



# RBC O'Shaughnessy Global Equity Fund

## Investment Objective

To provide a long-term total return, consisting of capital growth and current income by investing primarily in equity securities of companies throughout the world 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	RBF594
Adv	Front End	CAD	RBF781
Adv	Low Load	CAD	RBF189

Inception Date	January 2007
Total Fund Assets \$Mil	100.5
Series A NAV \$	11.21
Series A MER %	2.25
Benchmark	MSCI World Total Return Net Index (C\$)

Income Distribution	Annually
Capital Gains Distribution	Annually

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

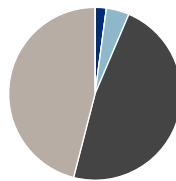
Fund Category	Global Small/Mid Cap Equity
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Management Company	RBC Global Asset Management Inc.
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Web Site	www.rbcgam.com
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## Portfolio Analysis as of May 31, 2018

### Asset Mix

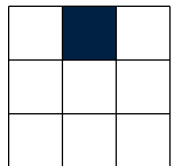


	% Assets
Cash	2.1
Fixed Income	0.0
Canadian Equity	4.3
US Equity	47.6
International Equity	46.0
Other	0.0

### Top 10 Holdings

	% Assets
Regions Financial Corp	2.9
Medifast Inc	2.9
Fiat Chrysler Automobiles NV	2.2
Valero Energy Corp	2.0
LyondellBasell Industries NV	1.7
TUI AG	1.7
Novo Nordisk A/S B	1.6
SK Hynix Inc	1.6
Best Buy Co Inc	1.6
CEZ a.s	1.5
Total % of Top 10 Holdings	19.7
Total Number of Stock Holdings	188
Total Number of Bond Holdings	0
Total Number of Other Holdings	1
<b>Total Number of Holdings</b>	<b>189</b>

### Equity Style



Value Blend Growth

### Equity Statistics

P/B Ratio	2.0
P/E Ratio	11.7
Avg. Mkt Cap. \$B	16.0

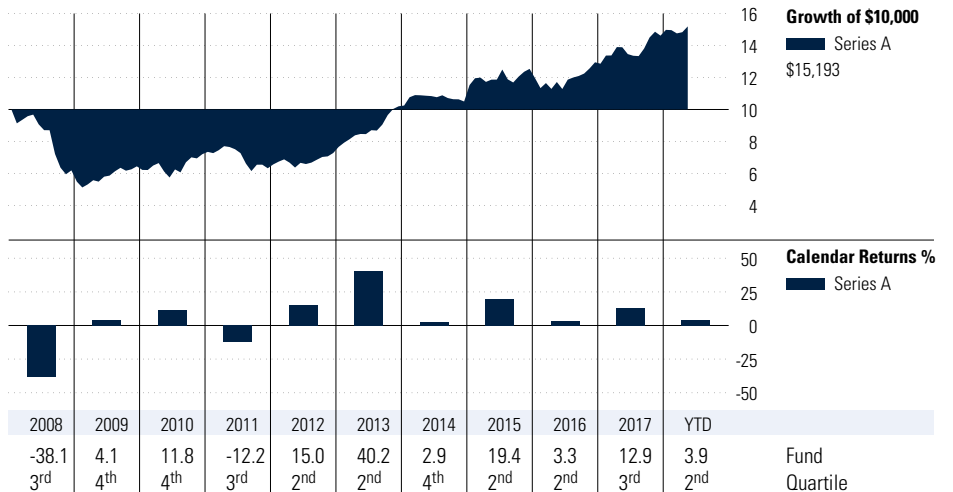
### Top 5 Sectors

	% Equity
Financials	15.9
Information Technology	15.4
Consumer Discretionary	13.1
Health Care	12.1
Industrials	11.3

### Geographic Allocations

	% Assets
United States	48.6
Japan	7.4
United Kingdom	6.2
Canada	4.4
South Korea	3.7

## Performance Analysis as of May 31, 2018



1 Mth	3 Mth	6 Mth	1 Yr	3 Yr	5 Yr	10 Yr	Since Incep.	Trailing Return %
2.4	1.6	2.2	9.4	8.6	12.4	4.6	3.1	Fund
3 <sup>rd</sup>	3 <sup>rd</sup>	3 <sup>rd</sup>	2 <sup>nd</sup>	2 <sup>nd</sup>	2 <sup>nd</sup>	4 <sup>th</sup>	—	Quartile
299	297	291	284	160	104	56	—	No. of Funds in Category



# RBC O'Shaughnessy Global Equity Fund

## 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 May 31, 2018

Distributions (\$)/Unit	YTD*	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
Total Distributions	—	0.04	0.06	0.14	0.05	0.05	0.16	0.15	0.04	0.07	0.53
Interest	—	0.04	0.06	0.13	0.05	0.05	0.15	0.15	0.04	0.07	0.53
Dividends	—	0.00	0.01	0.01	—	—	0.01	—	—	—	—
Capital Gains	—	—	—	—	—	—	—	—	—	—	—
Return Of Capital	—	—	—	—	—	—	—	—	—	—	—

Best/Worst Periods %	Ended	1 Yr	Ended	3 Yr	Ended	5 Yr	Ended	10 Yr
Best	11-2013	41.9	7-2015	23.8	5-2017	16.9	2-2018	5.1
Worst	2-2009	-43.9	6-2010	-19.5	5-2012	-10.6	1-2017	1.8
Average		5.0		7.6		9.2		3.2
No. of Periods		125		101		77		17
Pct. Positive		67.2		79.2		74.0		100.0

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

### Quarterly Commentary as at March 31, 2018

An overweight allocation to the Momentum factor was the largest contributor to returns for the quarter while overweight allocations to Value and Yield detracted from returns. Additionally, exposures to the Earnings Growth and Financial Strength factors slightly hurt performance for the quarter.

Overall allocation effects detracted from returns while overall security-selection effects contributed for the quarter. Within security selection, holdings in Financials, Industrials and Consumer Staples aided returns while Consumer Discretionary and Information Technology (IT) detracted. An underweight allocation to Real Estate contributed to performance while an underweight allocation to IT and overweight allocations to Energy and Telecommunications Services contributed to performance.

From a country perspective, overall allocation effects detracted from returns while overall

security-selection effects contributed. Within security selection, holdings in the United States, the United Kingdom and Italy aided returns while Japan and Sweden detracted from returns. An overweight allocation to Italy contributed to performance while overweight allocations to South Korea, Malaysia, Poland and Turkey detracted from performance.

Compared to the strategy benchmark, our focus on Value, Yield, Momentum and Quality has allowed us to construct a portfolio trading at 32-50% discounts on price-earnings and price-sales ratios. Our research of individual stock data leads us to believe that value, yield, momentum and quality are critically important to future outperformance. We consistently avoid sectors and industries that exhibit unfavourable characteristics and overweight areas of the market that are favourable in the ways we deem important.



# RBC O'Shaughnessy Global 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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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 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 half-year period, April 1, to September 30, 2017, expressed on an annualized basis.

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 May 31, 2018.

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