



# RBC Global Equity Fund

## Investment Objective

To provide long-term capital growth. The fund invests primarily in equity securities of a diversified mix of companies operating in various countries around the world across a range of sectors.

## Fund Details

Series	Load Structure	Currency	Fund Code
A	No Load	CAD	RBF477
A	No Load	USD	RBF412
Adv	Front End	CAD	RBF6737
Adv	Low Load	CAD	RBF4077
Adv	Low Load	USD	RBF4412
T5	No Load	CAD	RBF5477

Inception Date	March 2014
Total Fund Assets \$Mil	962.7
Series A NAV \$	17.09
Series A MER %	2.05
Benchmark	MSCI World Total Return Net Index (C\$)

Income Distribution	Annually
Capital Gains Distribution	Annually

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

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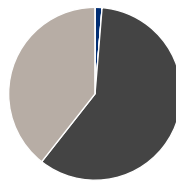
Web Site	www.rbcgam.com
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## Notes

Performance Analysis is in CAD and for CAD series A fund (RBF477).

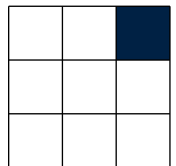
## Portfolio Analysis as of September 30, 2018

### Asset Mix



	% Assets
Cash	1.3
Fixed Income	0.0
Canadian Equity	0.0
US Equity	59.3
International Equity	39.4
Other	0.0

### Equity Style



Value Blend Growth

### Equity Statistics

P/B Ratio	3.3
P/E Ratio	21.0
Avg. Mkt Cap. \$B	89.0

### Top 5 Sectors

	% Equity
Financials	20.6
Consumer Discretionary	14.8
Health Care	14.2
Industrials	13.0
Information Technology	11.6

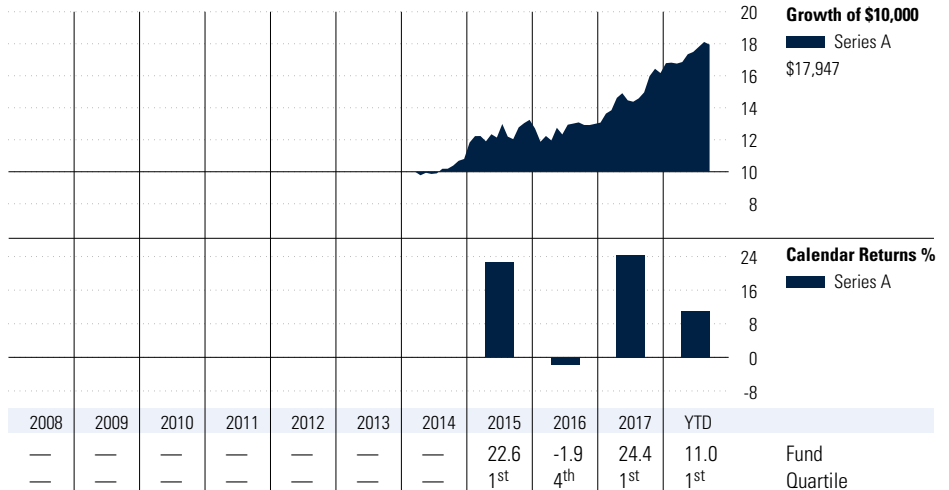
### Geographic Allocations

	% Assets
United States	60.1
United Kingdom	8.0
Japan	5.1
Switzerland	4.7
Netherlands	3.3

### Top 25 Holdings

	% Assets
Amazon.com Inc	4.4
Microsoft Corp	4.3
UnitedHealth Group Inc	4.3
TJX Companies Inc	4.2
EOG Resources Inc	4.2
Fortive Corp	3.7
Danaher Corp	3.5
Gartner Inc A	3.4
Alphabet Inc A	3.3
The Estee Lauder Companies Inc Class A	3.2
Taiwan Semiconductor Manufacturing ADR	3.2
Roche Holding AG Dividend Right Cert.	3.2
Blackstone Group LP	3.0
Deutsche Post AG	2.9
SVB Financial Group	2.6
First Republic Bank	2.6
AIA Group Ltd	2.4
Nidec Corp	2.4
Unilever NV DR	2.4
InterContinental Hotels Group PLC	2.1
Croda International PLC	2.1
Anheuser-Busch InBev SA/NV	1.9
Mohawk Industries Inc	1.8
Naspers Ltd Class N	1.6
MarketAxess Holdings Inc	1.5
<b>Total % of Top 25 Holdings</b>	<b>73.9</b>
<b>Total Number of Stock Holdings</b>	<b>50</b>
<b>Total Number of Bond Holdings</b>	<b>0</b>
<b>Total Number of Other Holdings</b>	<b>1</b>
<b>Total Number of Holdings</b>	<b>51</b>

