank of Canada	8.1
The Toronto-Dominion Bank	7.3
Bank of Nova Scotia	5.9
Enbridge Inc	4.9
Canadian National Railway Co	4.9
Brookfield Asset Mgmt Inc CI A	4.1
TransCanada Corp	3.4
Bank of Montreal	3.0
Suncor Energy Inc	2.6
CIBC	2.6
Total % of Top 10 Holdings	46.7
Total Number of Stock Holdings	76
Total Number of Bond Holdings	0
Total Number of Other Holdings	5
<b>Total Number of Holdings</b>	<b>81</b>

### Equity Style



Value Blend Growth

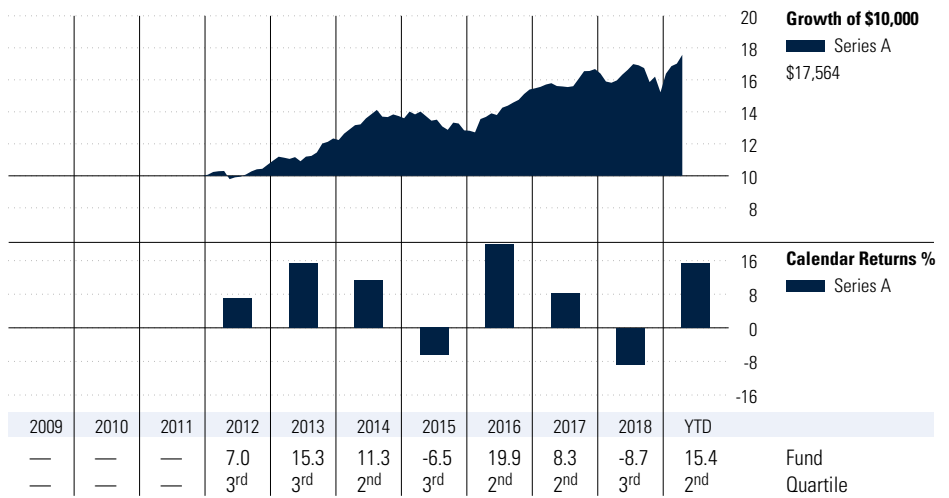
### Equity Statistics

P/B Ratio	1.7
P/E Ratio	14.3
Avg. Mkt Cap. \$B	38.7

### Global Equity Sectors

	% Equity
Financials	42.2
Energy	18.0
Industrials	11.3
Utilities	7.4
Communication Services	7.3
Consumer Staples	5.3
Materials	3.8
Real Estate	3.1
Consumer Discretionary	1.3
Health Care	0.2
Information Technology	0.1
Unclassified	0.0

## 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 %
	3.2	7.2	10.7	10.0	8.7	5.9	—	8.0	Fund
	2nd	2nd	2nd	2nd	2nd	2nd	—	—	Quartile
	643	637	634	593	499	371	189	—	No. of Funds in Category



# RBC Canadian Dividend Class

## Management Overview

### Manager Bios

#### Stuart Kedwell

##### RBC Global Asset Management Inc.

Stuart Kedwell is Senior Vice President and Co-Head, North American Equities. He has been in the investment industry since 1997.

#### Doug Raymond

##### RBC Global Asset Management Inc.

Doug Raymond is Senior Vice President and Co-Head, North American Equities. He has been in the investment industry since 1985.

#### Sean McCurley

##### RBC Global Asset Management Inc.

Sean is Portfolio Manager and North American Equities Research Analyst. Sean holds a Bachelor of Arts from McGill University and MBA from Rotman School of Management, and is a CFA charterholder.

#### Jonathan Millman

##### RBC Global Asset Management Inc.

Jonathan is Portfolio Manager and Analyst for the North American equities team, responsible for the Consumer Discretionary, Consumer Staples, Health Care and Utilities sectors. He holds a Bachelor of Arts in Economics from Wilfrid Laurier University and is a CFA charterholder.

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

Distributions (\$)/Unit	YTD*	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Total Distributions	0.31	0.32	0.25	0.25	0.30	0.22	0.12	—	—	—	—
Interest	—	—	—	—	—	0.00	—	—	—	—	—
Dividends	0.31	0.32	0.25	0.25	0.30	0.22	0.12	—	—	—	—
Capital Gains	—	—	—	—	—	—	—	—	—	—	—
Return Of Capital	—	—	—	—	—	—	—	—	—	—	—

Best/Worst Periods %	Ended	1 Yr	Ended	3 Yr	Ended	5 Yr	Ended	10 Yr
Best	8-2014	25.6	5-2015	11.9	5-2017	9.8	—	—
Worst	2-2016	-9.3	8-2017	3.4	12-2018	4.3	—	—
Average		8.2		7.5		8.0		—
No. of Periods		77		53		29		—
Pct. Positive		80.5		100.0		100.0		—

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

### Quarterly Commentary as at March 31, 2019

The S&P/TSX Composite Index bounced back substantially during the first quarter of 2019 and is slightly ahead of other global markets in Canadian dollar terms. Strength throughout the quarter is primarily attributed to a more dovish tone from central banks and higher domestic oil prices.

Throughout the quarter, security selection and sector allocation within Utilities boosted relative performance. In particular, the fund benefited from its overweight position in TransAlta as shares in the Calgary-based utility advanced following strong financial results and a deal it struck with Brookfield Asset Management that included an investment of \$750 million. Additionally, an overweight position in Thomson Reuters within the Industrials sector helped relative performance as the company has been buying back shares while finding support from the market with a shifted focus towards their legal and tax units.

Conversely, the fund's overweight position of SNC-Lavalin was detrimental to relative performance.

Shares in the company were impacted by a number of headwinds including negative earnings guidance, a troubled mining project in Chile, a large write-down of goodwill and deteriorating Saudi-Canada relations. Going forward, we believe that liquidity from its partial sale of Highway 407 will go a long way in generating cash flow and deleveraging its balance sheet.

Looking forward, investors continue to monitor global economic and financial conditions for signs of a recession, and recent financial-market volatility suggests the jury is still out on whether an economic downturn is on the way. A challenging domestic environment for the production and transport of crude oil, and concerns surrounding the health of the Canadian consumer remain as Canada-specific headwinds. However, with the broad Canadian equity market trading at a discount to the S&P 500, we currently view Canada as a good place to pick up income at attractive valuations.



## RBC Canadian Dividend Class

### 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 April 30, 2019.

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