



# RBC European Dividend Fund

## Investment Objective

To provide long-term total returns consisting of regular dividend income and modest capital growth. The fund invests primarily in common and preferred equity securities of major European companies with above average dividend yields.

## Fund Details

Series	Load Structure	Currency	Fund Code
A	No Load	CAD	RBF471
Adv	Front End	CAD	RBF6471
Adv	Low Load	CAD	RBF031

Inception Date	August 2014
Total Fund Assets \$Mil	153.2
Series A NAV \$	10.29
Series A MER %	2.10
Benchmark	MSCI Europe Total Return Net Index (\$C)

Income Distribution	Quarterly
Capital Gains Distribution	Annually

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

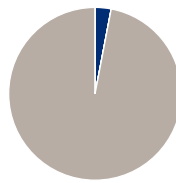
Fund Category	European Equity
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Management Company	RBC Global Asset Management Inc.
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Web Site	www.rbcgam.com
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## Portfolio Analysis as of January 31, 2019

### Asset Mix

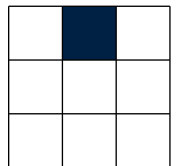


	% Assets
Cash	3.0
Fixed Income	0.0
Canadian Equity	0.0
US Equity	0.0
International Equity	97.0
Other	0.0

### Top 10 Holdings

	% Assets
Roche Holding AG Dividend Right Cert.	4.8
RELX PLC	4.2
Unilever NV DR	4.1
Reckitt Benckiser Group PLC	3.7
Royal Dutch Shell PLC B	3.5
Novartis AG	3.3
Total SA	3.1
ING Groep NV	3.1
Gaztransport et technigaz SA	2.8
Rio Tinto PLC	2.7
Total % of Top 10 Holdings	35.3
Total Number of Stock Holdings	49
Total Number of Bond Holdings	0
Total Number of Other Holdings	1
<b>Total Number of Holdings</b>	<b>50</b>

### Equity Style



### Equity Statistics

P/B Ratio	1.7
P/E Ratio	12.6
Avg. Mkt Cap. \$B	41.2

Value Blend Growth

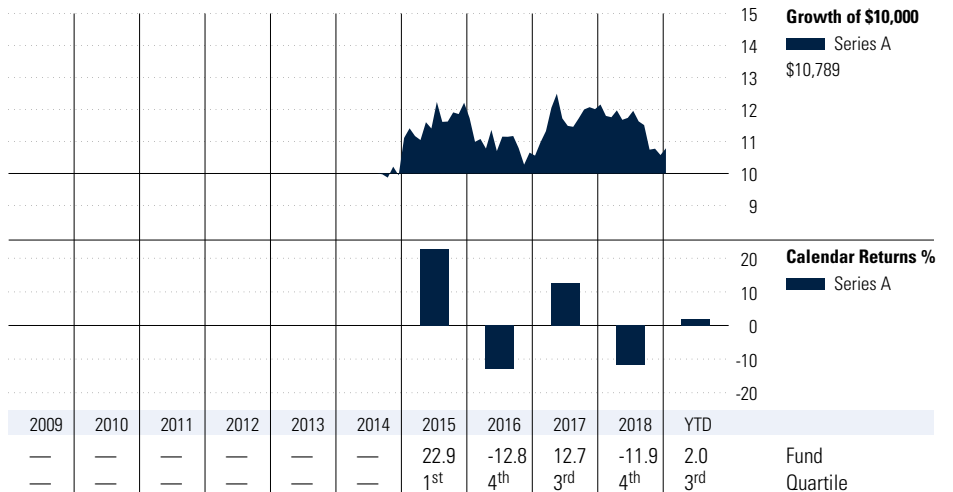
### Top 5 Sectors

	% Equity
Financials	16.2
Health Care	15.2
Industrials	14.6
Consumer Staples	14.6
Energy	11.0

