



# 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	98.7
Series A NAV \$	11.33
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

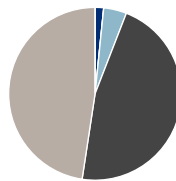
Fund Category	Global Small/Mid Cap Equity
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Management Company	RBC Global Asset Management Inc.
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Web Site	www.rbcgam.com
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## Portfolio Analysis as of September 30, 2018

### Asset Mix

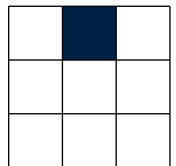


	% Assets
Cash	1.6
Fixed Income	0.0
Canadian Equity	4.3
US Equity	46.5
International Equity	47.6
Other	0.0

### Top 25 Holdings

	% Assets
Medifast Inc	3.0
Regions Financial Corp	3.0
Valero Energy Corp	1.9
PJSC Lukoil	1.8
Best Buy Co Inc	1.8
Seagate Technology PLC	1.8
Fiat Chrysler Automobiles NV	1.7
Ameriprise Financial Inc	1.7
Novo Nordisk A/S B	1.7
LyondellBasell Industries NV	1.6
Apple Inc	1.6
CEZ a.s	1.5
Fifth Third Bancorp	1.5
Micron Technology Inc	1.5
TUI AG	1.4
Boeing Co	1.4
Fortinet Inc	1.4
W.W. Grainger Inc	1.3
ASR Nederland NV	1.3
F5 Networks Inc	1.3
SK Hynix Inc	1.3
Bausch Health Companies Inc	1.2
Union Pacific Corp	1.2
Royal Mail PLC	1.1
HCA Healthcare Inc	1.1
Total % of Top 25 Holdings	39.9
Total Number of Stock Holdings	187
Total Number of Bond Holdings	0
Total Number of Other Holdings	1
<b>Total Number of Holdings</b>	<b>188</b>

### Equity Style



Value Blend Growth

### Equity Statistics

P/B Ratio	2.1
P/E Ratio	10.9
Avg. Mkt Cap. \$B	16.4

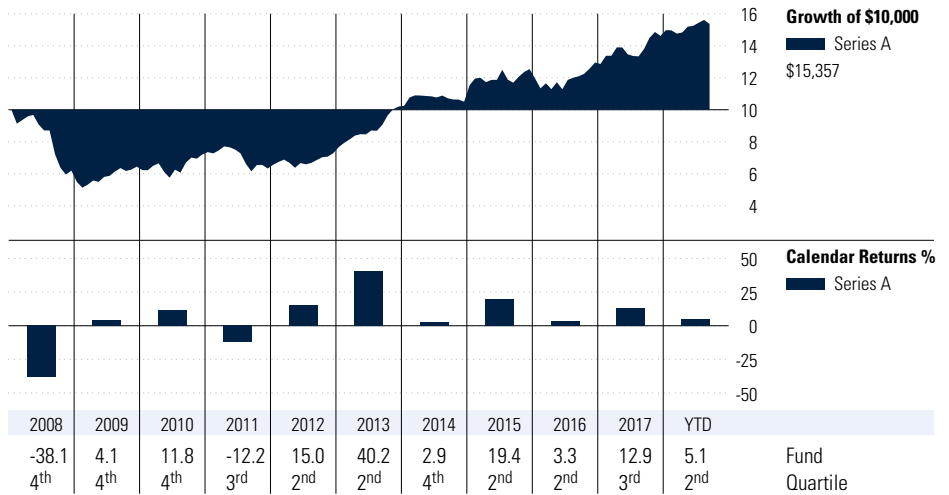
### Top 5 Sectors

	% Equity
Information Technology	17.3
Financials	14.8
Consumer Discretionary	12.9
Industrials	11.7
Health Care	9.3

### Geographic Allocations

	% Assets
United States	47.2
Japan	8.2
United Kingdom	6.2
Canada	4.4
Australia	3.7

## 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 %
	-1.6	0.7	4.1	11.2	9.5	11.2	7.8	3.1	Fund
	3 <sup>rd</sup>	2 <sup>nd</sup>	2 <sup>nd</sup>	2 <sup>nd</sup>	2 <sup>nd</sup>	2 <sup>nd</sup>	4 <sup>th</sup>	—	Quartile
	293	287	283	274	159	101	57	—	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 September 30, 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	9-2018	7.8
Worst	2-2009	-43.9	6-2010	-19.5	5-2012	-10.6	1-2017	1.8
Average		5.3		7.6		9.3		3.9
No. of Periods		129		105		81		21
Pct. Positive		68.2		80.0		75.3		100.0

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

### Quarterly Commentary as at September 30, 2018

From a factor perspective, our exposure to smaller names than the benchmark detracted from returns. Exposures to our Value theme detracted, the most significant impact of our key selection factors. Shareholder Yield detracted marginally.

From a sector perspective, allocation effects were negative and selection effects were negative. Telecommunication Services and Real Estate were the top contributors to allocation effects. Meanwhile, Health Care and Materials were the top detractors. Consumer Staples and Energy were the top contributors to selection effects. Meanwhile, Information Technology and Consumer Discretionary were the top detractors.

From a country perspective, overall allocation and selection effects detracted from returns. An overweight to the United States and an overweight to Italy were the largest allocation detractors, meanwhile underweights to France and

Germany were the largest contributors. Selection effects detracted within Japan and Canada, while those within Belgium and the Netherlands were positive.

Compared to the strategy benchmark, our focus on value, yield, momentum and quality has allowed us to construct a portfolio trading at substantial discounts on various valuation metrics. Our research of individual stock data leads us to believe that value, yield, momentum, and quality are themes that are critically important to future outperformance. We consistently avoid sectors and industries that exhibit unfavorable characteristics and overweight areas of the market that are favorable in the ways we deem important. Given the portfolio's positioning relative to its benchmark—measured by key characteristics we use in our stock selection process—we believe the portfolio is well situated for the rest of 2018.



# 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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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.

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