



# RBC U.S. Index Currency Neutral Fund

## Investment Objective

To provide long-term capital growth, while minimizing the exposure to currency fluctuations between the U.S. and Canadian dollar, by tracking the performance of its benchmark, either directly or indirectly through investment in units of other mutual funds managed by RBC GAM.

## Fund Details

Series	Load Structure	Currency	Fund Code
A	No Load	CAD	RBF558

Inception Date	October 1998
Total Fund Assets \$Mil	355.4
Series A NAV \$	10.07
Series A MER %	0.72
Benchmark	S&P 500 Total Return Index (US\$)

Income Distribution	Annually
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.
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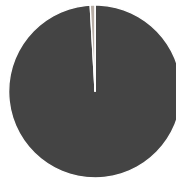
Web Site	www.rbcgam.com
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## Notes

Fund's investment objective changed June 30, 2017.

## Portfolio Analysis as of August 31, 2017

### Asset Mix

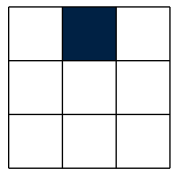


	% Assets
Cash	0.0
Fixed Income	0.0
Canadian Equity	0.0
US Equity	99.1
International Equity	0.9
Other	0.0

### Top 10 Holdings

	% Assets
Apple Inc	4.0
Microsoft Corp	2.7
Facebook Inc A	1.9
Amazon.com Inc	1.8
Johnson & Johnson	1.7
Berkshire Hathaway Inc B	1.6
Exxon Mobil Corp	1.5
JPMorgan Chase & Co	1.5
Alphabet Inc A	1.3
Alphabet Inc C	1.3
Total % of Top 10 Holdings	19.6
Total Number of Stock Holdings	505
Total Number of Bond Holdings	0
Total Number of Other Holdings	0
<b>Total Number of Holdings</b>	<b>505</b>

### Equity Style



Value Blend Growth

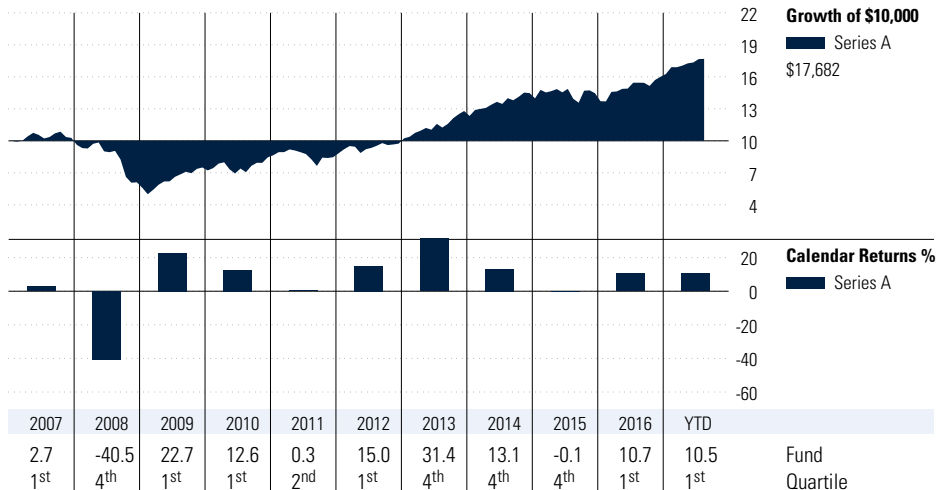
### Equity Statistics

P/B Ratio	2.9
P/E Ratio	20.5
Avg. Mkt Cap. \$B	114.5

### Global Equity Sectors

	% Equity
Information Technology	23.5
Health Care	14.7
Financials	14.2
Consumer Discretionary	12.1
Industrials	10.1
Consumer Staples	8.5
Energy	5.7
Utilities	3.3
Real Estate	3.0
Materials	2.9
Telecommunication Services	2.1
Unclassified	0.0

## Performance Analysis as of August 31, 2017



	1 Mth	3 Mth	6 Mth	1 Yr	3 Yr	5 Yr	10 Yr	Since Incep.	Trailing Return %
	0.1	2.4	4.6	14.4	8.1	13.1	5.5	5.1	Fund
	3 <sup>rd</sup>	1 <sup>st</sup>	1 <sup>st</sup>	1 <sup>st</sup>	4 <sup>th</sup>	4 <sup>th</sup>	3 <sup>rd</sup>	—	Quartile
	1387	1379	1344	1282	866	518	228	—	No. of Funds in Category



# RBC U.S. Index Currency Neutral Fund

## Management Overview

### Manager Bios

#### State Street Global Advisors (Montreal)

SSgA's focus has been on providing highly disciplined risk controlled investment strategies to the global marketplace. SSgA has offices in 28 location around the world, with on-site portfolio management services in Boston, London, Montreal, Munich, Paris, Hong Kong, Sydney and Tokyo.

### Performance Analysis Cont'd as of August 31, 2017

Distributions (\$)/Unit	YTD*	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
Total Distributions	—	1.11	0.37	1.34	1.39	—	—	—	—	—	0.36
Interest	—	1.11	0.37	1.34	1.39	—	—	—	—	—	0.36
Dividends	—	—	—	—	—	—	—	—	—	—	—
Capital Gains	—	—	—	—	—	—	—	—	—	—	—
Return Of Capital	—	—	—	—	—	—	—	—	—	—	—

Best/Worst Periods %	Ended	1 Yr	Ended	3 Yr	Ended	5 Yr	Ended	10 Yr
Best	2-2010	49.1	2-2012	22.6	2-2014	20.9	3-2013	6.3
Worst	2-2009	-46.4	2-2009	-17.9	2-2009	-9.0	2-2009	-5.2
Average		5.2		4.9		5.2		3.0
No. of Periods		215		191		167		107
Pct. Positive		71.6		63.4		53.3		73.8

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

### Quarterly Commentary as at June 30, 2017

In the absence of any stimulus, we would expect growth to hover around 2.0%, in line with recent history. Growth continues to be driven by consumer spending and business fixed investment. Housing continues to make a small positive contribution, with starts reaching 1,300,000 by the end of the year. And, the increase in infrastructure spending swings the government sector around to make a small positive contribution. However, net exports remain a drag.

Health Care, Information Technology, and Industrial sectors were the top performing sectors by contribution to return in Q2. On the other hand, Energy, Telecommunications Services and Consumer Staples sectors all underperformed by comparison.

As we look forward into the second half of 2017,

the growth component of the reflation thematic continues to show solid momentum. Global inflation, has taken a pause at midyear, preventing the declaration by central bankers that we've achieved healthy levels they target. The base effects from the recovery in energy prices from early 2016 have passed through, and now are a drag anew on inflation as oil prices have plunged 20% from a March high. As such, the synchronized rise in both growth and inflation has given way for global equities to continue to move higher: moderate continued global expansion with a more subdued level of inflation. The continued positive trajectory of economic growth should keep corporate earnings on track while the absence of upward inflation pressure will temper the appetites of central bankers to tighten financial conditions.



## RBC U.S. Index Currency Neutral 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.

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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](http://www.sedar.com).

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 August 31, 2017.

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