



RBC Emerging Markets Small-Cap Equity Fund

Investment Objective

To provide long-term total capital growth. The fund invests primarily in equity securities of small-cap companies located or active in emerging markets.

Fund Details

Series	Load Structure	Currency	Fund Code
A	No Load	CAD	RBF485
Adv	Deferred Sales	CAD	RBF885
Adv	Front End	CAD	RBF715
Adv	Low Load	CAD	RBF085

Inception Date	August 2013
Total Fund Assets \$Mil	575.4
Series A NAV \$	13.33
Series A MER %	2.20
Benchmark	MSCI Emerging Markets Small-Cap Total Return Net Index (\$C)

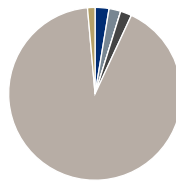
Income Distribution	Annually
Capital Gains Distribution	Annually

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

Fund Category	Emerging Markets Equity
Management Company	RBC Global Asset Management Inc.
Web Site	www.rbcgam.com

Portfolio Analysis as of January 31, 2019

Asset Mix

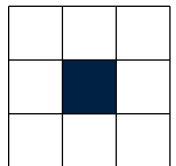


	% Assets
Cash	2.6
Fixed Income	2.2
Canadian Equity	0.0
US Equity	2.1
International Equity	91.7
Other	1.4

Top 10 Holdings

	% Assets
Cyient Ltd	4.2
Century Pacific Food Inc	4.1
AVI Ltd	4.1
Inversiones La Construccion SA	3.3
Duratex SA	3.3
Marico Ltd	3.2
Bajaj Holdings and Investment Ltd	3.0
Delta Electronics (Thailand) PCL	2.8
Jse Ltd	2.5
Vitasoy International Holdings Ltd	2.5
Total % of Top 10 Holdings	32.9
Total Number of Stock Holdings	53
Total Number of Bond Holdings	1
Total Number of Other Holdings	3
Total Number of Holdings	57

Equity Style



Value Blend Growth

Equity Statistics

P/B Ratio	1.7
P/E Ratio	14.0
Avg. Mkt Cap. \$B	1.9

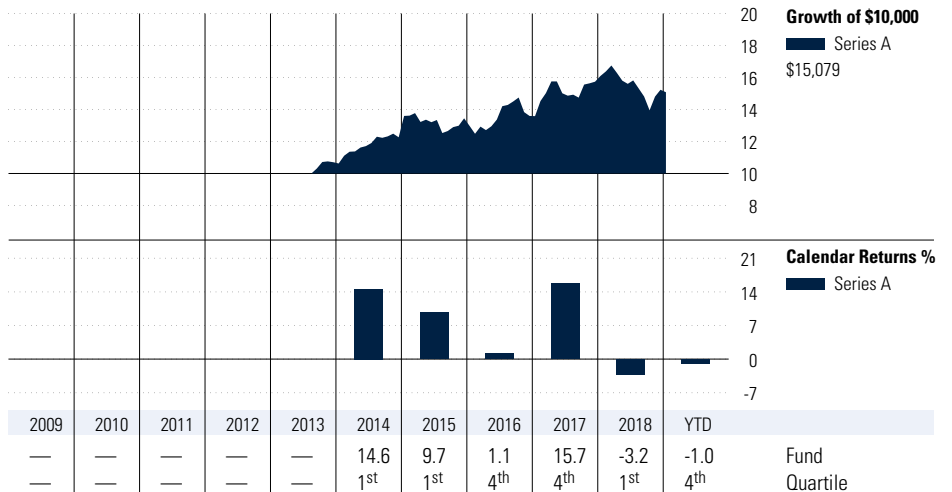
Top 5 Sectors

	% Equity
Financials	25.9
Consumer Staples	21.0
Information Technology	17.1
Consumer Discretionary	12.5
Materials	8.8

Geographic Allocations

	% Assets
India	16.7
Taiwan	10.5
China	8.8
Brazil	8.6
Chile	7.7

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 %
Fund	-1.0	8.1	-4.7	-6.3	5.1	7.3	—	6.7	Fund
Quartile	4th	4th	4th	2nd	4th	2nd	—	—	Quartile
No. of Funds in Category	278	272	256	237	162	126	56	—	No. of Funds in Category



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Management Overview

Manager Bios

Philippe Langham

RBC Global Asset Management (UK) Limited

Philippe is Head of Emerging Markets Equities & Senior Portfolio Manager. He has worked in the investment industry since 1992 and joined the firm in 2009 to establish and lead the team that manages the emerging markets equity strategies. Prior to RBC, Philippe was Head of Global Emerging Markets with Société Générale Asset Management S.A. Philippe holds a Bachelor's degree in Economics from the University of Manchester and is a qualified Chartered Accountant.

Performance Analysis Cont'd as of January 31, 2019

Distributions (\$)/Unit	YTD*	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Total Distributions	—	0.25	0.20	0.09	0.25	0.10	—	—	—	—	—
Interest	—	0.04	0.11	—	—	—	—	—	—	—	—
Dividends	—	—	—	—	—	—	—	—	—	—	—
Capital Gains	—	0.21	0.09	0.09	0.25	0.10	—	—	—	—	—
Return Of Capital	—	—	—	—	—	—	—	—	—	—	—

Best/Worst Periods %	Ended	1 Yr	Ended	3 Yr	Ended	5 Yr	Ended	10 Yr
Best	1-2015	28.0	8-2016	12.6	8-2018	8.9	—	—
Worst	10-2018	-10.3	10-2018	2.6	10-2018	5.4	—	—
Average		8.3		7.7		7.2		—
No. of Periods		54		30		6		—
Pct. Positive		83.3		100.0		100.0		—

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

Quarterly Commentary as at December 31, 2018

Emerging Market equities fell by -7.5% in the fourth quarter of 2018. Brazil was the top performing EM country. After several months of uncertainty leading up to its presidential elections, Brazil's equity markets rallied following the news that market-friendly, pro-reformist candidate Bolsonaro had been elected. Indonesia and India equity markets posted a recovery as both markets benefitted from stronger currencies and weak oil prices.

Mexico has been a poor performer due to concerns about the new president's use of popular polls to determine policy issues, however the market did rebound somewhat in December. The China/U.S. trade dispute has also been in the spotlight this quarter following the announcement of a truce at December's G20 summit.

Both stock selection and top-down country and sector positioning contributed positively to relative returns during the quarter while at the sector level, stock selection was especially strong in Consumer Staples, Materials and Industrials. An underweight position to the Utilities sector offset some of the gains. At the country level, relative performance

was bolstered by strong stock selection in Thailand and Taiwan. An underweight position to South Korea also added to returns.

The biggest contributor to relative returns during the quarter was Brazilian materials company Duratex whose share price rose alongside a broader rally in Brazil following October's elections. Our other Brazilian holdings which contributed the most to relative returns were cosmetics company Natura Cosmeticos and footwear producer Grendene, both of whom saw their share prices benefit from the market confidence following the election result.

The biggest detractor from relative returns in the quarter was our holding in Korean machine testing equipment manufacturer Koh Young Technology as the company's share price corrected after strong performance in 2018. Positions in global luggage retailer Samsonite and Chinese fertiliser and chemical manufacturer China BlueChemical also detracted as their share prices weakened on the back of China macro concerns and unfavourable pricing dynamics.



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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 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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