



RBC O'Shaughnessy U.S. Growth Fund II

Investment Objective

To provide long-term capital growth by investing primarily in equity securities of U.S. companies based on Strategy Indexing®, a rigorous and disciplined approach to stock selection based on characteristics associated with above-average returns over long periods of time.

Fund Details

Series	Load Structure	Currency	Fund Code
A	No Load	CAD	RBF306
Adv	Front End	CAD	RBF782
Adv	Low Load	CAD	RBF204

Inception Date	January 2008
Total Fund Assets \$Mil	32.5
Series A NAV \$	8.42
Series A MER %	2.21
Benchmark	Russell 2500 Growth Index (US\$)

Income Distribution	Annually
Capital Gains Distribution	Annually

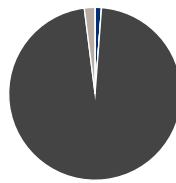
Sales Status	Open
Min. Investment \$	500
Subsequent Investment \$	25

Fund Category	US Small/Mid Cap Equity
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Management Company	RBC Global Asset Management Inc.
Web Site	www.rbcgam.com

Portfolio Analysis as of January 31, 2019

Asset Mix

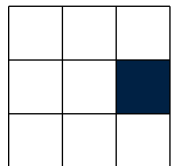


	% Assets
Cash	1.2
Fixed Income	0.0
Canadian Equity	0.0
US Equity	96.8
International Equity	2.0
Other	0.0

Top 10 Holdings

	% Assets
Haemonetics Corp	2.5
Conmed Corp	2.4
PTC Inc	2.0
Broadridge Financial Solutions Inc	2.0
HMS Holdings Corp	1.7
BJ's Restaurants Inc	1.7
K12 Inc	1.5
Helen Of Troy Ltd	1.4
Bio-Techne Corp	1.4
AppFolio Inc A	1.4
Total % of Top 10 Holdings	18.1
Total Number of Stock Holdings	175
Total Number of Bond Holdings	0
Total Number of Other Holdings	1
Total Number of Holdings	176

Equity Style



Value Blend Growth

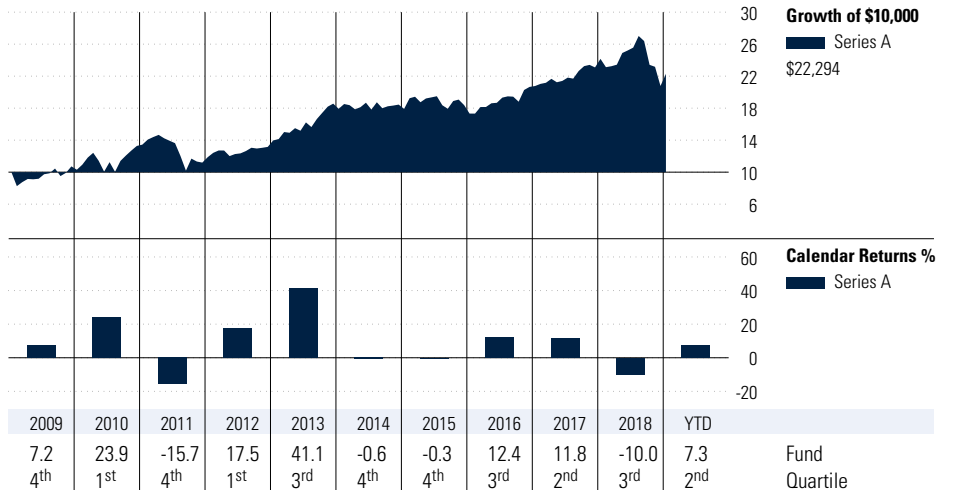
Equity Statistics

P/B Ratio	3.0
P/E Ratio	18.3
Avg. Mkt Cap. \$B	4.3

Global Equity Sectors

	% Equity
Information Technology	21.8
Health Care	21.5
Consumer Discretionary	16.1
Industrials	15.1
Financials	8.2
Materials	5.6
Communication Services	5.5
Consumer Staples	3.0
Energy	1.9
Real Estate	1.4
Unclassified	0.0
Utilities	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 %
7.3	-4.8	-12.8	-7.7	8.8	4.5	9.2	0.9	Fund
2 nd	4 th	4 th	4 th	2 nd	4 th	4 th	—	Quartile
321	321	319	312	225	144	66	—	No. of Funds in Category



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Management Overview

Manager Bios

Jim P. O'Shaughnessy

O'Shaughnessy Asset Management

Jim O'Shaughnessy is the Chairman of O'Shaughnessy Asset Management (OSAM). Also serving as the Chief Investment Officer of the firm, Jim is ultimately responsible for OSAM's investment strategies. He directs the Senior Portfolio Manager, Director of Research, and the Portfolio Management Team and helps to set the agenda for the team. He is also responsible for the development of OSAM's existing strategies and directs the team on idea generation and specific initiatives to improve the models and develop new factors and products.

Patrick O'Shaughnessy

O'Shaughnessy Asset Management

Patrick O'Shaughnessy is the Chief Executive Officer at O'Shaughnessy Asset Management (OSAM). Patrick oversees the day-to-day business of the firm, directing OSAM's initiatives in the areas of research and portfolio management, investor education and client service and relationships. He also serves as a Portfolio Manager. Prior to his role as CEO, Patrick spent 11 years on OSAM's Research & Portfolio Management team, working to improve the firm's investment strategies.

Performance Analysis Cont'd as of January 31, 2019

Distributions (\$)/Unit	YTD*	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Total Distributions	—	1.11	1.36	—	0.09	—	—	—	—	—	—
Interest	—	—	—	—	—	—	—	—	—	—	—
Dividends	—	—	—	—	—	—	—	—	—	—	—
Capital Gains	—	1.11	1.36	—	0.09	—	—	—	—	—	—
Return Of Capital	—	—	—	—	—	—	—	—	—	—	—

Best/Worst Periods %	Ended	1 Yr	Ended	3 Yr	Ended	5 Yr	Ended	10 Yr
Best	12-2013	41.1	9-2014	20.9	2-2014	17.5	1-2019	9.2
Worst	2-2009	-58.6	8-2011	-16.6	6-2013	-7.0	5-2018	1.3
Average		6.4		8.1		9.2		4.4
No. of Periods		121		97		73		13
Pct. Positive		68.6		89.7		89.0		100.0

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

Quarterly Commentary as at December 31, 2018

From a factor perspective, our exposure to strong Momentum stocks was the strongest contributor. Exposure to lower beta names was the largest positive contributor, followed by our exposure to stocks with high Financial Strength and Earnings Growth. The largest factor detractors was our exposure to stocks with discounted valuations.

From a sector perspective, allocation and selection effects were negative. Health Care and Communication Services were the top contributors to allocation effects. Meanwhile, Energy and Real Estate were the top detractors. Consumer Discretionary and Energy were the top contributors to selection effects. Meanwhile, Materials and Communication Services were the top detractors.

It is the policy of the Fund to maintain currency hedges at all times in order to neutralize exchange-rate movements between the U.S. dollar

and the Canadian dollar. This policy had a negative effect on returns during the period.

Above all else, we believe that long-term success comes from building a portfolio around proven stock selection factors—measured using key selection criteria like quality, valuation, and momentum. Based on these key themes, the strategy is very well positioned relative to the overall market. The portfolio's companies have higher momentum, lower debt ratios, and trade at deep discounts across a number of valuation factors. They are also less dilutive and returning capital to shareholders by buying back shares, instead of diluting shareholders like the average company in the index. We believe that the portfolio continues to represent a unique take on its opportunity set versus the benchmark.



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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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