



RBC U.S. Mid-Cap Growth Equity Fund

Investment Objective

To provide long-term capital growth through investment primarily in U.S. mid-capitalized equity investments and common stock equivalents.

Fund Details

Series	Load Structure	Currency	Fund Code
A	No Load	CAD	RBF336
Adv	Deferred Sales	CAD	RBF860
Adv	Front End	CAD	RBF769
Adv	Low Load	CAD	RBF171

Inception Date	March 1992
Total Fund Assets \$Mil	877.1
Series A NAV \$	32.97
Series A MER %	2.10
Benchmark	Russell Midcap Growth Index (C\$)

Income Distribution	Annually
Capital Gains Distribution	Annually

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

Fund Category	US Small/Mid Cap Equity
---------------	-------------------------

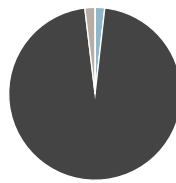
Management Company	RBC Global Asset Management Inc.
Web Site	www.rbcgam.com

Notes

This is a continuing fund resulting from a merger effective June 27, 2014.

Portfolio Analysis as of January 31, 2019

Asset Mix

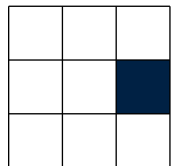


	% Assets
Cash	0.0
Fixed Income	0.0
Canadian Equity	1.8
US Equity	96.3
International Equity	1.9
Other	0.0

Top 10 Holdings

	% Assets
Abiomed Inc	2.5
Autodesk Inc	2.3
Red Hat Inc	2.3
WEX Inc	2.0
Dollar Tree Inc	1.9
MercadoLibre Inc	1.9
Woodward Inc	1.8
Synopsys Inc	1.8
Tractor Supply Co	1.8
The Cooper Companies Inc	1.8
Total % of Top 10 Holdings	20.2
Total Number of Stock Holdings	78
Total Number of Bond Holdings	0
Total Number of Other Holdings	0
Total Number of Holdings	78

Equity Style



Value Blend Growth

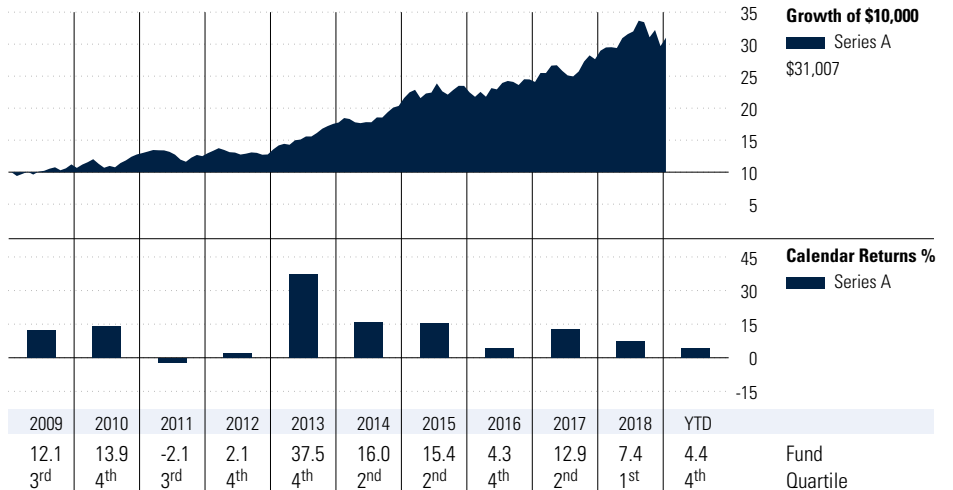
Equity Statistics

P/B Ratio	3.7
P/E Ratio	22.1
Avg. Mkt Cap. \$B	14.2

Global Equity Sectors

	% Equity
Information Technology	25.3
Industrials	21.1
Health Care	21.0
Consumer Discretionary	12.3
Financials	8.5
Consumer Staples	5.8
Materials	2.9
Real Estate	1.9
Energy	1.3
Unclassified	0.0
Communication Services	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 %
4.4	-0.2	-3.1	7.0	11.3	11.8	12.3	6.3	Fund
4 th	3 rd	1 st	1 st	2 nd	1 st	4 th	—	Quartile
321	321	319	312	225	144	66	—	No. of Funds in Category



RBC U.S. Mid-Cap Growth Equity Fund

Management Overview

Manager Bios

Kenneth A. Tyszko

RBC Global Asset Management (U.S.) Inc.

