



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	3,077.3
Series A NAV \$	22.89
Series A 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

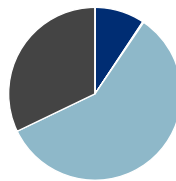
Sales Status	Open
Min. Investment \$	500
Subsequent Investment \$	25

Fund Category	Canadian Focused Equity
---------------	-------------------------

Management Company	RBC Global Asset Management Inc.
Web Site	www.rbcgam.com

Portfolio Analysis as of January 31, 2019

Asset Mix

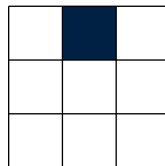


	% Assets
Cash	9.3
Fixed Income	0.2
Canadian Equity	58.3
US Equity	32.1
International Equity	0.0
Other	0.0

Top 10 Holdings

	% Assets
The Toronto-Dominion Bank	5.2
Royal Bank of Canada	4.0
Bank of Nova Scotia	3.6
Enbridge Inc	2.5
Brookfield Asset Mgmt Inc Cl A	2.3
Suncor Energy Inc	2.3
Alphabet Inc Class C	2.0
Canadian Natural Resources Ltd	2.0
JPMorgan Chase & Co	1.9
UnitedHealth Group Inc	1.8
Total % of Top 10 Holdings	27.6
Total Number of Stock Holdings	107
Total Number of Bond Holdings	1
Total Number of Other Holdings	1
Total Number of Holdings	109

Equity Style



Value Blend Growth

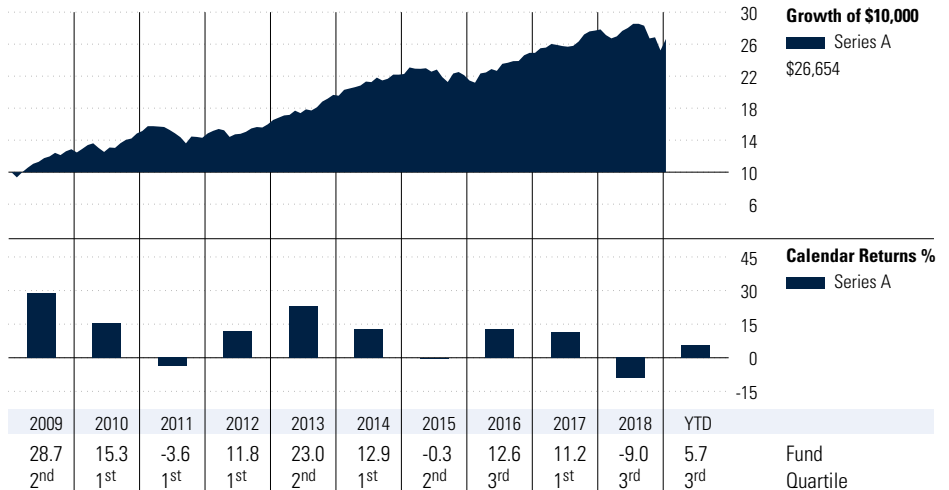
Equity Statistics

P/B Ratio	1.6
P/E Ratio	14.1
Avg. Mkt Cap. \$B	41.8

Global Equity Sectors

	% Equity
Financials	28.8
Energy	13.9
Industrials	11.8
Communication Services	9.6
Consumer Discretionary	8.3
Health Care	7.0
Materials	6.7
Information Technology	5.3
Consumer Staples	4.7
Real Estate	2.0
Utilities	1.8
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 %
Fund	5.7	-0.2	-6.6	-4.3	7.5	6.4	10.6	7.2	Fund
Quartile	3 rd	4 th	3 rd	3 rd	2 nd	2 nd	1 st	—	Quartile
No. of Funds in Category	790	784	770	758	583	460	216	—	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 is 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 January 31, 2019

Distributions (\$)/Unit	YTD*	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Total Distributions	—	0.68	0.85	0.42	0.23	0.95	1.07	0.62	0.21	1.26	0.58
Interest	—	0.00	—	—	—	—	—	—	—	—	—
Dividends	—	0.02	—	0.03	0.04	—	—	0.01	—	—	—
Capital Gains	—	0.66	0.85	0.39	0.19	0.95	1.07	0.61	0.21	1.26	0.58
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	1-2019	10.6
Worst	2-2009	-24.6	2-2009	-5.4	4-2003	0.6	8-2010	5.7
Average		9.0		8.7		8.8		8.2
No. of Periods		238		214		190		130
Pct. Positive		74.8		92.5		100.0		100.0

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

Quarterly Commentary as at December 31, 2018

North American equity markets were not exempt from the most recent sell-off as tighter financial conditions, rising protectionism and slowing global growth were top of mind for investors. While analysts expect a more moderate pace of earnings growth next year, we think estimates are still at risk of being revised lower.

Throughout the quarter, security selection within Canadian Financials was a positive contributor to relative performance. The Fund's overweight position in Thomson Reuters was the largest driver as shares advanced after it bought back a material amount of stock. Thomson Reuters continues to focus on its legal and tax units after selling a portion of its financial services unit to Blackstone. Security selection within the U.S. Consumer Discretionary sector also aided returns, with an overweight position in Dollar Tree leading the way. The stock's share price rose in anticipation of activist investors getting involved, which has recently transpired as American hedge Fund Starboard Value sent a detailed letter to the

company's board.

Conversely, an overweight allocation in the Canadian Energy sector detracted from relative performance as headwinds continue to face the sector. An overweight position in PVH Corp in the U.S. Consumer Discretionary sector also impacted performance as the company made some poor merchandising decisions on their Calvin Klein line, introducing higher priced jeans which they had to mark down. Changes have been made and we continue to have faith in the management team going forward.

While our base case is for stocks to rise very modestly over the next year, there are several scenarios that could lead to different outcomes. A possible upside scenario is that the expansion would remain intact through 2021, perhaps because the U.S. Federal Reserve pauses its rate-hike cycle soon or the Trump administration comes to a trade agreement with China.



RBC North American Value 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.

This document has been compiled by RBC Global Asset Management Inc. (RBC GAM) from sources believed to be reliable, but no representations or warranty, express or implied, are made by RBC GAM, its affiliates

or any other person as to its accuracy, completeness or correctness. All opinions 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, 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.

® / ™ Trademark(s) of Royal Bank of Canada. Used under licence. © RBC Global Asset Management Inc. 2019