



RBC Private Fundamental Canadian Equity Pool

Investment Objective

To provide a competitive current income stream relative to that generally available in the broad Canadian equity market and the potential for long-term growth through capital appreciation by investing primarily in select common stocks and equivalent securities of Canadian corporations.

The investment team employs a disciplined combination of quantitative screening and qualitative assessment to build an income-oriented portfolio of approximately 30 large- to mid-capitalization companies diversified across industry sectors. Typically, the companies whose stocks are purchased for the portfolio will be dividend paying, have above-average financial strength and have predictable and growing levels of profitability.

Fund Details

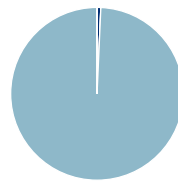
| Series | Currency | Fund Code |
|-------------------------|---|-----------|
| 0 | CAD | RBF10450 |
| <hr/> | | |
| Inception Date | August 2003 | |
| Total Fund Assets \$Mil | 48.8 | |
| Benchmark | 80% S&P/TSX Capped Composite Total Return Index | |
| | 5% S&P/TSX Index – Utilities (CAD) | |
| | 5% S&P/TSX Index – Telecommunication Services (CAD) | |
| | 5% S&P/TSX Index – Oil & Gas Storage & Transportation (CAD) | |
| | 5% S&P/TSX Index – Real Estate Investment Trusts (CAD) | |

Notes

Fund's name changed effective February 27, 2019.

Portfolio Analysis as of June 30, 2019

Asset Mix



| | % Assets |
|----------------------|----------|
| Cash | 0.7 |
| Fixed Income | 0.0 |
| Canadian Equity | 99.3 |
| US Equity | 0.0 |
| International Equity | 0.0 |
| Other | 0.0 |

Top 25 Holdings

| | % Assets |
|-----------------------------------|-------------|
| Royal Bank of Canada | 9.6 |
| The Toronto-Dominion Bank | 9.1 |
| Rogers Communications Inc Class B | 8.1 |
| Metro Inc | 5.1 |
| Nutrien Ltd | 4.9 |
| Magna International Inc Class A | 4.7 |
| Canadian Natural Resources Ltd | 4.5 |
| Bank of Nova Scotia | 4.3 |
| Sun Life Financial Inc | 4.1 |
| Brookfield Asset Mgmt Inc Cl A | 3.8 |
| Bank of Montreal | 3.4 |
| Canadian National Railway Co | 3.3 |
| Canadian Tire Corp Ltd Class A | 3.2 |
| Open Text Corp | 3.2 |
| Great-West Lifeco Inc | 2.4 |
| Saputo Inc | 2.4 |
| TELUS Corp | 2.3 |
| Finning International Inc | 2.0 |
| Franco-Nevada Corp | 1.9 |
| Cameco Corp | 1.8 |
| Manulife Financial Corp | 1.7 |
| Molson Coors Canada Inc Class B | 1.7 |
| Quebecor Inc Class B | 1.7 |
| Enovus Energy Inc | 1.5 |
| Canadian Pacific Railway Ltd | 1.5 |
| Total % of Top 25 Holdings | 92.4 |
| Total Number of Stock Holdings | 65 |
| Total Number of Bond Holdings | 0 |
| Total Number of Other Holdings | 3 |
| Total Number of Holdings | 68 |

Equity Style

| | Value | Blend | Growth |
|-------|-------|-------|--------|
| Large | 32 | 31 | 12 |
| Mid | 5 | 14 | 5 |
| Small | 0 | 0 | 0 |

Weight %
 ● > 50
 ● 25 - 50
 ● 10 - 25
 ○ 0 - 10

Equity Statistics

| | |
|-------------------|------|
| P/B Ratio | 1.7 |
| P/E Ratio | 13.4 |
| P/FCF | 5.1 |
| P/S | 1.2 |
| Avg. Mkt Cap. \$B | 37.4 |
| Dividend Yield | 3.1 |

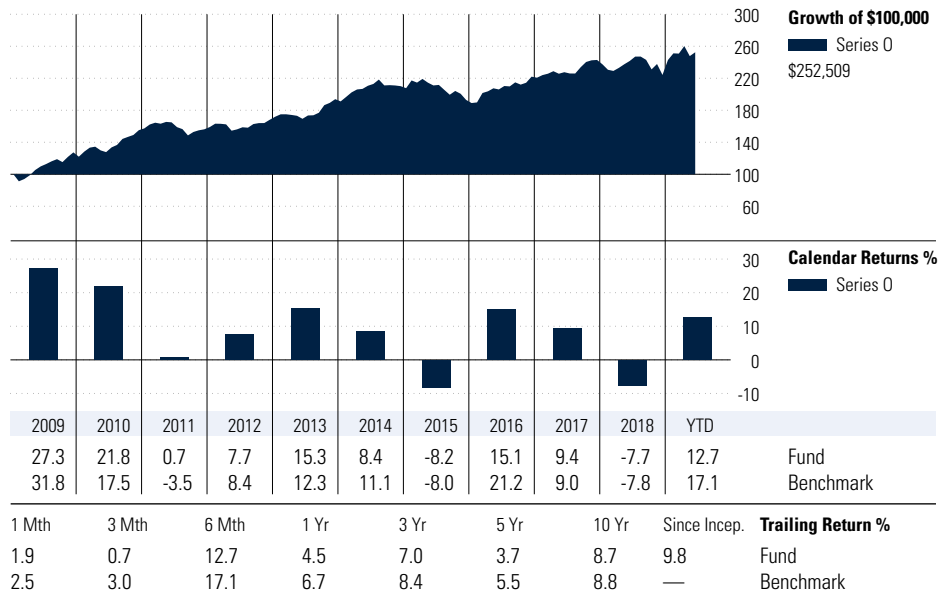
Top 5 Equity Sectors

| | % Equity |
|----------------------------------|-------------|
| Financials | 41.4 |
| Communication Services | 12.2 |
| Consumer Staples | 10.5 |
| Energy | 9.3 |
| Industrials | 8.2 |
| % in Top 5 Equity Sectors | 81.6 |

