



Investment objective

To provide long-term capital growth by investing in equity securities of companies around the world in any or all of the Energy, Materials, Industrials, and Utilities sectors. The fund invests its assets primarily in companies that are involved directly or indirectly in the exploration, development, production or distribution of natural or other resources either directly or indirectly through investment in other mutual funds managed by RBC GAM or an affiliate.

The Fund provides exposure to the global demand-and-supply imbalance for most commodities in the world. The investment team invests in natural resource companies that are likely to exhibit strong growth in reserves, production and cash flow. The investment team combines large industry leaders and smaller companies for better risk-adjusted returns in the Energy and Materials sectors.

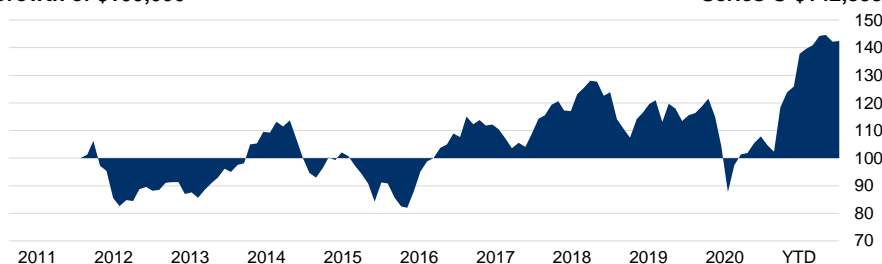
Fund details

Series	Currency	Fund code
O	CAD	RBF3614
Inception date December 2011		
Total fund assets \$MM 5.8		
Benchmark		
100%	MSCI World Energy and Materials Total Return Net Index (CAD)	

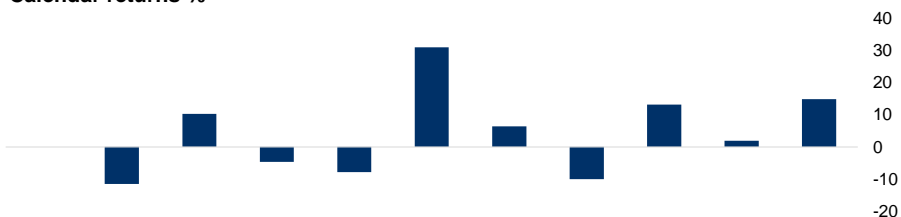
Performance analysis as of August 31, 2021

Growth of \$100,000

Series O \$142,393



Calendar returns %



2011	2012	2013	2014	2015	2016	2017	2018	2019	2020	YTD	
—	-11.5	10.3	-4.7	-7.8	31.0	6.4	-10.0	13.2	1.9	14.9	Fund
—	3.1	19.8	-0.9	-3.9	20.5	7.2	-8.8	10.8	-8.6	16.4	Benchmark
1 Mth	3 Mth	6 Mth	1 Yr	3 Yr	5 Yr	10 Yr	Since incep.		Trailing return %		
0.2	-1.3	3.3	32.0	5.1	6.3	—	3.7		Fund		
0.5	1.7	7.9	28.2	0.9	4.9	—	—		Benchmark		

Portfolio analysis as of August 31, 2021

Asset mix



% Assets

● Cash	0.3
● Fixed income	0.0
● Canadian equities	15.0
● U.S. equities	58.9
● European equities	21.9
● Asia-Pacific equities	2.8
● Emerging markets equities	1.2

Equity style

	Value	Blend	Growth
Large	32	17	7
Mid	17	13	6
Small	2	2	4

Value Blend Growth

Weight %

- > 50
- 25-50
- 10-25
- 0-10

Equity characteristics

Dividend yield (%)	2.7
Price to earnings ratio (forward)	12.6
Price to book ratio	2.1
Price to free cash flow ratio	9.0
Price to sales ratio	1.8
Weighted average market capitalization (\$Bn)	86.7

Risk measures

	Fund	Benchmark
3-year standard deviation	19.5	19.9
5-year standard deviation	16.5	16.4