Within RBC Global Asset Management (U.S.), Ken is responsible for Small-, SMid- and Mid-Cap Growth research and portfolio management. His industry experience includes portfolio management responsibilities at Oberweis Asset Management, ABN AMRO Asset Management (USA) Inc. and Sears Investment Management Company. Ken holds a Bachelor of Science degree in accountancy from the University of Illinois; he is certified as a CPA 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	—	1.47	0.79	0.40	3.38	0.44	—	—	—	—	—
Interest	—	—	—	—	—	—	—	—	—	—	—
Dividends	—	—	—	—	—	—	—	—	—	—	—
Capital Gains	—	1.47	0.79	0.40	3.38	0.44	—	—	—	—	—
Return Of Capital	—	—	—	—	—	—	—	—	—	—	—

Best/Worst Periods %	Ended	1 Yr	Ended	3 Yr	Ended	5 Yr	Ended	10 Yr
Best	4-1998	38.3	4-1998	24.2	11-2017	17.3	1-2019	12.3
Worst	3-2003	-32.2	2-2003	-13.7	3-2003	-10.2	12-2008	-4.3
Average		6.6		6.1		5.2		3.1
No. of Periods		289		265		241		181
Pct. Positive		72.3		65.3		59.3		70.2

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

Quarterly Commentary as at December 31, 2018

Equity markets performed poorly in Q4 of 2018 primarily due to signs of slowing global growth rates, concerns about US monetary policy and rising interest rates, ongoing political dysfunction in Washington, and a potential trade war with China. While there were a number of factors that weighed on stocks throughout the quarter and year, a handful of headline issues were responsible for the majority of investors' escalating levels of concern. The Federal Reserve raised interest rates in December for the fourth time this year, from 2.25% to 2.50%, while also acknowledging that the economy was softening. Dysfunction in Washington has also weighed on equity markets, and with Congress now divided politically, the government shut down just prior to year-end due to a budget impasse and had yet to reopen as of the start of the New Year.

Relative to the index the Fund's largest overweighted sectors are Health Care and Industrials, while the largest underweighted sectors are Information Technology and Consumer

Discretionary. Performance was helped by stock selection in Consumer Discretionary, by a sector overweight and stock selection in Consumer Staples, and by stock selection in Industrials. Performance was hurt by a sector overweight and stock selection in Health Care, sector underweight and stock selection in Information Technology, and by stock selection in Energy.

Following the significant Q4 sell-off, with some segments of the equity market falling into bear market territory, our investment outlook is somewhat tepid heading into 2019 as many of the same Q4 challenges will continue to persist. The overall US economic backdrop remains solid, with real GDP growth for the third quarter coming in at 3.5%, jobs growth strong, and the unemployment rate a low 3.9%. We anticipate that while 2019 will still show positive corporate earnings growth for mid cap companies it will very likely be at decelerated rate compared to 2018.



RBC U.S. Mid-Cap Growth Equity Fund

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.

This document has been compiled by RBC Global Asset Management Inc. (RBC GAM) from sources believed to be reliable, but no representations or warranty, express or implied, are made by RBC GAM, its affiliates

or any other person as to its accuracy, completeness or correctness. All opinions and estimates constitute RBC GAM's judgment as of the date of this document, are subject to change without notice and are provided in good faith but without legal responsibility. The Top Ten/25 Holdings may change due to ongoing portfolio transactions within the fund. The Prospectus and other information about the underlying investment funds are available at www.sedar.com.

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.

® / ™ Trademark(s) of Royal Bank of Canada. Used under licence. © RBC Global Asset Management Inc. 2019