### Geographic Allocations

	% Assets
United Kingdom	38.9
France	14.8
Switzerland	13.1
Netherlands	10.0
Finland	7.5

## 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 %
	2.0	0.4	-9.8	-11.2	-2.8	—	—	2.2	Fund
	3 <sup>rd</sup>	2 <sup>nd</sup>	3 <sup>rd</sup>	3 <sup>rd</sup>	4 <sup>th</sup>	—	—	—	Quartile
	183	181	177	175	131	88	58	—	No. of Funds in Category



# RBC European Dividend Fund

## Management Overview

### Manager Bios

#### James Jamieson

##### RBC Global Asset Management (UK) Limited

James is a Portfolio Manager with the European Equity team of RBC Global Asset Management (UK) Limited. He co-manages both the European Equity strategy and the European Dividend strategy. James began his career with S&W Investment Management in the graduate program in 2008. He ultimately joined RBC Global Asset Management as an Associate Portfolio Manager in January 2014. James graduated from Imperial College in 2008 with a First Class BSc (Hons) degree in Applied Business, holds the Chartered MCSI and is a CFA charterholder.

#### David Lambert

##### RBC Global Asset Management (UK) Limited

David is a Portfolio Manager with the European Equity team of RBC Global Asset Management (UK) Limited. He is part of a veteran team that strives to identify superior investment opportunities while minimizing risks. David began his career with the firm in 1999 as a Quantitative Analyst and became a Portfolio Manager in 2003. He graduated from Loughborough University with a First Class BSc (Hons) degree in Mathematics and is an Associate of the UK Society of Investment Professionals (CFA UK).

### Performance Analysis Cont'd as of January 31, 2019

Distributions (\$)/Unit	YTD*	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Total Distributions	—	0.23	0.21	0.31	0.01	—	—	—	—	—	—
Interest	—	0.23	0.21	0.31	0.01	—	—	—	—	—	—
Dividends	—	—	—	—	—	—	—	—	—	—	—
Capital Gains	—	—	—	—	—	—	—	—	—	—	—
Return Of Capital	—	—	—	—	—	—	—	—	—	—	—

Best/Worst Periods %	Ended	1 Yr	Ended	3 Yr	Ended	5 Yr	Ended	10 Yr
Best	12-2015	22.9	10-2017	6.7	—	—	—	—
Worst	11-2016	-13.3	12-2018	-4.7	—	—	—	—
Average		2.0		1.4		—		—
No. of Periods		42		18		—		—
Pct. Positive		52.4		66.7		—		—

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

### Quarterly Commentary as at December 31, 2018

Global markets suffered their worst quarterly fall in seven years during the quarter although Europe fared better than many other markets. The geopolitical concerns that have dominated for much of the year were joined by signs of a general slowdown in global growth, as well as a reduction in monetary stimulus.

Within Europe, uncertainty over the terms of Brexit continues to weigh on business and consumer confidence. With the deadline imminent, it is no clearer what the outcome of the political machinations within Westminster will be. The standoff between Italy and the European Union appeared to come to a close in December as the Italian government submitted a revised budget, reducing its proposed 2019 budget deficit to 2.04%.

European macroeconomic data continues to decline after the falls seen during the first half of the year, with the composite PMI falling to its

lowest level since November 2014. The slight style rotation seen in the previous quarter has gathered pace, with Health Care and Consumer Staples continuing to outperform as the markets experienced significant volatility.

At a sector level, our position in Healthcare was the standout positive contributor, whereas the position in Financials was an offsetting negative. At the company level, the largest individual contributor was our position in Roche Holding. The second largest contributor was Novartis. The largest detractors were TGS NOPEC Geophysical Co and British American Tobacco.

While we are, as always, cognisant of the wider macro-economic environment, our focus remains on the discipline of long-term investing in companies with strong competitive positions, low capital intensity, sustainable and/or improving profitability.



# RBC European Dividend 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 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.

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