



RBC North American Value Fund

Investment Objective

To provide long-term capital growth by investing primarily in equity securities of Canadian and/or U.S. companies priced below their true value and offering long-term opportunities for growth.

Fund Details

Series	Load Structure	Currency	Fund Code
A	No Load	CAD	RBF554
Adv	Deferred Sales	CAD	RBF857
Adv	Front End	CAD	RBF766
Adv	Low Load	CAD	RBF130
Adv T5	Front End	CAD	RBF6504
Adv T5	Low Load	CAD	RBF033
T5	No Load	CAD	RBF504

Inception Date	April 1998
Total Fund Assets \$Mil	2,805.7
Series A NAV \$	23.74
Series A MER %	2.01
Series A Adjusted MER %	1.93
Benchmark	50% S&P/TSX Capped Composite Total Return Index 50% S&P 500 Total Return Index (C\$)

Income Distribution	Annually
Capital Gains Distribution	Annually

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

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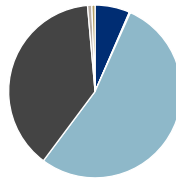
Management Company	RBC Global Asset Management Inc.
Web Site	www.rbcgam.com

Notes

Fund's investment objective and name changed July 4, 2006. Fund was previously known as RBC Canadian Value Fund.

Portfolio Analysis as of May 31, 2017

Asset Mix

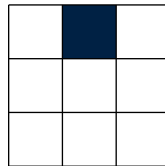


	% Assets
Cash	6.5
Fixed Income	0.2
Canadian Equity	53.5
US Equity	38.4
International Equity	0.8
Other	0.6

Top 10 Holdings

	% Assets
Bank of Nova Scotia	3.6
Royal Bank of Canada	3.5
The Toronto-Dominion Bank	3.3
Brookfield Asset Management Inc Class A	3.0
Enbridge Inc	2.3
Alphabet Inc C	2.3
Suncor Energy Inc	2.2
Canadian National Railway Co	2.1
JPMorgan Chase & Co	2.0
TransCanada Corp	2.0
Total % of Top 10 Holdings	26.3
Total Number of Stock Holdings	323
Total Number of Bond Holdings	0
Total Number of Other Holdings	8
Total Number of Holdings	331

Equity Style



Value Blend Growth

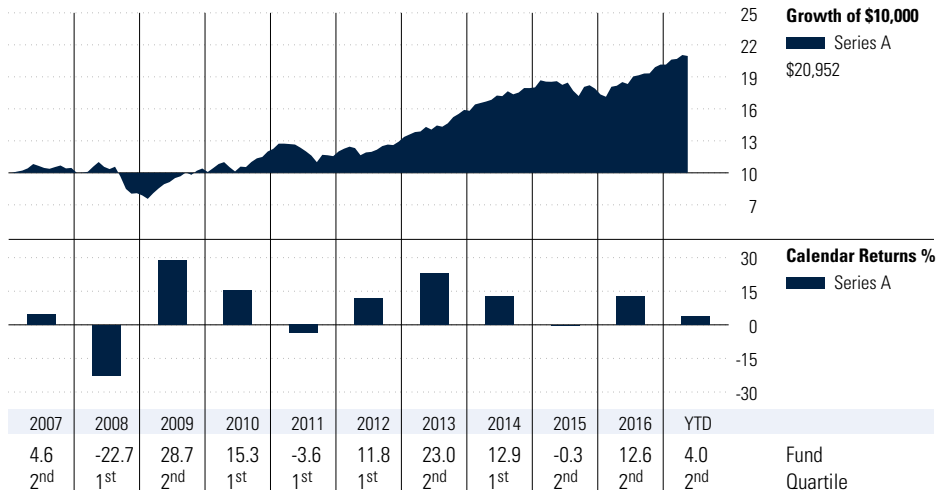
Equity Statistics

P/B Ratio	2.0
P/E Ratio	18.4
Avg. Mkt Cap. \$B	45.9

Global Equity Sectors

	% Equity
Financials	31.3
Energy	15.0
Information Technology	12.3
Industrials	10.7
Consumer Discretionary	6.8
Health Care	6.2
Consumer Staples	6.0
Materials	5.4
Telecommunication Services	3.3
Utilities	1.6
Real Estate	1.3
Unclassified	0.0

