



# RBC Global Dividend Growth Currency Neutral Fund

## Investment Objective

To provide long-term capital growth while minimizing the exposure to currency fluctuations between foreign currencies and the Canadian dollar.

## Fund Details

| Series | Load Structure | Currency | Fund Code |
|--------|----------------|----------|-----------|
| A      | No Load        | CAD      | RBF433    |
| Adv    | Front End      | CAD      | RBF6433   |
| Adv    | Low Load       | CAD      | RBF4433   |
| T5     | No Load        | CAD      | RBF506    |

|                         |   |
|-------------------------|---|
| Inception Date          | May 2016  |
| Total Fund Assets \$Mil | 29.7  |
| Series A NAV \$         | 12.88   |
| Series A MER %          | 1.99  |
| Benchmark               | MSCI World Total Return Net Index (Hedged to CAD) |

|                            |          |
|----------------------------|----------|
| Income Distribution        | Annually |
| Capital Gains Distribution | Annually |

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

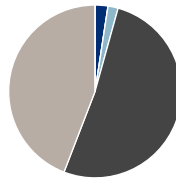
|               |               |
|---------------|---------------|
| Fund Category | Global Equity |
|---------------|---------------|

|                    |                                  |
|--------------------|----------------------------------|
| Management Company | RBC Global Asset Management Inc. |
|--------------------|----------------------------------|

|          |                |
|----------|----------------|
| Web Site | www.rbcgam.com |
|----------|----------------|

## Portfolio Analysis as of January 31, 2018

### Asset Mix

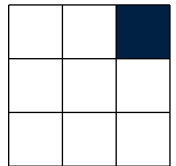


|                      | % Assets |
|----------------------|----------|
| Cash                 | 2.4      |
| Fixed Income         | 0.0      |
| Canadian Equity      | 1.9      |
| US Equity            | 51.5     |
| International Equity | 44.1     |
| Other                | 0.0      |

### Top 10 Holdings

|  | % Assets  |
|--|-----------|
| Taiwan Semiconductor Manufacturing ADR | 4.9       |
| Blackstone Group LP                    | 4.3       |
| UnitedHealth Group Inc                 | 4.1       |
| Deutsche Post AG                       | 4.0       |
| Intuit Inc                             | 4.0       |
| The Estee Lauder Companies Inc Class A | 3.8       |
| InterContinental Hotels Group PLC      | 3.8       |
| JPMorgan Chase & Co                    | 3.6       |
| Roche Holding AG Dividend Right Cert.  | 3.5       |
| Microsoft Corp                         | 3.2       |
| Total % of Top 10 Holdings             | 39.3      |
| Total Number of Stock Holdings         | 42        |
| Total Number of Bond Holdings          | 0         |
| Total Number of Other Holdings         | 1         |
| <b>Total Number of Holdings</b>        | <b>43</b> |

### Equity Style



Value Blend Growth

### Equity Statistics

|                   |      |
|-------------------|------|
| P/B Ratio         | 2.8  |
| P/E Ratio         | 20.6 |
| Avg. Mkt Cap. \$B | 87.7 |

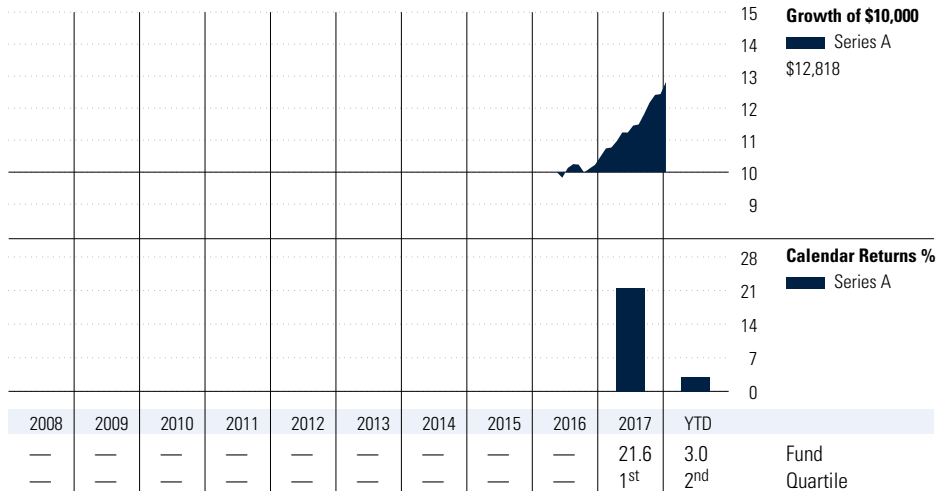
### Top 5 Sectors

|                        | % Equity |
|------------------------|----------|
| Financials             | 20.0     |
| Information Technology | 16.5     |
| Health Care            | 13.8     |
| Consumer Staples       | 10.8     |
| Consumer Discretionary | 10.5     |

