



# RBC Global Resources Fund

## Investment Objective

To provide long-term capital growth by investing in equity securities of companies around the world in any or all of the Energy, Materials, Industrials, and Utilities sectors. The fund will invest in companies that are involved directly or indirectly in the exploration, development, production or distribution of natural or other resources.

## Fund Details

Series	Load Structure	Currency	Fund Code
A	No Load	CAD	RBF575
Adv	Deferred Sales	CAD	RBF811
Adv	Front End	CAD	RBF711
Adv	Low Load	CAD	RBF181

Inception Date	December 2000
Total Fund Assets \$Mil	151.6
Series A NAV \$	36.71
Series A MER %	2.14
Benchmark	65% MSCI World - Energy 35% MSCI World - Materials (measured in C\$)

Income Distribution	Annually
Capital Gains Distribution	Annually

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

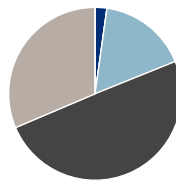
Fund Category	Natural Resources Equity
---------------	--------------------------

Management Company	RBC Global Asset Management Inc.
--------------------	----------------------------------

Web Site	www.rbcgam.com
----------	----------------

## Portfolio Analysis as of September 30, 2018

### Asset Mix

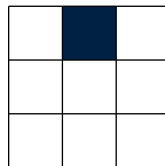


	% Assets
Cash	2.2
Fixed Income	0.0
Canadian Equity	16.7
US Equity	49.7
International Equity	31.4
Other	0.0

### Top 25 Holdings

	% Assets
Royal Dutch Shell PLC Class A	8.0
Rio Tinto PLC	5.7
Chevron Corp	5.2
EOG Resources Inc	5.1
ConocoPhillips	5.0
Total SA	4.9
BHP Billiton PLC	4.2
Hess Corp	4.0
Anadarko Petroleum Corp	3.4
Galp Energia SGPS SA	3.0
DowDuPont Inc	2.8
Concho Resources Inc	2.5
Praxair Inc	2.3
Exxon Mobil Corp	2.2
Nutrien Ltd	2.1
Parex Resources Inc	2.0
Ecolab Inc	1.8
Kirkland Lake Gold Ltd	1.8
Celanese Corp	1.7
Marathon Petroleum Corp	1.4
PPG Industries Inc	1.3
Interfor Corp	1.3
Equinor ASA	1.2
Phillips 66	1.1
Valero Energy Corp	1.1
Total % of Top 25 Holdings	75.2
Total Number of Stock Holdings	59
Total Number of Bond Holdings	0
Total Number of Other Holdings	3
<b>Total Number of Holdings</b>	<b>62</b>

### Equity Style



Value Blend Growth

### Equity Statistics

P/B Ratio	2.0
P/E Ratio	14.7
Avg. Mkt Cap. \$B	45.3

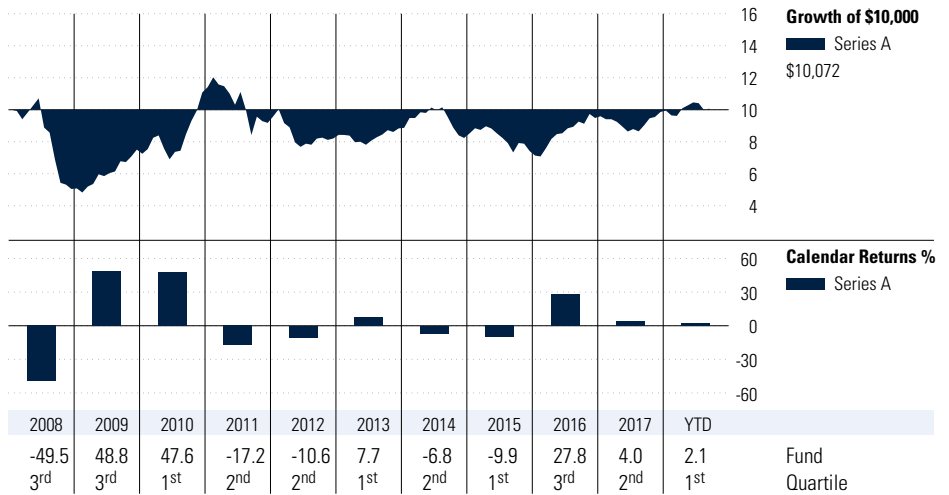
### Top 5 Sectors

	% Equity
Energy	57.2
Materials	42.8
Industrials	0.0
Consumer Discretionary	0.0
Consumer Staples	0.0

