



RBC Canadian Small & Mid-Cap Resources Fund

Investment Objective

The fund invests primarily in small- and mid-cap equity securities of companies listed on an exchange in Canada within the Energy and Materials sector. The fund may invest no more than 10% of its assets in foreign securities.

Fund Details

Series	Load Structure	Currency	Fund Code
A	No Load	CAD	RBF527

Inception Date	February 2015
Total Fund Assets \$Mil	308.5
Series A NAV \$	7.76
Series A MER %	2.02
Benchmark	S&P/TSX SmallCap Index (CAD)

Income Distribution	Annually
Capital Gains Distribution	Annually

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

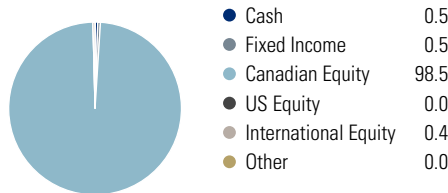
Fund Category	Natural Resources Equity
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Management Company	RBC Global Asset Management Inc.
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Web Site	www.rbcgam.com
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Portfolio Analysis as of October 31, 2017

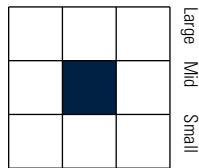
Asset Mix



Top 10 Holdings

Company	% Assets
Lundin Mining Corp	6.6
Methanex Corp	5.8
West Fraser Timber Co.Ltd	5.7
Vermilion Energy Inc	5.1
Seven Generations Energy Ltd	5.0
Parex Resources Inc	5.0
Enerplus Corp	4.7
PrairieSky Royalty Ltd	4.4
Whitecap Resources Inc	4.1
Trican Well Service Ltd	3.6
Total % of Top 10 Holdings	49.9
Total Number of Stock Holdings	39
Total Number of Bond Holdings	1
Total Number of Other Holdings	1
Total Number of Holdings	41

Equity Style



Value Blend Growth

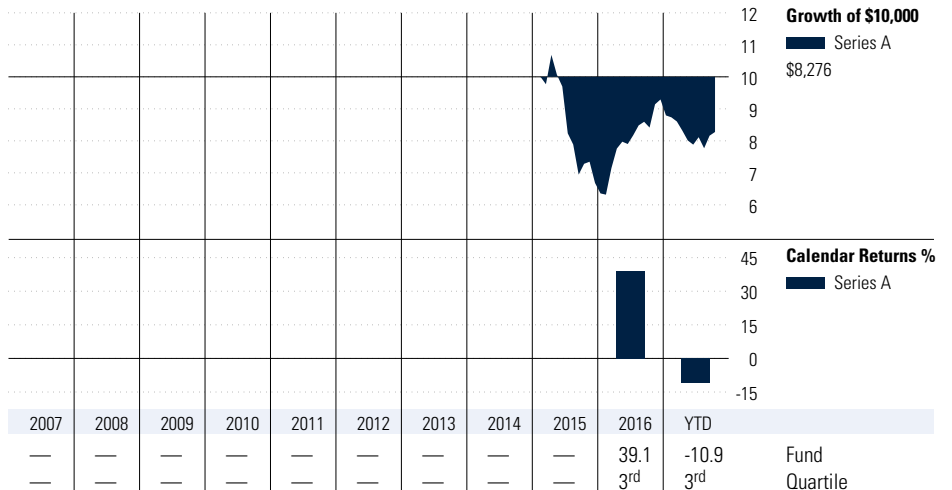
Equity Statistics

P/B Ratio	1.9
P/E Ratio	16.4
Avg. Mkt Cap. \$B	3.1

Global Equity Sectors

Sector	% Equity
Energy	57.2
Materials	42.8
Industrials	0.0
Consumer Discretionary	0.0
Consumer Staples	0.0
Health Care	0.0
Financials	0.0
Information Technology	0.0
Telecommunication Services	0.0
Utilities	0.0
Real Estate	0.0
Unclassified	0.0

Performance Analysis as of October 31, 2017



Period	1 Mth	3 Mth	6 Mth	1 Yr	3 Yr	5 Yr	10 Yr	Since Incep.	Trailing Return %
Return	1.4	2.0	-0.5	-1.6	—	—	—	-8.6	Fund
Ranking	3 rd	4 th	3 rd	2 nd	—	—	—	—	Quartile
No. of Funds	142	142	142	140	108	93	57	—	No. of Funds in Category



RBC Canadian Small & Mid-Cap Resources Fund

Management Overview

Manager Bios

Chris Beer

RBC Global Asset Management Inc.

Chris Beer is Vice President and Senior Portfolio Manager, Canadian and Global Equities. He has been in the investment industry since 1993.

Brahm Spilfogel

RBC Global Asset Management Inc.

Brahm Spilfogel is Vice President and Senior Portfolio Manager, Global Equities. He has been in the investment industry since 1991.

Performance Analysis Cont'd as of October 31, 2017

Distributions (\$)/Unit	YTD*	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
Total Distributions	—	—	0.07	—	—	—	—	—	—	—	—
Interest	—	—	0.00	—	—	—	—	—	—	—	—
Dividends	—	—	0.06	—	—	—	—	—	—	—	—
Capital Gains	—	—	—	—	—	—	—	—	—	—	—
Return Of Capital	—	—	—	—	—	—	—	—	—	—	—

Best/Worst Periods %	Ended	1 Yr	Ended	3 Yr	Ended	5 Yr	Ended	10 Yr
Best	12-2016	39.1	—	—	—	—	—	—
Worst	2-2016	-36.8	—	—	—	—	—	—
Average		3.2		—		—		—
No. of Periods		21		—		—		—
Pct. Positive		47.6		—		—		—

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

Quarterly Commentary as at September 30, 2017

Crude oil prices rose to the US\$50 level after a challenging Q2 and North American natural gas prices remained stable. However, the outlook for Canadian natural gas prices became increasingly uncertain as infrastructure bottlenecks and rising production forecasts drove future prices lower, which was reflected in Fund holding Birchcliff, negatively impacting performance. However, this was somewhat offset by our underweight positions in gas producers, Tourmaline Oil Corp and Advantage Oil & Gas, which both meaningfully underperformed the market. Our overweight position in Seven Generations detracted from performance after it fell following delivery of lowered production growth outlook.

The Materials segment of the Fund was up while the benchmark was up slightly higher. Asset weighting in the Commodity Chemicals, Containers and Packaging and Paper and Forest Segments drove the miss. Underweights in Methanex and Chemtrade detracted from performance as they rallied with the price of oil. Label maker CCL, and tape producer Intertape experienced highs near the start of the quarter, however quickly weakened

on fears of surging raw material prices resulting from the hurricanes.

Copper and Zinc rallied in the quarter as weaker USD, Chinese demand strength helped certain Commodities. Overweights in Lundin Mining, Hudbay Minerals as well as Trevali helped offset some of the negative performance. The Electric Vehicle theme took hold as graphite strengthened this quarter and an overweight position in Mason Graphite benefited performance.

A decision by OPEC in November to extend its production cuts would likely be viewed positively for crude oil prices as well as capital restraint by U.S. exploration & production companies with 2018 budgets and production growth targets. Assuming global inventories continue to decline, the Portfolio Manager sees the potential for gains in oil prices and energy-equity prices during Q4 and into 2018. The Portfolio Manager's approach remains to invest in companies with high-quality assets, strong management and the ability to finance growth projects.



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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, 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 October 31, 2017.

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