



# RBC Canadian Equity Fund

## Investment Objective

To provide long-term capital growth by investing primarily in equity securities of major Canadian companies in order to provide broad exposure to economic growth opportunities in Canada.

## Fund Details

Series	Load Structure	Currency	Fund Code
A	No Load	CAD	RBF269
Adv	Deferred Sales	CAD	RBF847
Adv	Front End	CAD	RBF747
Adv	Low Load	CAD	RBF127
T5	No Load	CAD	RBF434

Inception Date	April 1967
Total Fund Assets \$Mil	2,446.1
Series A NAV \$	25.46
Series A MER %	1.89
Benchmark	S&P/TSX Capped Composite Total Return Index

Income Distribution	Annually
Capital Gains Distribution	Annually

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

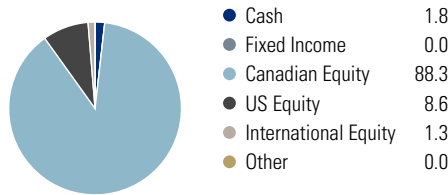
Fund Category	Canadian Equity
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Management Company	RBC Global Asset Management Inc.
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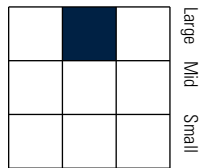
Web Site	www.rbcgam.com
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## Portfolio Analysis as of September 30, 2017

### Asset Mix



### Equity Style



Value Blend Growth

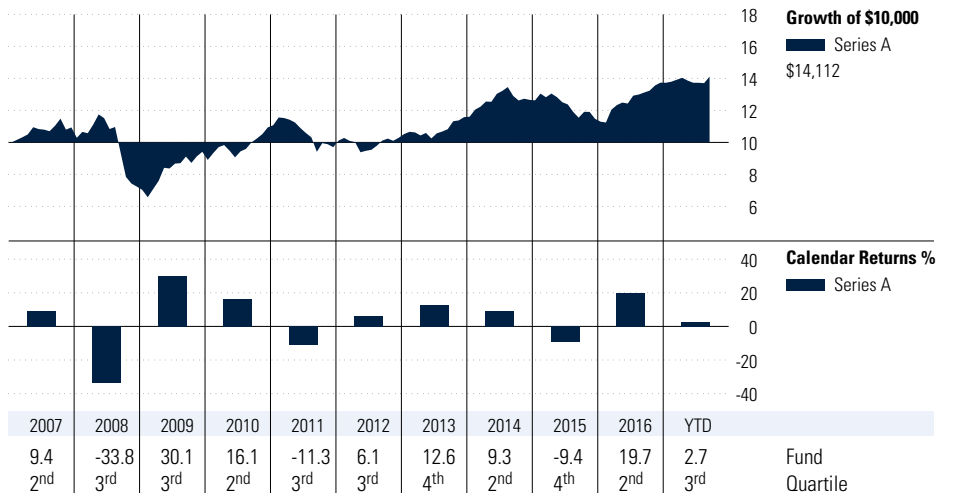
### Global Equity Sectors

Sector	% Equity
Financials	30.1
Energy	23.9
Materials	9.8
Industrials	9.3
Consumer Staples	4.8
Real Estate	4.8
Consumer Discretionary	3.9
Telecommunication Services	3.8
Utilities	3.8
Information Technology	3.4
Health Care	2.5
Unclassified	0.0

### Top 25 Holdings

Company	% Assets
Royal Bank of Canada	6.1
The Toronto-Dominion Bank	5.1
Enbridge Inc	5.0
Bank of Nova Scotia	4.0
Suncor Energy Inc	3.5
Canadian Natural Resources Ltd	3.0
Manulife Financial Corp	2.7
Canadian National Railway Co	2.5
CIBC	2.5
Brookfield Asset Management Inc Class A	2.3
Bank of Montreal	2.3
BCE Inc	2.1
Alimentation Couche-Tard Inc B	2.0
TransCanada Corp	2.0
Sun Life Financial Inc	2.0
Canadian Pacific Railway Ltd	1.9
Potash Corp of Saskatchewan Inc	1.4
Keyera Corp	1.3
CGI Group Inc A	1.3
Loblaw Companies Ltd	1.3
SNC-Lavalin Group Inc	1.1
Agrium Inc	1.1
Brookfield Property Partners LP	1.1
Fortis Inc	1.0
TELUS Corp	1.0
Total % of Top 25 Holdings	59.4
Total Number of Stock Holdings	152
Total Number of Bond Holdings	0
Total Number of Other Holdings	1
<b>Total Number of Holdings</b>	<b>153</b>

## Performance Analysis as of September 30, 2017



Period	1 Mth	3 Mth	6 Mth	1 Yr	3 Yr	5 Yr	10 Yr	Since Incep.	Trailing Return %
Rank	2 <sup>nd</sup>	2 <sup>nd</sup>	3 <sup>rd</sup>	3 <sup>rd</sup>	3 <sup>rd</sup>	4 <sup>th</sup>	4 <sup>th</sup>	—	Fund Quartile
No. of Funds in Category	609	606	596	575	415	302	141	—	



# RBC Canadian Equity Fund

## Management Overview

### Manager Bios

#### Jennifer McClelland

#### RBC Global Asset Management Inc.

Jennifer McClelland is Vice President and Senior Portfolio Manager, Canadian Equities. Jennifer began her investment career in 1993. She is a member of the North American equity team and is responsible for core and income-oriented Canadian equity mandates. Jennifer has a Bachelor Degree in Economics from the University of Western Ontario and is a CFA charterholder.

### Performance Analysis Cont'd as of September 30, 2017

Distributions (\$)/Unit	YTD*	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
Total Distributions	—	0.14	0.34	3.34	0.16	0.05	1.18	1.42	0.89	—	2.37
Interest	—	—	—	—	—	—	—	—	—	—	—
Dividends	—	0.14	0.11	0.08	0.16	0.05	—	—	—	—	—
Capital Gains	—	—	0.23	3.26	—	—	1.18	1.42	0.89	—	2.37
Return Of Capital	—	—	—	—	—	—	—	—	—	—	—

Best/Worst Periods %	Ended	1 Yr	Ended	3 Yr	Ended	5 Yr	Ended	10 Yr
Best	8-2000	42.1	3-2006	24.5	10-2007	19.2	8-2008	11.5
Worst	2-2009	-38.3	2-2009	-9.4	5-2012	-3.0	1-2016	2.2
Average		8.9		8.2		8.0		7.4
No. of Periods		289		265		241		181
Pct. Positive		73.7		84.9		92.1		100.0

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

### Quarterly Commentary as at September 30, 2017

The S&P/TSX Composite Index languished after hitting an all-time high in February 2017. During the latter part of the period, the index moved back into positive territory for the year, but remains below the aforementioned highs. The TSX had a strong Q3 and outperformed the S&P 500, but continues to lag year to date.

Numerous factors contributed to the Canadian market's underperformance, including continued weakness in the Energy sector, concerns about the composition of Canadian economic growth and rising interest rates. