



RBC U.S. Equity Value Fund

Investment Objective

To provide long-term capital growth. The fund invests primarily in equity securities of U.S. companies that are attractively valued relative to their peers, their own valuation history and the broader stock market while also offering long-term opportunities for growth.

Fund Details

Series	Load Structure	Currency	Fund Code
A	No Load	CAD	RBF473
A	No Load	USD	RBF474
Adv	Front End	CAD	RBF6733
Adv	Low Load	CAD	RBF4073
Adv	Front End	USD	RBF6734
Adv	Low Load	USD	RBF4074

Inception Date	March 2014
Total Fund Assets \$Mil	52.9
Series A NAV \$	15.85
Series A MER %	1.87
Benchmark	S&P 500 Total Return Index (C\$)

Income Distribution	Annually
Capital Gains Distribution	Annually

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

Fund Category	US Equity
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Management Company	RBC Global Asset Management Inc.
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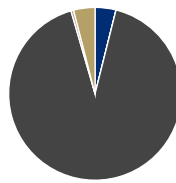
Web Site	www.rbcgam.com
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Notes

Performance Analysis is in CAD and for CAD series A fund (RBF473).

Portfolio Analysis as of September 30, 2018

Asset Mix

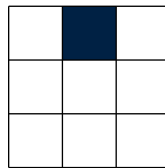


	% Assets
Cash	3.9
Fixed Income	0.0
Canadian Equity	0.0
US Equity	91.5
International Equity	0.5
Other	4.0

Top 25 Holdings

	% Assets
Apple Inc	4.7
Microsoft Corp	3.9
Alphabet Inc A	3.5
JPMorgan Chase & Co	2.2
Facebook Inc A	2.0
Johnson & Johnson	1.9
UnitedHealth Group Inc	1.8
Pfizer Inc	1.7
Berkshire Hathaway Inc B	1.7
Bank of America Corporation	1.7
Chevron Corp	1.4
Boeing Co	1.4
Intel Corp	1.2
Lowe's Companies Inc	1.1
United Technologies Corp	1.1
Walmart Inc	1.1
ConocoPhillips	1.1
Exxon Mobil Corp	1.0
Medtronic PLC	1.0
The Home Depot Inc	1.0
McDonald's Corp	1.0
Walt Disney Co	1.0
Procter & Gamble Co	1.0
Union Pacific Corp	1.0
Wells Fargo & Co	1.0
Total % of Top 25 Holdings	41.5
Total Number of Stock Holdings	141
Total Number of Bond Holdings	0
Total Number of Other Holdings	2
Total Number of Holdings	143

