



# RBC Global Energy Fund

## Investment Objective

To provide long-term capital growth by investing primarily in equity securities of companies throughout the world involved directly or indirectly in the exploration, development, production or distribution of energy and energy-related products, or in activities in the energy sector.

## Fund Details

Series	Load Structure	Currency	Fund Code
A	No Load	CAD	RBF462
Adv	Deferred Sales	CAD	RBF864
Adv	Front End	CAD	RBF773
Adv	Low Load	CAD	RBF177

Inception Date	September 1980
Total Fund Assets \$Mil	240.7
Series A NAV \$	40.79
Series A MER %	2.13
Benchmark	MSCI World - Energy (C\$)

Income Distribution	Annually
Capital Gains Distribution	Annually

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

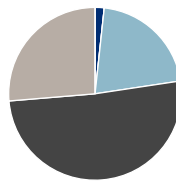
Fund Category	Energy Equity
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Management Company	RBC Global Asset Management Inc.
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Web Site	www.rbcgam.com
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## Portfolio Analysis as of September 30, 2018

### Asset Mix

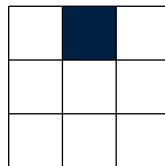


	% Assets
Cash	1.7
Fixed Income	0.0
Canadian Equity	20.9
US Equity	51.0
International Equity	26.3
Other	0.0

### Top 25 Holdings

	% Assets
Royal Dutch Shell PLC Class A	8.6
Chevron Corp	8.2
Total SA	7.7
EOG Resources Inc	7.4
Galp Energia SGPS SA	6.8
ConocoPhillips	6.5
Suncor Energy Inc	5.5
Concho Resources Inc	5.1
Hess Corp	4.5
Anadarko Petroleum Corp	4.1
Parex Resources Inc	3.0
Exxon Mobil Corp	2.6
Tourmaline Oil Corp	2.5
Pioneer Natural Resources Co	2.4
Equinor ASA	2.3
Continental Resources Inc	2.0
Marathon Petroleum Corp	1.9
Phillips 66	1.8
Valero Energy Corp	1.8
Canadian Natural Resources Ltd	1.5
Enbridge Inc	1.4
MEG Energy Corp	1.1
Kelt Exploration Ltd	1.1
Diamondback Energy Inc	1.0
Halliburton Co	1.0
Total % of Top 25 Holdings	91.9
Total Number of Stock Holdings	36
Total Number of Bond Holdings	0
Total Number of Other Holdings	1
<b>Total Number of Holdings</b>	<b>37</b>

### Equity Style



Value Blend Growth

### Equity Statistics

P/B Ratio	2.0
P/E Ratio	16.0
Avg. Mkt Cap. \$B	56.2

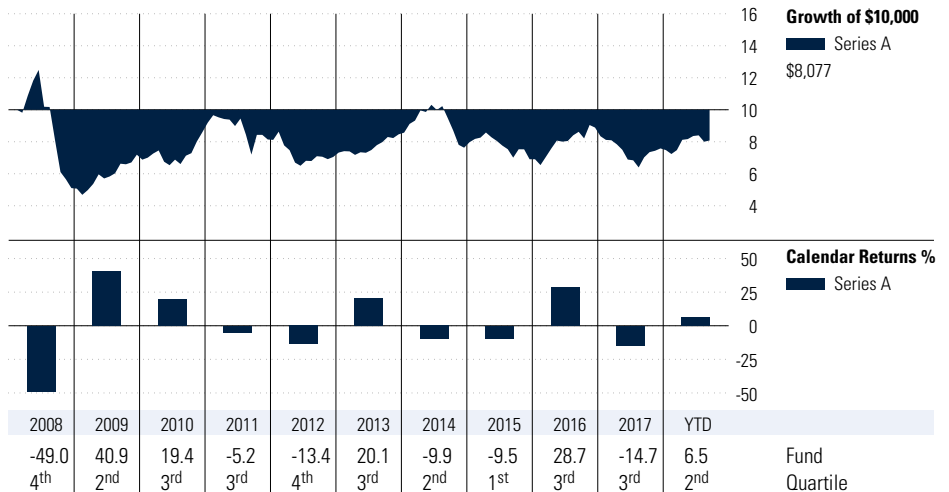
### Top 5 Sectors

	% Equity
Energy	98.3
Materials	1.7
Industrials	0.0
Consumer Discretionary	0.0
Consumer Staples	0.0

