



RBC Japanese Equity Fund

Investment Objective

To provide long-term capital growth. The fund invests primarily in equity securities of Japanese companies.

Fund Details

Series	Load Structure	Currency	Fund Code
A	No Load	CAD	RBF476
Adv	Front End	CAD	RBF6736
Adv	Low Load	CAD	RBF4076

Inception Date	March 2014
Total Fund Assets \$Mil	1,323.1
Series A NAV \$	13.67
Series A MER %	2.21
Benchmark	MSCI Japan Total Return Net Index (C\$)

Income Distribution	Annually
Capital Gains Distribution	Annually

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

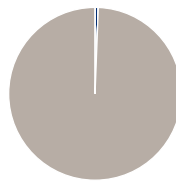
Fund Category	Geographic Equity
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Management Company	RBC Global Asset Management Inc.
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Web Site	www.rbcgam.com
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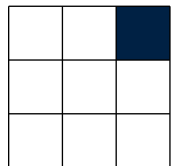
Portfolio Analysis as of September 30, 2018

Asset Mix



	% Assets
Cash	0.6
Fixed Income	0.0
Canadian Equity	0.0
US Equity	0.0
International Equity	99.4
Other	0.0

Equity Style



Value Blend Growth

Equity Statistics

P/B Ratio	1.8
P/E Ratio	16.5
Avg. Mkt Cap. \$B	20.2

Top 5 Sectors

	% Equity
Consumer Discretionary	21.1
Industrials	15.4
Communication Services	14.7
Financials	13.0
Health Care	12.6

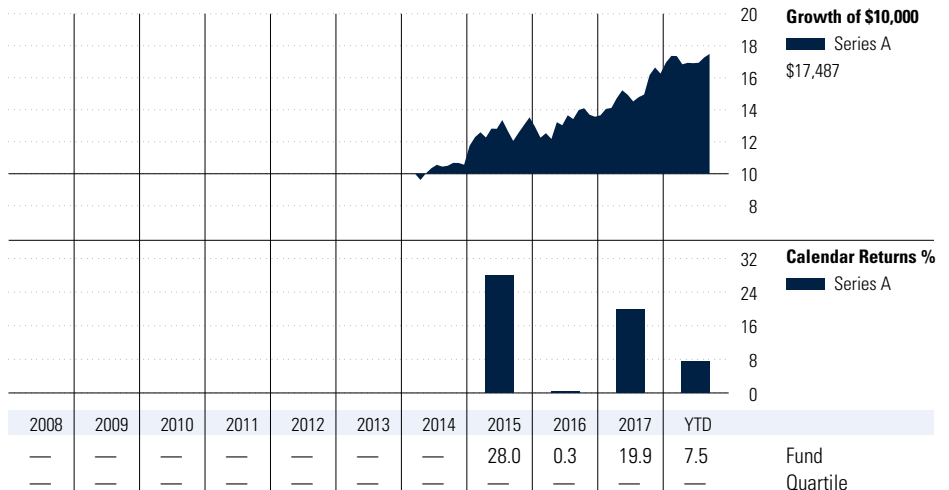
Geographic Allocations

	% Assets
Japan	99.6
China	0.4

Top 25 Holdings

	% Assets
SoftBank Group Corp	7.5
Mitsubishi Corp	3.5
Mitsubishi UFJ Financial Group Inc	3.2
Sumitomo Mitsui Financial Group Inc	3.1
Mizuho Financial Group Inc	3.1
Suzuki Motor Corp	2.9
PeptiDream Inc	2.8
Sony Corp	2.7
Bridgestone Corp	2.3
Daiichi Sankyo Co Ltd	2.1
Zozo Inc	2.1
Recruit Holdings Co Ltd	2.0
SanBio Co Ltd	2.0
Asahi Group Holdings Ltd	1.9
Toyota Motor Corp	1.9
Keyence Corp	1.7
MISUMI Group Inc	1.7
Nitori Holdings Co Ltd	1.7
JXTG Holdings Inc	1.6
Yahoo Japan Corp	1.6
SMC Corp	1.6
Showa Denko KK	1.6
Nippon Telegraph & Telephone Corp	1.5
Trend Micro Inc	1.5
CyberAgent Inc	1.5
Total % of Top 25 Holdings	59.1
Total Number of Stock Holdings	70
Total Number of Bond Holdings	0
Total Number of Other Holdings	1
Total Number of Holdings	71

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 %
	1.3	3.4	0.8	17.0	13.2	—	—	12.2	Fund
	—	—	—	—	—	—	—	—	Quartile
	41	41	39	39	21	17	11	—	No. of Funds in Category



RBC Japanese Equity Fund

Management Overview

Manager Bios

Tomonori Kaneko

RBC Investment Management (Asia) Limited

Tomonori Kaneko is Portfolio Manager, Japanese Equities. He has worked in the RBC investment industry since 2003. Prior to joining RBC, he was a junior portfolio manager for Marshall Wace GaveKal Japan equity focused strategies and senior analyst at Perry Capital.

Mr. Kaneko spent his early career in distressed debt investment at Lone Star Group. Tomonori holds a Bachelor of Science in Bioengineering from the University of California, Berkeley, and a Master's degree in Bioscience from the University of Tokyo.

Performance Analysis Cont'd as of September 30, 2018

Distributions (\$)/Unit	YTD*	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
Total Distributions	—	0.36	1.04	0.90	0.20	—	—	—	—	—	—
Interest	—	—	—	—	—	—	—	—	—	—	—
Dividends	—	—	—	—	—	—	—	—	—	—	—
Capital Gains	—	0.36	1.04	0.90	0.20	—	—	—	—	—	—
Return Of Capital	—	—	—	—	—	—	—	—	—	—	—

Best/Worst Periods %	Ended	1 Yr	Ended	3 Yr	Ended	5 Yr	Ended	10 Yr
Best	12-2015	28.0	11-2017	16.0	—	—	—	—
Worst	4-2016	-0.7	7-2018	8.2	—	—	—	—
Average		14.3		12.5				
No. of Periods		43		19				
Pct. Positive		93.0		100.0				

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

Quarterly Commentary as at September 30, 2018

Stock selection in the Information Technology and Consumer Discretionary sectors were the leading contributors to Fund's performance during Q3. The top absolute contributor was Softbank Group, the largest telecom provider in Japan. Positive earnings revisions was the primary driver for the share outperformance of the conglomerate, which holds major stakes in various listed assets such as T-Mobile and Alibaba Group. Elsewhere, our position in online clothing retailer Zozo Inc. detracted from performance as operating profits missed market expectations due to rising shipping costs as well as expenses incurred with the ramp-up of its private brand business. Across sectors, our underweight allocation to Real Estate and overweight in Consumer sectors both added to fund performance.

Economic growth should rebound strongly in Q4

following extreme weather and natural disaster-induced disruptions seen in the past three-month period. The underlying fundamentals of the Japanese economy remain sound as confidence amongst small businesses and the consumers have held up well. Despite escalating global trade frictions, corporate Japan are displaying strong willingness to spend on capital expenditures on the back of upward revisions in sales and profit projections for the current fiscal year.

The Bank of Japan remains dedicated to promote inflation which remains at stubbornly low levels. We expect the central bank to keep monetary policies steady while maintaining an upbeat view on the economic outlook. Meanwhile, we continue to pay attention to corporate governance and the payout policies of Japanese companies.



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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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