



# 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	152.2
Series A NAV \$	11.20
Series A MER %	2.09
Benchmark	MSCI Europe Total Return Net Index (\$C)

Income Distribution	Quarterly
Capital Gains Distribution	Annually

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

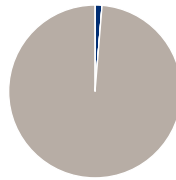
Fund Category	European Equity
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Management Company	RBC Global Asset Management Inc.
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Web Site	www.rbcgam.com
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## Portfolio Analysis as of August 31, 2017

### Asset Mix

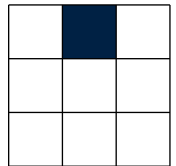


	% Assets
Cash	1.3
Fixed Income	0.0
Canadian Equity	0.0
US Equity	0.0
International Equity	98.7
Other	0.0

### Top 10 Holdings

	% Assets
Roche Holding AG Dividend Right Cert.	4.6
Unilever NV DR	4.5
RELX NV	3.9
British American Tobacco PLC	3.8
Novartis AG	3.6
Nordea Bank AB	3.4
ING Groep NV	3.2
Banca Generali	2.6
Rubis	2.6
Reckitt Benckiser Group PLC	2.5
Total % of Top 10 Holdings	34.7
Total Number of Stock Holdings	47
Total Number of Bond Holdings	0
Total Number of Other Holdings	1
<b>Total Number of Holdings</b>	<b>48</b>

### Equity Style



Value Blend Growth

### Equity Statistics

P/B Ratio	3.1
P/E Ratio	15.1
Avg. Mkt Cap. \$B	38.2

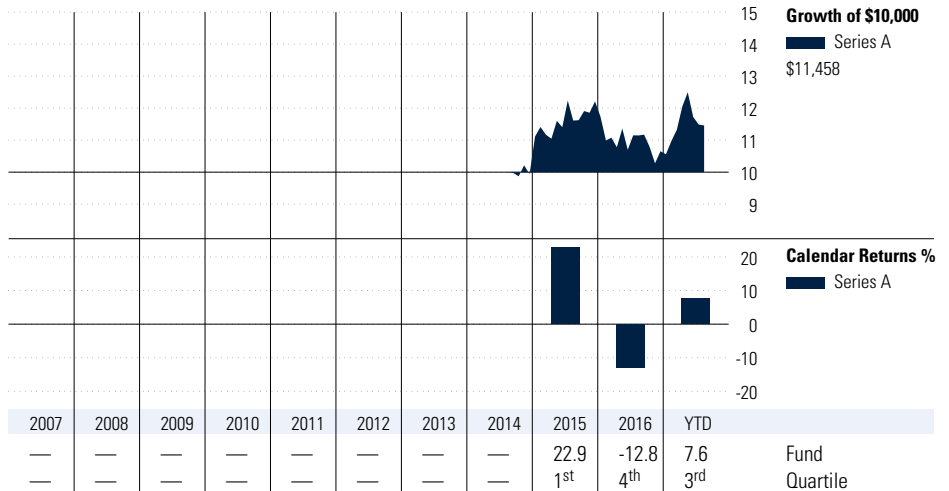
### Top 5 Sectors

	% Equity
Financials	21.6
Industrials	15.0
Consumer Staples	13.8
Health Care	12.6
Consumer Discretionary	10.3

### Geographic Allocations

	% Assets
United Kingdom	37.0
Netherlands	12.5
Switzerland	11.2
Sweden	9.0
Germany	7.2

## Performance Analysis as of August 31, 2017



	1 Mth	3 Mth	6 Mth	1 Yr	3 Yr	5 Yr	10 Yr	Since Incep.	Trailing Return %
	-0.3	-8.3	4.4	2.8	4.6	—	—	5.3	Fund
	3 <sup>rd</sup>	4 <sup>th</sup>	4 <sup>th</sup>	4 <sup>th</sup>	4 <sup>th</sup>	—	—	—	Quartile
	176	176	171	148	107	77	51	—	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.

#### Dominic Wallington

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

Dominic has worked in the investment industry since 1991 and has been a portfolio manager since 1993. Prior to joining RBC Global Asset Management (UK) Limited, he worked for Invesco Perpetual. Between 2002 and July 2007, Dominic ran several Continental European equity funds for individual investors and institutions. He has a Masters in Finance and Investment from the University of Exeter. Dominic also holds the Securities Institute Diploma and is a Fellow of the Securities Institute.

### Performance Analysis Cont'd as of August 31, 2017

Distributions (\$)/Unit	YTD*	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
Total Distributions	0.16	0.31	0.01	—	—	—	—	—	—	—	—
Interest	0.16	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	8-2017	4.6	—	—	—	—
Worst	11-2016	-13.3	8-2017	4.6	—	—	—	—
Average		2.4		4.6				
No. of Periods		25		1				
Pct. Positive		48.0		100.0				

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

### Quarterly Commentary as at June 30, 2017

European equities delivered positive returns during Q2 although these were muted by a negative June. One interpretation of June's market movement is that it is the beginning of the second wave of a value rally and, as such, the quality/growth styles will be retreating versus more value/cyclical names. The other is that the dip in the last week of June was a sympathy move with bond markets. The economic backdrop in the Eurozone, nevertheless, remains robust with sentiment nearly back at 2007 peak levels and GDP growth on the rise. In contrast, economic figures reported from the UK showed a potential slowdown as the manufacturing, services and construction sub-sectors stalled due to increasing business uncertainty.

Security selection was the main driver of performance as asset allocation was a small positive. From an asset allocation perspective, the largest contributor to performance was our underweight position in Materials. The underweight position in Financials was the biggest

detractor as the sector was positive over the quarter.

At the security selection level, our holdings in the Utilities and Materials sectors contributed the most to relative performance. The largest contributor was our overweight position in French oil giant, Rubis. The second largest contributor was British-Dutch provider of information and analytics, RELX. The largest detractor was stock selection within the Consumer Staples and Consumer Discretionary sectors. The most significant detractor was British multinational tobacco company, Imperial Brands.

While we are, as always, cognizant of the wider macro 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 and the right management strategy and governance structures.



# 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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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](http://www.sedar.com).

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 full-year period, April 1, 2016 to March 31, 2017, expressed on an annualized basis.

Adjusted MER is provided for funds with management fee changes effective June 30, 2016. The Adjusted MER represents what the reported MER would have been had management fee changes been in effect throughout 2016.

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 August 31, 2017.

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