### Geographic Allocations

	% Assets
United States	51.0
United Kingdom	19.3
Canada	17.0
France	6.1
Portugal	3.1

## Performance Analysis as of September 30, 2018



1 Mth	3 Mth	6 Mth	1 Yr	3 Yr	5 Yr	10 Yr	Since Incep.	Trailing Return %
1.0	-3.7	4.8	11.6	11.2	3.6	3.9	8.4	Fund
	2nd	2nd	1st	2nd	2nd	1st	—	Quartile
131	129	128	125	102	87	53	—	No. of Funds in Category



# RBC Global 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 September 30, 2018

Distributions (\$)/Unit	YTD*	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
Total Distributions	—	—	—	—	—	—	—	—	—	—	—
Interest	—	—	—	—	—	—	—	—	—	—	—
Dividends	—	—	—	—	—	—	—	—	—	—	—
Capital Gains	—	—	—	—	—	—	—	—	—	—	—
Return Of Capital	—	—	—	—	—	—	—	—	—	—	—

Best/Worst Periods %	Ended	1 Yr	Ended	3 Yr	Ended	5 Yr	Ended	10 Yr
Best	4-2006	72.0	7-2007	45.6	6-2008	36.9	2-2011	17.2
Worst	2-2009	-51.4	6-2010	-9.8	2-2016	-10.1	7-2017	-1.1
Average		12.2		12.2		12.3		9.6
No. of Periods		202		178		154		94
Pct. Positive		67.8		70.8		80.5		88.3

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

### Quarterly Commentary as at September 30, 2018

The global energy sector was relatively flat in Q3 as the price of crude oil was subdued following strong performance in the prior quarter. West Texas Intermediate (WTI) oil prices traded within the US\$65-75 range, and closing out the period at a healthy US\$73 per barrel. Brent oil prices outperformed, rising 4% to end at \$83 per barrel. Robust consumer demand for crude and petroleum products and strong compliance by OPEC members have meaningfully reduced U.S. and global stockpiles. Natural gas prices rose 4% and continue to hover around the US\$3 per million per British thermal units level.

In the Energy segment of the portfolio, the Fund's overweight in MEG Energy, Anadarko Petroleum and Diamondback Energy negatively impacted performance but was partially offset by positive contributions from our weighting in ConocoPhillips and Hess Energy.

On the Materials sector side, gold and silver prices remained under pressure during Q3 as the U.S. dollar maintained its relative strength versus

global currencies and U.S. government bond yields rose to their highest levels since 2011. Copper prices fell 5.5% in the quarter and lumber prices dropped 39.50% on concerns of rate increases stalling out the housing market and excess supply announcements hampering the commodity.

The Fund's investment in diversified miners Rio Tinto and First Quantum alongside lumber producers Interfor and West Fraser impacted performance negatively.

We believe that the market still underappreciates numerous risks to supply that could lead to price spikes including continued deterioration of Venezuela's crude output; capacity constraints limiting production growth in the Permian and the U.S. demand for allies to stop importing Iranian oil by November. In our view, precious metal equities remain poised to take advantage of any economic stumbles that could disrupt the U.S. Federal Reserve's ability to raise interest rates or weaken the U.S. dollar.



# RBC Global Resources 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](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, 2018, expressed on an annualized basis.

MER (%) for RBC Corporate Class Funds is based on actual expenses for the full year period, April 1, 2017 to March 31, 2018.

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 September 30, 2018.

® / ™ Trademark(s) of Royal Bank of Canada. Used under licence. © RBC Global Asset Management Inc. 2018