

# PH&N Overseas Equity Class

## Investment Objective

To provide long-term capital growth. The fund invests its assets primarily in a diversified portfolio of common stocks in companies in the world's largest industrialized countries outside North America, including countries in Europe and the Far East, including Japan and Australia, either directly or indirectly through investment in other mutual funds managed by RBC GAM or an affiliate of RBC GAM.

## Fund Details

Series	Load Structure	Currency	Fund Code
A	No Load	CAD	RBF3012
Adv	Front End	CAD	RBF3212
Adv	Low Load	CAD	RBF3412

Inception Date	December 2011
Total Fund Assets \$Mil	68.5
Series A NAV \$	20.96
Series A MER %	2.07
Benchmark	MSCI EAFE Total Return Net Index (C\$)

Income Distribution	Annually
Capital Gains Distribution	Annually

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

Fund Category	International Equity
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Management Company	RBC Global Asset Management Inc.
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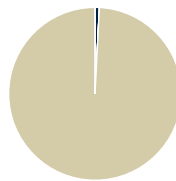
Web Site	www.rbcgam.com
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## Notes

Fund's sub-advisor changed effective mid-August 2014.

## Portfolio Analysis as of April 30, 2019

### Asset Mix

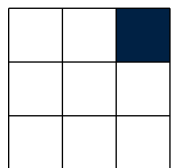


	% Assets
Cash	0.8
Fixed Income	0.0
Canadian Equity	0.0
US Equity	0.0
International Equity	99.2
Other	0.0

### Top 10 Holdings

	% Assets
Deutsche Post AG	6.1
Roche Holding AG Dividend Right Cert.	5.9
Unilever PLC	5.9
Nidec Corp	5.6
Anheuser-Busch InBev SA/NV	5.6
InterContinental Hotels Group PLC	5.2
AIA Group Ltd	5.2
St James's Place PLC	3.3
HDFC Bank Ltd	3.0
Linde PLC	3.0
Total % of Top 10 Holdings	48.7
Total Number of Stock Holdings	35
Total Number of Bond Holdings	0
Total Number of Other Holdings	1
<b>Total Number of Holdings</b>	<b>36</b>

### Equity Style



Value Blend Growth

### Equity Statistics

P/B Ratio	3.3
P/E Ratio	17.8
Avg. Mkt Cap. \$B	63.6

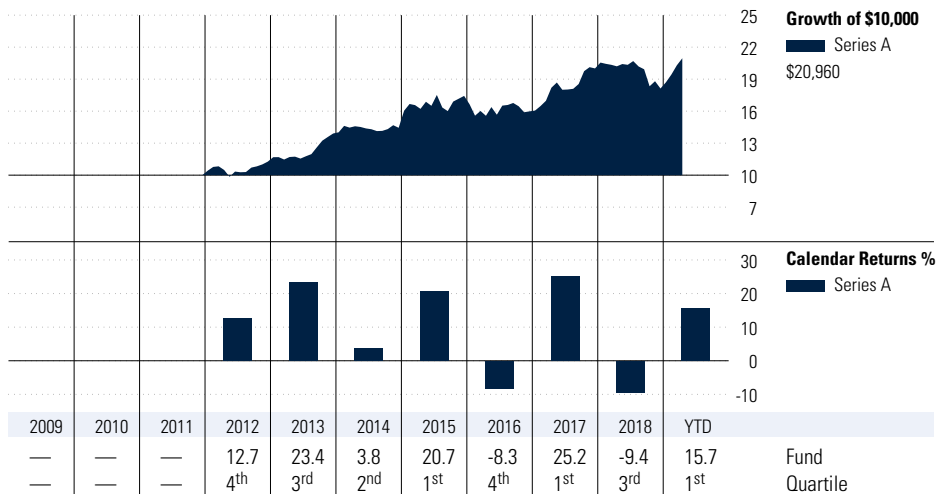
### Top 5 Sectors

	% Equity
Financials	19.2
Industrials	16.9
Consumer Staples	13.4
Consumer Discretionary	13.1
Health Care	13.0

### Geographic Allocations

	% Assets
United Kingdom	26.3
Japan	18.8
Switzerland	9.1
Belgium	7.2
Germany	5.9

## 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 %
Fund	3.3	12.1	14.3	3.7	10.4	7.5	—	10.6	Fund
Quartile	2 <sup>nd</sup>	1 <sup>st</sup>	1 <sup>st</sup>	1 <sup>st</sup>	1 <sup>st</sup>	2 <sup>nd</sup>	—	—	Quartile
No. of Funds in Category	806	801	789	739	451	326	178	—	No. of Funds in Category

## PH&N Overseas Equity Class

### Management Overview

#### Manager Bios

##### Habib Subjally

##### RBC Global Asset Management (UK) Limited

Habib has served as Head of Global Equities and leader of this team since 2006. Prior to that, he held positions at Head of Global Equities with First State Investments, April 2006 to March 2014, Credit Suisse (Head of Small & Mid Cap Research), Invesco (Head of Global Equities), Merrill Lynch Investment Managers (Head of North American and Global Equities Research, and Manager, Mercury Global Titans Fund) and Ernst & Young. Habib holds a BSc (Hons) from the London School of Economics and the Chartered Accountant and ASIP designations.

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

Distributions (\$)/Unit	YTD*	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Total Distributions	—	—	—	—	—	—	—	—	—	—	—
Interest	—	—	—	—	—	—	—	—	—	—	—
Dividends	—	—	—	—	—	—	—	—	—	—	—
Capital Gains	—	—	—	—	—	—	—	—	—	—	—
Return Of Capital	—	—	—	—	—	—	—	—	—	—	—
<b>Best/Worst Periods %</b>	Ended	1 Yr	Ended	3 Yr	Ended	5 Yr	Ended	10 Yr			
Best	1-2018	28.0	5-2015	19.7	5-2017	13.7	—	—			
Worst	12-2018	-9.4	12-2018	1.3	12-2018	5.4	—	—			
Average		10.8		10.1		10.3					
No. of Periods		77		53		29					
Pct. Positive		79.2		100.0		100.0					

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

#### Quarterly Commentary as at March 31, 2019

Having fallen dramatically in the fourth quarter of 2018, global markets recovered in the first quarter of 2019. The market recovery was largely the result of the U.S. Federal Reserve announcement that it would slow the pace of interest rate rises, with none now expected in 2019. The U.S.-China trade dispute appears to be softening although many tariffs have already been imposed and Japanese exporters have been hit hard.

The biggest contributor to relative returns this quarter was the fund's holding in Anheuser-Busch InBev. The Belgian-listed global brewer was stronger after Q4 2018 profits beat estimates in a low-rate environment that has also been supportive for staples companies. Anglo-Australian mining company Rio Tinto was also positive for returns. The stock advanced as iron ore prices rose over 26% during the quarter due to supply fears following the Vale dam disaster in Brazil. A position in German postal and logistics company, Deutsche Post DHL, also contributed

after a fourth quarter 2018 sell-off and expectations of higher German postal prices.

The biggest detractor from relative returns this quarter was our holding in Irish gaming company Paddy Power Betfair. Paddy Power fell nearly 6% in the first quarter as expectations for 2019 results were revised downwards; we sold the position during the quarter. Not holding Japanese telecoms and technology holding company Softbank or Swiss food company Nestlé hurt relative returns this quarter.

As always the team remains committed to the discovery of companies that we deem to be future success stories. We are constantly searching for compelling long-term opportunities at the right valuations while avoiding those businesses that are overvalued or optically cheap but fundamentally flawed.

## PH&N Overseas Equity 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 fund securities are not guaranteed or covered by the Canada 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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