



# RBC North American Value Class

## Investment Objective

To provide long-term capital growth. The fund invests its assets primarily in equity securities of Canadian and/or U.S. companies priced below their true value and offering long-term opportunities for growth 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	RBF3009
Adv	Front End	CAD	RBF3209
Adv	Low Load	CAD	RBF3409

Inception Date	December 2011
Total Fund Assets \$Mil	195.5
Series A NAV \$	18.17
Series A MER %	1.95
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

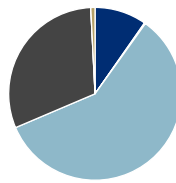
Sales Status	Open
Min. Investment \$	500
Subsequent Investment \$	25

Fund Category	Canadian Focused Equity
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Management Company	RBC Global Asset Management Inc.
Web Site	www.rbcgam.com

## Portfolio Analysis as of April 30, 2019

### Asset Mix

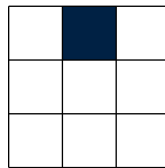


	% Assets
Cash	9.7
Fixed Income	0.2
Canadian Equity	58.7
US Equity	30.6
International Equity	0.0
Other	0.8

### Top 10 Holdings

	% Assets
The Toronto-Dominion Bank	4.1
Royal Bank of Canada	3.5
Bank of Nova Scotia	3.3
Enbridge Inc	2.7
Brookfield Asset Mgmt Inc Cl A	2.7
Suncor Energy Inc	2.2
Canadian Natural Resources Ltd	2.1
Microsoft Corp	1.8
Canadian Pacific Railway Ltd	1.7
JPMorgan Chase & Co	1.7
Total % of Top 10 Holdings	25.9
Total Number of Stock Holdings	105
Total Number of Bond Holdings	0
Total Number of Other Holdings	3
<b>Total Number of Holdings</b>	<b>108</b>

### Equity Style



Value Blend Growth

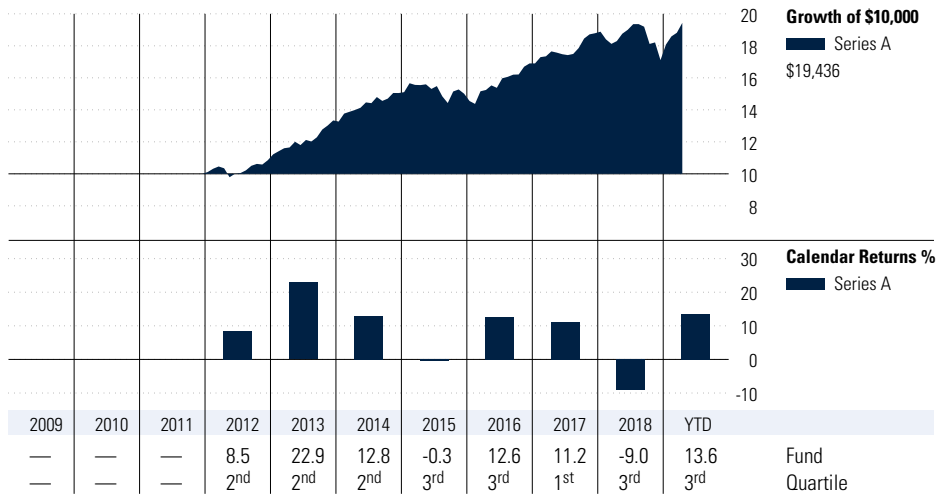
### Equity Statistics

P/B Ratio	1.7
P/E Ratio	15.7
Avg. Mkt Cap. \$B	43.2

### Global Equity Sectors

	% Equity
Financials	29.2
Energy	13.9
Industrials	12.6
Communication Services	9.9
Consumer Discretionary	8.3
Information Technology	6.9
Materials	5.7
Health Care	5.2
Consumer Staples	4.3
Real Estate	2.2
Utilities	1.7
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 %
	3.3	7.5	7.3	6.2	8.4	6.8	—	9.5	Fund
	2 <sup>nd</sup>	3 <sup>rd</sup>	3 <sup>rd</sup>	2 <sup>nd</sup>	2 <sup>nd</sup>	2 <sup>nd</sup>	—	—	Quartile
	992	991	958	918	582	437	205	—	No. of Funds in Category



# RBC North American Value 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.

#### 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 April 30, 2019

Distributions (\$)/Unit	YTD*	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Total Distributions	0.23	0.07	0.25	0.29	—	—	0.17	—	—	—	—
Interest	0.23	—	0.00	—	—	—	—	—	—	—	—
Dividends	—	0.07	0.25	0.29	—	—	0.07	—	—	—	—
Capital Gains	—	—	—	—	—	—	0.11	—	—	—	—
Return Of Capital	—	—	—	—	—	—	—	—	—	—	—

Best/Worst Periods %	Ended	1 Yr	Ended	3 Yr	Ended	5 Yr	Ended	10 Yr
Best	8-2014	23.1	5-2015	16.8	5-2017	12.4	—	—
Worst	12-2018	-9.0	12-2018	4.5	12-2018	5.1	—	—
Average		10.1		9.4		9.8		
No. of Periods		77		53		29		
Pct. Positive		85.7		100.0		100.0		

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

### Quarterly Commentary as at March 31, 2019

Thus far in 2019, U.S. equities have pivoted off the Christmas Eve lows, staging a strong rebound, if only reclaiming a portion of the losses of 2018. The main support for the rebound has been more dovish central banks, though promising trade negotiations have also contributed.

Throughout the quarter, security selection within Canadian Utilities and U.S. Consumer Discretionary sectors were positive contributors to 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. Meanwhile, an overweight position in Ulta Beauty helped as the company reported strong quarterly earnings, partly attributed to their exclusive arrangement with Kylie Jenner which has increased store traffic and seems to have benefitted the company's other products as well.

Conversely, an underweight allocation in U.S.

Technology and security selection in Canadian Energy weakened relative performance. Specifically, our overweight position in Canadian oil sands producer MEG Energy was a drag as the company's share price fell during the quarter following news that the hostile takeover bid by Husky Energy had been withdrawn after less than two-thirds of shareholders had tendered to it.

Looking forward, the profit outlook for the rest of 2019 may be challenged given the absence of another round of tax cuts and slower economic growth. However, moderate inflation and accommodative monetary policy should provide support for stocks. In addition, we continue to be mindful of the ongoing U.S.-China trade negotiations, the pace of global growth, and rising geopolitical concerns. Based on the balance of risks, we believe that for now, the global economy should continue to expand fast enough to support stocks in the short term, but there is less clarity to our intermediate-term view.



## RBC North American Value 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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