### Geographic Allocations

	% Assets
United States	52.0
Canada	21.3
United Kingdom	8.8
France	7.9
Portugal	6.9

## Performance Analysis as of September 30, 2018



1 Mth	3 Mth	6 Mth	1 Yr	3 Yr	5 Yr	10 Yr	Since Incep.	Trailing Return %
1.0	-3.4	8.1	15.1	4.9	0.3	0.0	5.9	Fund
2 <sup>nd</sup>	3 <sup>rd</sup>	3 <sup>rd</sup>	1 <sup>st</sup>	2 <sup>nd</sup>	1 <sup>st</sup>	3 <sup>rd</sup>	—	Quartile
68	68	68	65	59	44	19	—	No. of Funds in Category



# RBC Global Energy Fund

## Management Overview

### Manager Bios

#### Chris Beer

##### RBC Global Asset Management Inc.

Chris Beer is Vice President and Senior Portfolio Manager, Canadian and Global Equities. He has been in the investment industry since 1993.

#### Brahm Spilfogel

##### RBC Global Asset Management Inc.

Brahm Spilfogel is Vice President and Senior Portfolio Manager, Global Equities. He has been in the investment industry since 1991.

### Performance Analysis Cont'd as of September 30, 2018

Distributions (\$)/Unit	YTD*	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
Total Distributions	—	—	—	—	3.29	—	—	5.30	4.45	—	—
Interest	—	—	—	—	—	—	—	—	—	—	—
Dividends	—	—	—	—	—	—	—	—	—	—	—
Capital Gains	—	—	—	—	3.29	—	—	5.30	4.45	—	—
Return Of Capital	—	—	—	—	—	—	—	—	—	—	—

Best/Worst Periods %	Ended	1 Yr	Ended	3 Yr	Ended	5 Yr	Ended	10 Yr
Best	8-2005	88.1	1-2006	44.3	1-2006	29.5	8-2008	20.4
Worst	6-2009	-54.3	1-2009	-20.1	6-2013	-10.2	6-2018	-3.9
Average		9.3		9.4		9.7		10.0
No. of Periods		289		265		241		181
Pct. Positive		65.1		68.3		76.8		79.6

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

### Quarterly Commentary as at September 30, 2018

The global energy sector was relatively flat in Q3 as the price of crude oil was subdued following strong performance in the prior quarter. Quarter-over-quarter, spot West Texas Intermediate (WTI) oil prices declined 1%, trading within the US\$65-75 range, and closing out the period at a healthy US\$73 per barrel. Brent oil prices outperformed, rising 4% to end at \$83 per barrel. Robust consumer demand for crude and petroleum products and strong compliance by OPEC members have meaningfully reduced U.S. and global stockpiles. Natural gas prices rose 4% and continue to hover around the US\$3 per million per British thermal units level.

The Fund's relative performance was negatively impacted by overweight positions in certain Canadian exploration and production companies, including MEG Energy, which suffered as heavy oil spreads widened significantly versus the WTI benchmark, thus reducing its ability to realize high oil prices. Transportation of heavy oil from Canada

into the U.S. is expected to remain a bottleneck for some time. An overweight position in Parex Resources also detracted from performance as an exploration well missed hitting oil and the company put itself up for sale. These losses were partially offset by solid outperformance from overweight positions including Galp Energia, ConocoPhillips and Hess.

We believe that the market still underappreciates numerous risks to supply that could lead to price spikes including continued deterioration of Venezuela's crude output; capacity constraints limiting production growth in the Permian and the U.S. demand for allies to stop importing Iranian oil by November. Even with Saudi Arabia pumping more, supply/demand fundamentals are solid. On the other hand, we see demand destruction from a potential global economic slowdown due to trade tariffs as the greatest risk to the energy markets.



# RBC Global Energy 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, 2018, expressed on an annualized basis.

MER (%) for RBC Corporate Class Funds is based on actual expenses for the full year period, April 1, 2017 to March 31, 2018.

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 September 30, 2018.

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