## 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 %
	-0.9	2.6	7.1	20.0	14.2	—	—	13.4	Fund
	3 <sup>rd</sup>	2 <sup>nd</sup>	1 <sup>st</sup>	1 <sup>st</sup>	1 <sup>st</sup>	—	—	—	Quartile
	1934	1877	1746	1624	1098	830	434	—	No. of Funds in Category



# RBC Global Equity Fund

## Management Overview

### Manager Bios

#### Habib Subjally

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

Habib has served as Head of Global Equities and leader of this team since 2006. Prior to that, he held positions at Head of Global Equities with First State Investments, April 2006 to March 2014, Credit Suisse (Head of Small & Mid Cap Research), Invesco (Head of Global Equities), Merrill Lynch Investment Managers (Head of North American and Global Equities Research, and Manager, Mercury Global Titans Fund) and Ernst & Young. Habib holds a BSc (Hons) from the London School of Economics and the Chartered Accountant and ASIP designations.

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

Distributions (\$)/Unit	YTD*	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
Total Distributions	—	0.46	—	0.12	—	—	—	—	—	—	—
Interest	—	—	—	0.00	—	—	—	—	—	—	—
Dividends	—	—	—	—	—	—	—	—	—	—	—
Capital Gains	—	0.46	—	0.12	—	—	—	—	—	—	—
Return Of Capital	—	—	—	—	—	—	—	—	—	—	—

Best/Worst Periods %	Ended	1 Yr	Ended	3 Yr	Ended	5 Yr	Ended	10 Yr
Best	7-2015	31.2	10-2017	15.4	—	—	—	—
Worst	2-2016	-2.9	3-2018	11.1	—	—	—	—
Average		15.0		13.2		—		—
No. of Periods		43		19		—		—
Pct. Positive		90.7		100.0		—		—

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

### Quarterly Commentary as at September 30, 2018

Our holding in U.S. discount retailer TJX was the biggest contributor to relative returns during Q3. The stock performed well on the back of strong numbers allied to high quality merchandise and execution in a generally buoyant retail environment. Taiwanese semi-conductor manufacturer TSMC appreciated after predictions for strong high-end smartphone sales in to the second half of the year. Additionally, TSMC's only major competitor in next generation 7 nanometer wafers, GlobalFoundries, said it was exiting this market segment.

Our holding in U.S. manufacturer of carpet and floor coverings, Mohawk, was the biggest detractor from relative returns during Q3 as it posted disappointing Q2 numbers, citing increased commodity, transport and labour costs. Anglo-Irish gaming company Paddy Power Betfair also detracted due to some weak performance in the second half of the quarter after euphoria over legislative change in the U.S. market receded somewhat. Reduced guidance from the company near term also did little to support the share price.

In aggregate global equities delivered strong total returns in Q3. The headline story has been the impressive performance of the U.S. market whilst other markets have lagged or indeed retreated as the U.S. has seemingly advanced inexorably. The U.S. has been bolstered by strong earnings upgrades, a strong dollar on the back of rising interest rates, and the beneficial impact of tax cuts at corporate and individual level. Europe continues to suffer from Brexit-driven uncertainty in the UK and inconclusive election results in Italy, Germany and Sweden; Japan has also been hit by the U.S./China trade tensions and weather-related issues; and emerging markets have entered bear territory.

As always the team remains committed to the discovery of companies that we deem to be future success stories. We are constantly searching for compelling long-term opportunities at the right valuations whilst avoiding those businesses that are overvalued or optically cheap but fundamentally flawed.



# RBC Global Equity 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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