Risk Measures

| | Fund | Benchmark |
|----------------|------|-----------|
| 3 Year Std Dev | 9.5 | 8.6 |
| 5 Year Std Dev | 9.1 | 8.4 |

Performance Analysis as of June 30, 2019





RBC Private Fundamental Canadian Equity Pool

Management Overview

Manager Bios

Beutel, Goodman & Company Ltd.

Established in 1967, Beutel, Goodman & Company Ltd. is a privately-owned, independent Canadian investment manager and offers its investment management expertise to institutional, private wealth and retail clients.

Performance Analysis Cont'd as of June 30, 2019

| Distributions (\$)/Unit | YTD* | 2018 | 2017 | 2016 | 2015 | 2014 | 2013 | 2012 | 2011 | 2010 | 2009 |
|-------------------------|------|------|------|------|------|------|------|------|------|------|------|
| Total Distributions | 0.45 | 0.78 | 0.78 | 0.82 | 0.77 | 0.81 | 0.67 | 0.50 | 0.72 | 0.65 | 0.68 |
| Interest | 0.45 | 0.00 | 0.01 | 0.02 | 0.03 | 0.02 | 0.03 | 0.02 | 0.01 | 0.14 | 0.20 |
| Dividends | — | 0.77 | 0.77 | 0.80 | 0.74 | 0.79 | 0.64 | 0.48 | 0.71 | 0.51 | 0.48 |
| Capital Gains | — | — | — | — | — | — | — | — | — | — | — |
| Return Of Capital | — | — | — | — | — | — | — | — | — | — | — |

| Best/Worst Periods % | Ended | 1 Yr | Ended | 3 Yr | Ended | 5 Yr | Ended | 10 Yr |
|----------------------|--------|-------|--------|------|--------|-------|--------|-------|
| Best | 9-2005 | 41.8 | 9-2006 | 27.8 | 8-2008 | 19.4 | 9-2013 | 11.9 |
| Worst | 2-2009 | -27.2 | 2-2009 | -7.1 | 5-2012 | 2.1 | 5-2017 | 4.9 |
| Average | | 10.3 | | 8.9 | | 7.7 | | 8.1 |
| No. of Periods | | 179 | | 155 | | 131 | | 71 |
| Pct. Positive | | 77.7 | | 87.1 | | 100.0 | | 100.0 |

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

Commentary as at June 30, 2019

Canadian equity markets performed well during the first half of 2019 amid stronger economic growth and generally higher oil prices. The S&P/TSX Capped Composite Index rose through April on the back of a strong domestic labour market and robust corporate earnings, as well as investors' expectations that the Bank of Canada was moving closer to lowering interest rates. However, stocks gave up some of the gains in May, as the escalating U.S.-China trade conflict increased the risk of a global growth slowdown. Canadian stocks edged higher in June, but the gains were tempered by geopolitical tensions in the Persian Gulf and rising U.S. inventories of crude oil.

Effective February 27, 2019, Beutel, Goodman & Company, Ltd. was named as the sub-advisor of the Fund, and the name of the Fund was changed to the RBC Private Fundamental Canadian Equity Pool. The new name more clearly identifies the Fund's investment strategy and process. There was no change to the Fund's investment objectives.

The sub-advisor has for some time devoted a relatively large portion of the Fund's assets to the Financials sector, as the sub-advisor continues to believe that bank holdings offer quality and resilience as long-term investments. The sub-advisor believes that banks trade at attractive valuations and offer the potential for high returns, a strong regulatory environment, growth outside Canada and a track record of managing well through economic downturns. The Fund's two largest holdings are Royal Bank of Canada and Toronto-Dominion Bank, the banks that are strongest in domestic retail banking.

The Fund has significant exposure to the Financials, Consumer Staples and Communication Services sectors, and has fewer assets on a relative basis invested in the Energy, Utilities and Industrials sectors.



RBC Private Fundamental Canadian Equity Pool

Disclosure

RBC Funds, RBC Private Pools, BlueBay Funds, PH&N Funds and RBC Corporate Class Funds are offered by RBC Global Asset Management Inc. and distributed through authorized dealers.

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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.

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MER (%) for RBC Funds, RBC Private Pools, PH&N Funds and BlueBay Funds is based on actual expenses for the preceding calendar year or most recent half-year period ended June 30 expressed on an annualized basis, depending on availability of data at the time of publication.

MER (%) for RBC Corporate Class Funds is based on actual expenses for the preceding full year period ended March 31 or half-year period ended September 30 expressed on an annualized basis, depending on availability of

data at the time of publication.

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.

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