



RBC O'Shaughnessy U.S. Value Fund

Investment Objective

To provide a long-term total return, consisting of capital growth and current income by investing primarily in equity securities of U.S. companies based on Strategy Indexing®, a rigorous and disciplined approach to stock selection based on characteristics associated with above-average returns over long periods of time.

Fund Details

Series	Load Structure	Currency	Fund Code
A	No Load	CAD	RBF552
Adv	Front End	CAD	RBF776
Adv	Low Load	CAD	RBF134

Inception Date	November 1997
Total Fund Assets \$Mil	1,292.6
Series A NAV \$	12.75
Series A MER %	1.55
Benchmark	Russell 1000 Value Index (USD)

Income Distribution	Quarterly
Capital Gains Distribution	Annually

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

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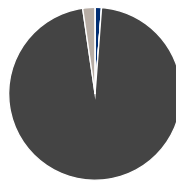
Management Company	RBC Global Asset Management Inc.
Web Site	www.rbcgam.com

Notes

This is a continuing fund resulting from a merger effective June 27, 2014.

Portfolio Analysis as of January 31, 2019

Asset Mix

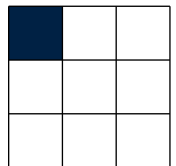


	% Assets
Cash	1.2
Fixed Income	0.0
Canadian Equity	0.0
US Equity	96.5
International Equity	2.3
Other	0.0

Top 10 Holdings

	% Assets
Citigroup Inc	5.1
Ameriprise Financial Inc	5.0
MetLife Inc	4.7
Citrix Systems Inc	4.1
Fifth Third Bancorp	3.8
Voya Financial Inc	3.4
Yum Brands Inc	3.4
Amgen Inc	3.4
Marathon Petroleum Corp	3.3
Union Pacific Corp	3.2
Total % of Top 10 Holdings	39.4
Total Number of Stock Holdings	59
Total Number of Bond Holdings	0
Total Number of Other Holdings	1
Total Number of Holdings	60

Equity Style



Value Blend Growth

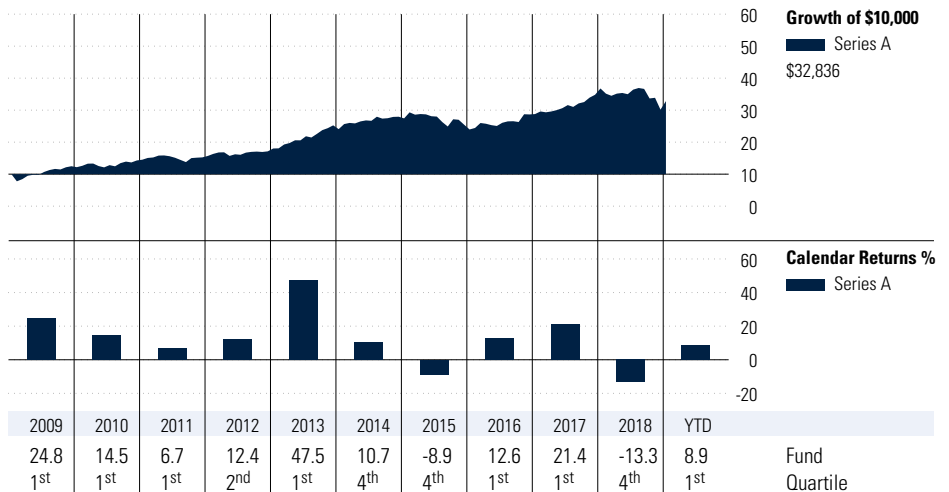
Equity Statistics

P/B Ratio	1.9
P/E Ratio	11.2
Avg. Mkt Cap. \$B	35.9

Global Equity Sectors

	% Equity
Financials	31.3
Information Technology	18.4
Industrials	12.7
Consumer Discretionary	11.2
Energy	10.1
Consumer Staples	6.1
Health Care	5.7
Communication Services	2.3
Materials	2.1
Utilities	0.0
Real Estate	0.0
Unclassified	0.0