Equity Style



Value Blend Growth

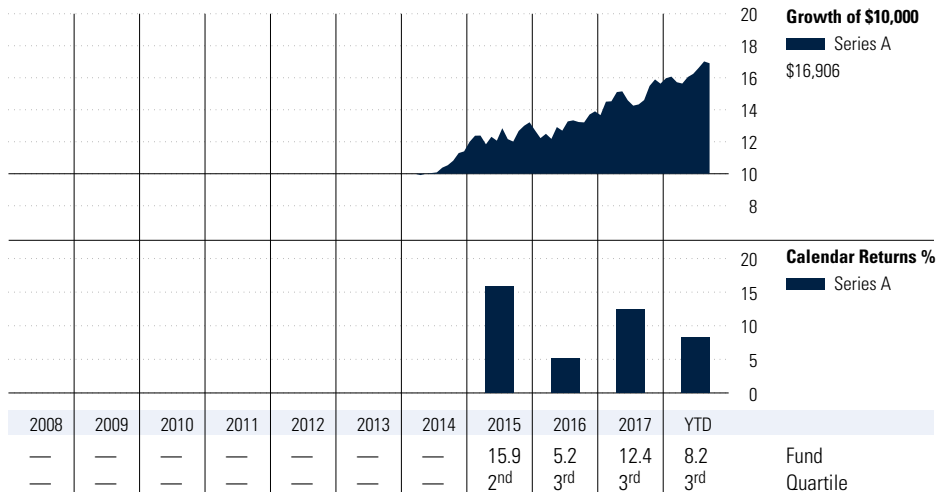
Equity Statistics

P/B Ratio	2.9
P/E Ratio	17.3
Avg. Mkt Cap. \$B	166.6

Global Equity Sectors

	% Equity
Information Technology	20.1
Financials	15.4
Health Care	13.6
Industrials	10.4
Communication Services	10.2
Consumer Discretionary	8.2
Energy	7.7
Consumer Staples	7.6
Materials	2.6
Real Estate	2.2
Utilities	2.0
Unclassified	0.0

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 %
-0.7	4.1	7.5	15.8	12.1	—	—	11.9	Fund
	3 rd	4 th	3 rd	3 rd	—	—	—	Quartile
1459	1424	1403	1371	939	649	266	—	No. of Funds in Category



RBC U.S. Equity Value Fund

Management Overview

Manager Bios

Stuart Kedwell

RBC Global Asset Management Inc.

Stu leads the North American Equity team and is a member of the RBC GAM Investment Strategy Committee, which is responsible for establishing the firm-wide global asset mix for mutual funds and for institutional and high net worth private clients. Stu began his career in 1996 with RBC Dominion Securities in the firm's Generalist program, a two-year internship in which participants rotate through different areas of the firm. In 1998, he joined the RBC Investments Portfolio Advisory Group, which provides investment ideas and recommendations to RBC DS Investment Advisors.

Doug Raymond

RBC Global Asset Management Inc.

Doug Raymond is Senior Vice President and Co-Head, North American Equities. He has been in the investment industry since 1985.

Performance Analysis Cont'd as of September 30, 2018

Distributions (\$)/Unit	YTD*	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
Total Distributions	—	—	—	0.64	0.03	—	—	—	—	—	—
Interest	—	—	—	0.00	—	—	—	—	—	—	—
Dividends	—	—	—	—	—	—	—	—	—	—	—
Capital Gains	—	—	—	0.64	0.03	—	—	—	—	—	—
Return Of Capital	—	—	—	—	—	—	—	—	—	—	—

Best/Worst Periods %	Ended	1 Yr	Ended	3 Yr	Ended	5 Yr	Ended	10 Yr
Best	7-2015	27.4	4-2017	15.1	—	—	—	—
Worst	2-2016	-1.2	3-2018	8.3	—	—	—	—
Average		12.3		11.5		—		—
No. of Periods		43		19		—		—
Pct. Positive		97.7		100.0		—		—

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

Quarterly Commentary as at September 30, 2018

U.S. equity markets generally outperformed the rest of the world again in the third quarter. The U.S. recorded impressive gains with soaring business and consumer confidence and corporate profit growth fueling the ascent.

Bolstered by large-scale tax cuts and increased government spending, the U.S. economy has accelerated to its fastest growth rate in four years. We continue to believe that the speed limit for developed-world growth has increased since the global financial crisis as confidence among businesses and consumers has been restored.

Security selection and asset allocation were mild detractors in Q3, however overweight positions in Eli Lilly and Pfizer were both positive contributors. As the traditionally low-beta Consumer Staples sector is disrupted by Amazon, consumer trends in grocery and interest rate pressures, some investor

dollars are moving towards large-cap pharmaceutical names for stability. Mohawk Industries, the largest player in global flooring, was a detractor for the portfolio. Mohawk has had larger than expected headwinds this year, but appear to be well positioned when these headwinds begin to subside. Facebook was also a detractor, as the stock has come under pressure due to privacy concerns.

Our analysis of a variety of scenarios suggests that stocks can deliver decent upside with reasonable assumptions, as long as earnings continue to come through as analysts expect. We recognize, however, that given the late stage in the business cycle and the fact that valuations are above equilibrium, earnings growth is now critical to sustaining the bull market in stocks.



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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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