Performance Analysis as of May 31, 2017



	1 Mth	3 Mth	6 Mth	1 Yr	3 Yr	5 Yr	10 Yr	Since Incep.	Trailing Return %
	-0.4	1.6	5.3	13.2	7.5	12.5	6.8	7.6	Fund
	2 nd	3 rd	2 nd	2 nd	1 st	1 st	1 st	—	Quartile
	732	725	721	679	530	360	183	—	No. of Funds in Category



RBC North American Value Fund

Management Overview

Manager Bios

Stuart Kedwell

RBC Global Asset Management Inc.

Stuart Kedwell is Senior Vice President and Co-Head, North American Equities. He has been in the investment industry since 1997.

Doug Raymond

RBC Global Asset Management Inc.

Doug Raymond is Senior Vice President and Co-Head, North American Equities. He has been in the investment industry since 1985.

David Tron

RBC Global Asset Management Inc.

David Tron is an Associate Portfolio Manager and North American Equity analyst. He is responsible for providing research on the North American Technology sector. David is a CFA charterholder.

Performance Analysis Cont'd as of May 31, 2017

Distributions (\$)/Unit	YTD*	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
Total Distributions	—	0.42	0.23	0.95	1.07	0.62	0.21	1.26	0.58	—	1.80
Interest	—	—	—	—	—	—	—	—	—	—	—
Dividends	—	0.03	0.04	—	—	0.01	—	—	—	—	—
Capital Gains	—	0.39	0.19	0.95	1.07	0.61	0.21	1.26	0.58	—	1.80
Return Of Capital	—	—	—	—	—	—	—	—	—	—	—

Best/Worst Periods %

	Ended	1 Yr	Ended	3 Yr	Ended	5 Yr	Ended	10 Yr
Best	2-2010	38.2	3-2006	21.3	2-2014	16.8	3-2013	10.4
Worst	2-2009	-24.6	2-2009	-5.4	4-2003	0.6	8-2010	5.7
Average		9.2		8.8		8.7		8.1
No. of Periods		218		194		170		110
Pct. Positive		74.3		91.8		100.0		100.0

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

Quarterly Commentary as at March 31, 2017

The S&P/TSX Composite Index hit an all-time high in the most recent quarter, after it was among the best-performing global equity markets in 2016. Notwithstanding this strength, it lagged the S&P 500 Index in the latest three months.

Since the election, the S&P 500 is up almost 12% and while some of the market's advance is attributed to pro-growth policy action, the fundamentals are also driving the market higher. The start of 2017 has seen strength in growth over value and a general reversal in sector performance, with Tech and Discretionary leading.

Energy dragged down U.S. and Canadian market performance due to weak oil prices. Concern about OPEC compliance and rising rig counts contributed to the weakness. Seasonally weaker demand also did not help to ease investor uneasiness in a volatile sector. A slight overweight detracted from performance; however, we continue to believe in companies with strong, sustainable balance

sheets and healthy levels of free cash flow.

Meanwhile, security selection in Financials contributed to returns. In Canada, Brookfield Asset Management had above-consensus earnings results and raised their quarterly dividend, and in the U.S., KKR and PrivateBancorp boosted returns. While Canadian banks experienced some weakness as allegations over unfair sales practices surfaced, they still generated positive returns over the quarter.

Consumer discretionary was also a source of strength in the U.S., however it detracted from returns in Canada. Our zero weight in Canadian Tire detracted from returns, as earnings from same-store sales brought up the stock price. We continue to look for value in the sector that currently has some high valuations, stemming from a cyclical rally to end 2016.



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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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and estimates constitute RBC GAM's judgment as of the date of this document, are subject to change without notice and are provided in good faith but without legal responsibility. The Top Ten/25 Holdings may change due to ongoing portfolio transactions within the fund. The Prospectus and other information about the underlying investment funds are available at www.sedar.com.

MER (%) for RBC Funds and PH&N Funds is based on actual expenses for the full-year period, January 1 to December 31, 2016, 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.

PH&N Funds Series A formerly known as Series C.

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 April 30, 2017.

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