



RBC Emerging Markets Foreign Exchange Fund

Investment Objective

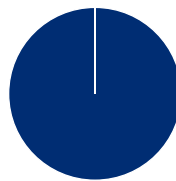
To provide total returns associated with those of emerging market currencies and short-term interest rates and to provide total returns comprised of income and modest capital growth. The fund invests primarily in short-term Canadian money market instruments and foreign exchange forward contracts on emerging market currencies.

Fund Details

Series A	Load Structure: No Load	Currency: CAD	Fund Code: RBF406
Inception Date	July 2015		
Total Fund Assets \$Mil	773.6		
Series A NAV \$	9.36		
Series A MER %	1.68		
Benchmark	JP Morgan Emerging Local Markets Index (ELMI+) (CAD)		
Income Distribution	Quarterly		
Capital Gains Distribution	Annually		
Sales Status	Open		
Min. Investment \$	500		
Subsequent Investment \$	25		
Fund Category	Emerging Markets Fixed Income		
Management Company	RBC Global Asset Management Inc.		
Web Site	www.rbcgam.com		

Portfolio Analysis as of May 31, 2018

Asset Mix



	% Assets
Cash	100.0
Fixed Income	0.0
Canadian Equity	0.0
US Equity	0.0
International Equity	0.0
Other	0.0

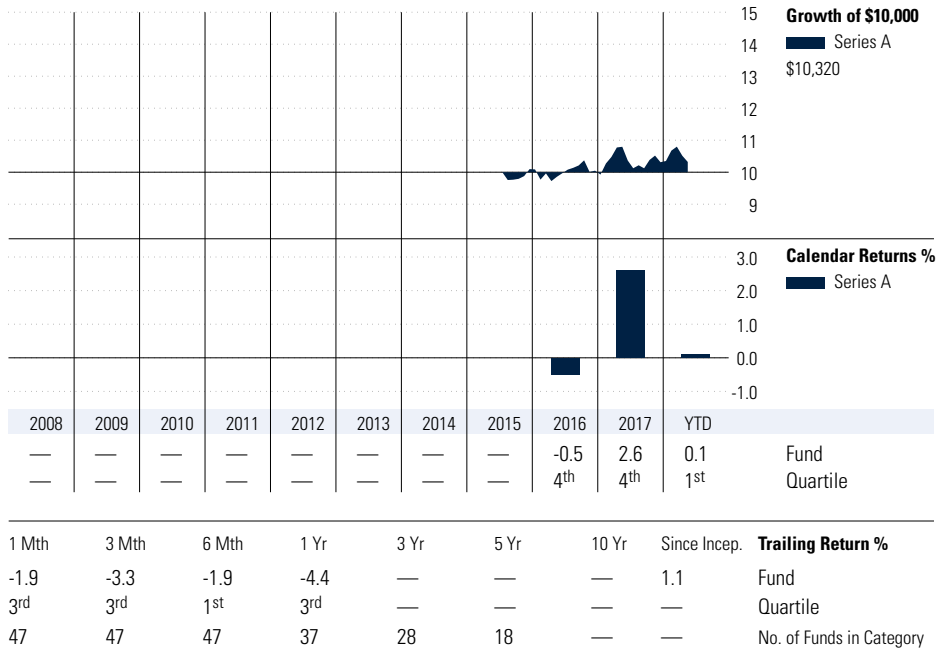
Top 10 Holdings

	% Assets
China	10.2
Mexico	9.5
South Korea	9.2
India	8.9
Singapore	7.8
Russia	7.1
Poland	4.7
Turkey	4.7
Thailand	4.7
Indonesia	4.6
Total % of Top 10 Holdings	71.4
Total Number of Other Holdings	24
Total Number of Holdings	24

Geographic Allocations

	% Assets
Asia	55.4
Eastern Europe, Middle East & Africa	24.1
Latin America	19.2
Canada & US	1.3

Performance Analysis as of May 31, 2018





RBC Emerging Markets Foreign Exchange Fund

Management Overview

Manager Bios

Dagmara Fijalkowski

RBC Global Asset Management Inc.

As Head of Global Fixed Income and Currencies, Dagmara leads investment teams in Toronto, London and Minneapolis in charge of almost \$100 billion in fixed income assets. She heads management of several bond funds and manages foreign-exchange hedging and active currency overlay programs across a number of funds. Dagmara, who began her investment career in 1994, holds an MBA from the Richard Ivey School of Business, a Master's degree in economics from the University of Lodz in Poland and is a CFA charterholder.

Performance Analysis Cont'd as of May 31, 2018

Distributions (\$)/Unit	YTD*	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
Total Distributions	0.00	0.33	0.26	0.35	—	—	—	—	—	—	—
Interest	0.00	0.33	0.26	0.35	—	—	—	—	—	—	—
Dividends	—	—	—	—	—	—	—	—	—	—	—
Capital Gains	—	—	—	—	—	—	—	—	—	—	—
Return Of Capital	—	—	—	—	—	—	—	—	—	—	—

Best/Worst Periods %	Ended	1 Yr	Ended	3 Yr	Ended	5 Yr	Ended	10 Yr
Best	4-2017	10.8	—	—	—	—	—	—
Worst	5-2018	-4.4	—	—	—	—	—	—
Average		2.7		—		—		—
No. of Periods		23		—		—		—
Pct. Positive		78.3		—		—		—

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

Quarterly Commentary as at March 31, 2018

To a large extent, the Fund's strong performance during the quarter is a reflection of positive sentiment toward emerging-market (EM) currencies, supported by a still-constructive growth environment. Although recent surveys of business-purchasing managers suggest a slower pace of manufacturing activity for the bulk of EM countries, hard economic data still shows growth momentum improving this year. For now, appetite for EM currencies is still present as evident in continued inflows into EM assets and extended positioning.

To date, EM currencies have been surprisingly resilient, given recent protectionist rhetoric and the associated volatility in global equity markets. However, we are increasingly mindful of the growing risks amid such optimism, particularly as global central banks tighten policies this year and as Latin American elections and geopolitical concerns take focus. Of equal importance is the

performance of the Canadian dollar, whose weakness can explain roughly half of the Fund's positive return over the quarter. Subsequent to quarter-end, headlines indicating progress toward resolution of NAFTA trade negotiations have caused a bounce in the loonie and technical indicators suggest this strength could continue in the short term.

We remain cautious on currencies leveraged to global trade as they would be adversely affected by deteriorating relations between the U.S. and China. The Fund is also underweight the South African rand, reflecting our skepticism that the new president will be able to implement difficult reforms that financial markets now demand. By contrast, the Fund owns greater exposure in undervalued currencies offering higher yields as well as those with stable funding dynamics and attractive growth profiles.



RBC Emerging Markets Foreign Exchange 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 full year period, January 1 to December 31, 2017, expressed on an annualized basis.

MER (%) for RBC Corporate Class Funds is based on actual expenses for the half-year period, April 1, to September 30, 2017, expressed on an annualized basis.

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 May 31, 2018.

® / ™ Trademark(s) of Royal Bank of Canada. Used under licence. © RBC Global Asset Management Inc. 2018