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 %
8.9 1 st	-2.4 4 th	-9.8 4 th	-10.7 4 th	11.1 2 nd	6.4 4 th	14.2 1 st	6.2	Fund Quartile
1572	1566	1514	1476	1057	721	299	—	No. of Funds in Category



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Management Overview

Manager Bios

Jim P. O'Shaughnessy

O'Shaughnessy Asset Management

Jim O'Shaughnessy is the Chairman of O'Shaughnessy Asset Management (OSAM). Also serving as the Chief Investment Officer of the firm, Jim is ultimately responsible for OSAM's investment strategies. He directs the Senior Portfolio Manager, Director of Research, and the Portfolio Management Team and helps to set the agenda for the team. He is also responsible for the development of OSAM's existing strategies and directs the team on idea generation and specific initiatives to improve the models and develop new factors and products.

Patrick O'Shaughnessy

O'Shaughnessy Asset Management

Patrick O'Shaughnessy is the Chief Executive Officer at O'Shaughnessy Asset Management (OSAM). Patrick oversees the day-to-day business of the firm, directing OSAM's initiatives in the areas of research and portfolio management, investor education and client service and relationships. He also serves as a Portfolio Manager. Prior to his role as CEO, Patrick spent 11 years on OSAM's Research & Portfolio Management team, working to improve the firm's investment strategies.

Performance Analysis Cont'd as of January 31, 2019

Distributions (\$)/Unit	YTD*	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Total Distributions	—	2.89	1.62	0.21	0.08	1.38	0.09	0.20	0.11	0.09	0.09
Interest	—	0.07	0.08	0.21	0.08	0.27	0.09	0.20	0.10	0.09	0.09
Dividends	—	—	0.00	—	—	—	—	—	0.01	—	—
Capital Gains	—	2.81	1.53	—	—	1.11	—	—	—	—	—
Return Of Capital	—	—	—	—	—	—	—	—	—	—	—

Best/Worst Periods %	Ended	1 Yr	Ended	3 Yr	Ended	5 Yr	Ended	10 Yr
Best	2-2010	62.4	2-2012	28.1	2-2014	27.0	1-2019	14.2
Worst	2-2009	-52.3	2-2009	-22.4	2-2009	-11.6	2-2009	-1.8
Average		8.5		8.0		8.0		5.0
No. of Periods		243		219		195		135
Pct. Positive		74.1		82.2		73.3		94.1

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

Quarterly Commentary as at December 31, 2018

From a factor perspective, our exposure to higher-beta stocks was positive for relative performance. An overweight exposure to the Momentum factor was also positive. Although we do not specifically seek strong Momentum in the strategy, our overweight to that factor is the result of screening out poor Momentum. The largest factor detractors from performance were our exposure to smaller-capitalization companies and an overweight to stocks with strong Financial Strength.

From a sector perspective, allocation effects were negative and selection effects were negative. Consumer Staples and Information Technology were the top contributors to allocation effects. Meanwhile, Utilities and Health Care were the top detractors. Industrials and Healthcare the top contributors to selection effects. Meanwhile, Financials and Consumer Staples were the top detractors.

It is the policy of the Fund to maintain currency hedges at all times in order to neutralize

exchange-rate movements between the U.S. dollar and the Canadian dollar. This policy had a negative effect on performance during the period.

Based on our key themes, we believe the U.S. Value fund is well positioned relative to the overall market. The portfolio's companies have higher levels of return-on-capital, lower reliance on external financing, and trade at deep discounts across several valuation factors. They are also returning capital to shareholders at a significantly higher rate than the benchmark.

We believe that the portfolio continues to represent a unique take on the U.S. market. As the year progresses, we will continue to focus on our niche of the market: quality companies, often trading at out-of-favor prices, which are aggressively returning capital to equity shareholders through dividends and share repurchases.



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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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