Portfolio analysis continued as of August 31, 2021

Top 10 holdings	% Assets	Equity sector allocation	%	Top equity geographic allocation	%
Exxon Mobil Corp	6.1	Materials	58.4	United States	59.0
Linde PLC	5.1	Energy	39.7	Canada	15.0
Chevron Corp	3.9	Industrials	1.1	United Kingdom	8.7
Royal Dutch Shell PLC - Class A Shares	3.6	Utilities	0.8	Norway	3.9
ConocoPhillips	3.0	Communication Services	0.0	France	3.9
Sherwin-Williams Co	2.9	Consumer Discretionary	0.0	Australia	1.9
TotalEnergies SE	2.7	Consumer Staples	0.0	Ireland	1.7
Equinor ASA	2.3	Financials	0.0	Switzerland	1.1
Martin Marietta Materials Inc	2.2	Health Care	0.0	Denmark	1.1
Canadian Natural Resources Ltd	2.1	Information Technology	0.0	Russia	1.0
		Real Estate	0.0		
Total % of top 10 holdings	34.0				
Total number of stock holdings	80				

Distributions (\$)/unit*	YTD	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Interest	—	—	—	—	—	—	—	—	—	—	—
Canadian dividends	—	—	—	—	—	—	—	—	—	—	—
Foreign dividends	—	—	—	—	—	—	—	—	—	—	—
Foreign taxes paid	—	—	—	—	—	—	—	—	—	—	—
Capital gains	—	—	0.04	—	—	—	—	—	—	—	—
Return of capital	—	—	—	—	—	—	—	—	—	—	—
Total distributions	0.00	—	0.04	—	—	—	—	—	—	—	—

*Income type characterization and foreign taxes paid for the previous year, are reported at or around January month-end. Distributions reported are for the same series as the performance analysis. For distributions on other series please visit rbcgam.com/funds.

Manager bios

Chris Beer, RBC Global Asset Management Inc.

Chris Beer is Vice President and Senior Portfolio Manager, Canadian and Global Equities at RBC GAM, with analytical responsibilities for the resources, energy, and precious metals companies held in RBC and PH&N investment funds and client portfolios. Prior to joining the firm in 2000, he had been researching and analyzing natural resources companies with a focus on precious metals and base metal mining companies since 1993. Chris is a CFA charterholder.

Brahm Spilfogel, RBC Global Asset Management Inc.

Brahm Spilfogel is Vice President and Senior Portfolio Manager, Canadian and Global Equities at RBC GAM, with analytical responsibilities for the resources, energy, and precious metals sectors. He is the co-manager of RBC GAM's global resources and global precious metals strategies, and of the gold and precious metals component of another Canadian equity strategy. He has been in the investment industry since 1991 and is a CFA charterholder.

Disclosure

RBC Funds, RBC Private Pools, BlueBay Funds, PH&N Funds and RBC Corporate Class Funds are offered by RBC Global Asset Management Inc. and distributed through authorized dealers. Phillips, Hager & North Investment Management (PH&N IM) is a division of RBC Global Asset Management Inc.

Series O units are available to individuals, institutional clients or dealers who have entered into an agreement directly with RBC GAM. No management fees are payable by the fund in respect of Series O units. Unitholders of Series O units pay a negotiated fee directly or indirectly to RBC GAM.

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.

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, RBC Private Pools, 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.

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.

Growth of \$100K chart shown represents a hypothetical investment of the Fund over the last 10 years, or from the last day of the since inception month for funds with less than 10 years performance history.

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.

Equity style box information is determined by Morningstar Research Inc., an independent research firm. Morningstar information contained herein is proprietary to Morningstar and is not warranted to be accurate, complete or timely. Neither Morningstar nor its content providers are responsible for any damages or losses arising from any use of this information. © 2021 Morningstar Research Inc.

Phillips, Hager & North Investment Management (PH&N IM) is a division of RBC Global Asset Management Inc. (RBC GAM). RBC GAM is the manager of PH&N Funds and the principal portfolio adviser for PH&N Funds. The principal distributor of PH&N Funds is Phillips, Hager & North Investment Funds Ltd. (PH&N IF), which uses the tradename PH&N Investment Services. RBC GAM is an indirect, wholly-owned subsidiaries of Royal Bank of Canada.

®/™ Trademark(s) of Royal Bank of Canada. Used under licence. © RBC Global Asset Management Inc. 2021