### Geographic Allocations

|                | % Assets |
|----------------|----------|
| United States  | 52.8     |
| United Kingdom | 12.6     |
| Japan          | 5.6      |
| Taiwan         | 5.0      |
| Germany        | 4.1      |

## Performance Analysis as of January 31, 2018



| 1 Mth           | 3 Mth           | 6 Mth           | 1 Yr            | 3 Yr | 5 Yr | 10 Yr | Since Incep. | Trailing Return %        |
|-----------------|-----------------|-----------------|-----------------|------|------|-------|--------------|--------------------------|
| 3.0             | 5.3             | 11.9            | 22.2            | —    | —    | —     | 16.7         | Fund                     |
| 2 <sup>nd</sup> | 1 <sup>st</sup> | 2 <sup>nd</sup> | 1 <sup>st</sup> | —    | —    | —     | —            | Quartile                 |
| 1765            | 1698            | 1655            | 1564            | 1052 | 750  | 386   | —            | No. of Funds in Category |



# RBC Global Dividend Growth Currency Neutral Fund

## 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 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 January 31, 2018

| Distributions (\$)/Unit | YTD* | 2017 | 2016 | 2015 | 2014 | 2013 | 2012 | 2011 | 2010 | 2009 | 2008 |
|-------------------------|------|------|------|------|------|------|------|------|------|------|------|
| Total Distributions     | —    | 0.11 | 0.03 | —    | —    | —    | —    | —    | —    | —    | —    |
| Interest                | —    | —    | —    | —    | —    | —    | —    | —    | —    | —    | —    |
| Dividends               | —    | —    | —    | —    | —    | —    | —    | —    | —    | —    | —    |
| Capital Gains           | —    | 0.11 | 0.03 | —    | —    | —    | —    | —    | —    | —    | —    |
| Return Of Capital       | —    | —    | —    | —    | —    | —    | —    | —    | —    | —    | —    |

| Best/Worst Periods % | Ended   | 1 Yr  | Ended | 3 Yr | Ended | 5 Yr | Ended | 10 Yr |
|----------------------|---------|-------|-------|------|-------|------|-------|-------|
| Best                 | 11-2017 | 22.7  | —     | —    | —     | —    | —     | —     |
| Worst                | 8-2017  | 12.1  | —     | —    | —     | —    | —     | —     |
| Average              |         | 17.3  |       |      |       |      |       |       |
| No. of Periods       |         | 9     |       |      |       |      |       |       |
| Pct. Positive        |         | 100.0 |       |      |       |      |       |       |

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

### Quarterly Commentary as at December 31, 2017

U.K. listed hotel franchise operator InterContinental Hotels was the biggest contributor to returns. The company performed strongly on the back of robust franchise fees and the perception that the company stands to benefit from U.S. tax reform. U.S. producer of nitrogen fertiliser CF Industries performed well at the end of the quarter due to a supportive environment for materials. U.S. cosmetics producer Estee Lauder was also positive for returns and has posted some very healthy numbers in 2017 with the business performing especially well in Asia.

The biggest detractor from returns over the quarter was U.S. bank First Republic which has seen costs and competition rise, having a detrimental effect on 2017 earnings. Global brewer AB InBev has seen a slight fall in U.S. beer volumes and also suffered supply disruptions in its largest market, the U.S., after the summer's storms. U.S. alternative asset manager Blackstone fell in concert with U.S.-listed private equity companies over concerns about the tax treatment of offshore

insurance subsidiaries.

All the major economies performed strongly with growth and inflation returning. The Trump regime in the U.S. appears to have settled and the first pieces of meaningful legislation have emerged. Despite signs of discontent, the political unrest predicted at the end of 2016 has failed to materialise. Technical factors are also in the frame and, with so much of the market now held passively, there is little price discovery and concomitant volatility in equity prices. A weak U.S. dollar has also helped.

As always the RBC Global Equity 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 whilst avoiding those businesses that are overvalued or optically cheap but fundamentally flawed.



# RBC Global Dividend Growth Currency Neutral 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.

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MER (%) for RBC Funds, PH&N Funds and BlueBay Funds is based on actual expenses for the half-year period, January 1 to June 30, 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 January 31, 2018.

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