



RBC O'Shaughnessy International Equity Fund

Investment Objective

To provide a long-term total return, consisting of capital growth and current income by investing primarily in equity securities outside of North America 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	RBF586
Adv	Front End	CAD	RBF761
Adv	Low Load	CAD	RBF109

Inception Date	January 2005
Total Fund Assets \$Mil	361.7
Series A NAV \$	11.21
Series A MER %	2.25
Benchmark	MSCI EAFE Total Return Net Index (C\$)

Income Distribution	Annually
Capital Gains Distribution	Annually

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

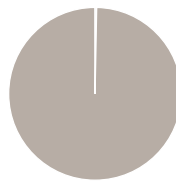
Fund Category	International Equity
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Management Company	RBC Global Asset Management Inc.
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Web Site	www.rbcgam.com
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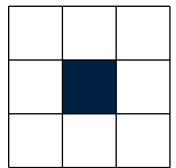
Portfolio Analysis as of June 30, 2018

Asset Mix



	% Assets
Cash	0.3
Fixed Income	0.0
Canadian Equity	0.0
US Equity	0.0
International Equity	99.7
Other	0.0

Equity Style



Value Blend Growth

Equity Statistics

P/B Ratio	1.6
P/E Ratio	12.0
Avg. Mkt Cap. \$B	9.2

Top 5 Sectors

	% Equity
Financials	15.6
Industrials	13.8
Consumer Staples	12.2
Energy	12.0
Consumer Discretionary	11.6

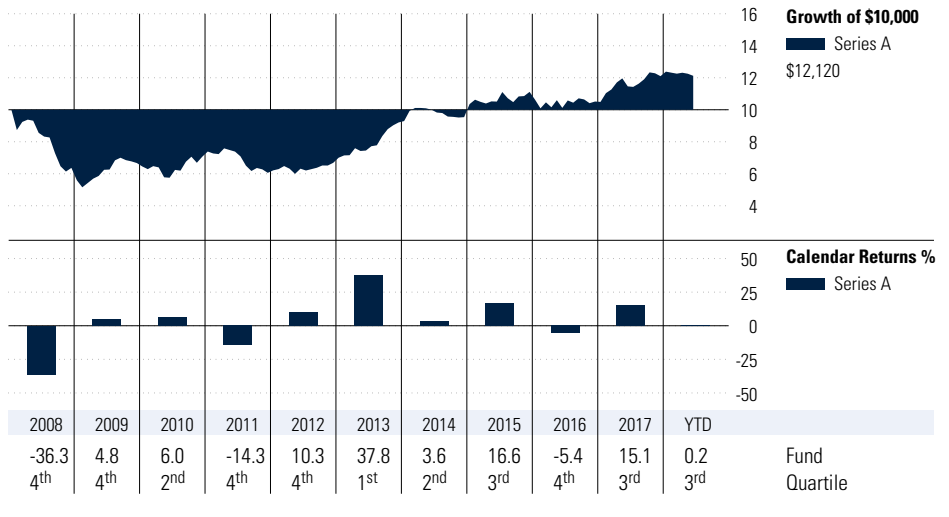
Geographic Allocations

	% Assets
Japan	23.7
United Kingdom	14.3
Australia	11.7
Denmark	6.8
France	5.8

Top 25 Holdings

	% Assets
Fiat Chrysler Automobiles NV	2.4
Astellas Pharma Inc	2.4
Novo Nordisk A/S B	2.3
Eni SpA	1.9
GN Store Nord A/S	1.6
Insurance Australia Group Ltd	1.5
TUI AG	1.4
Harel Insurance Invest & Finances Ltd	1.4
Whitehaven Coal Ltd	1.4
EXOR NV	1.4
Royal UNIBREW A/S	1.4
South32 Ltd	1.4
Suzuken Co Ltd	1.3
Equinor ASA	1.3
Sanofi SA	1.3
Zurich Insurance Group AG	1.3
Royal Mail PLC	1.3
Koninklijke Ahold Delhaize NV	1.2
Kanamoto Co Ltd	1.2
Rio Tinto PLC	1.1
Coca-Cola HBC AG	1.1
AGL Energy Ltd	1.1
Hitachi Ltd	1.1
Swedish Match AB	1.1
Omv AG	1.0
Total % of Top 25 Holdings	35.9
Total Number of Stock Holdings	187
Total Number of Bond Holdings	0
Total Number of Other Holdings	1
Total Number of Holdings	188

Performance Analysis as of June 30, 2018



	1 Mth	3 Mth	6 Mth	1 Yr	3 Yr	5 Yr	10 Yr	Since Incep.	Trailing Return %
	-1.1	-1.1	0.2	5.8	4.9	10.2	3.5	3.3	Fund
	4 th	4 th	3 rd	3 rd	3 rd	2 nd	4 th	—	Quartile
	579	569	558	522	354	264	144	—	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 June 30, 2018

Distributions (\$)/Unit	YTD*	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
Total Distributions	—	0.18	0.20	0.15	0.23	0.14	0.20	0.31	0.12	0.12	0.22
Interest	—	0.18	0.20	0.15	0.23	0.14	0.20	0.31	0.12	0.12	0.22
Dividends	—	0.00	—	—	—	—	—	—	—	—	—
Capital Gains	—	—	—	—	—	—	—	—	—	—	—
Return Of Capital	—	—	—	—	—	—	—	—	—	—	—

Best/Worst Periods %	Ended	1 Yr	Ended	3 Yr	Ended	5 Yr	Ended	10 Yr
Best	3-2014	41.3	7-2015	21.4	5-2017	14.8	6-2018	3.5
Worst	3-2009	-41.3	5-2010	-19.9	5-2012	-11.9	1-2017	-0.5
Average		5.0		3.3		4.5		1.8
No. of Periods		150		126		102		42
Pct. Positive		66.7		64.3		56.9		92.9

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

Quarterly Commentary as at June 30, 2018

An underweight allocation to the Size factor – being positioned in stocks smaller in market cap than the benchmark – was the largest detractor from returns this quarter while Value, Momentum and Shareholder Yield all underperformed in Q2. Our Quality exposures were also not rewarded.

Overall allocation contributed to returns for the quarter while selection detracted. Security selection within the Financials and Consumer Staples sectors aided returns while security selection within the Information Technology and Industrials sectors detracted from returns. An overweight allocation to Energy and an underweight allocation to Financials contributed to performance.

From a country perspective, overall allocation and selection detracted. Security selection within France, Singapore and the United Kingdom detracted from returns while security selection within Denmark, Norway and Spain aided returns. An overweight allocation to Australia and an underweight allocation to Japan also contributed to performance while an overweight allocation to

Italy and Denmark detracted this quarter.

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

These combined advantages can only be delivered by a portfolio which is distinct from the benchmark. Our active share of 88% means that the portfolio continues to represent a unique take on the international market.

As the year progresses, we will continue to focus on our niche of the market: quality companies often trading at out-of-favour prices with strong momentum, which are aggressively returning capital to equity shareholders through dividends and share repurchases.



RBC O'Shaughnessy International Equity 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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MER (%) for RBC Funds, PH&N Funds and BlueBay Funds is based on actual expenses for the full year period, January 1 to December 31, 2017, 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 June 30, 2018.

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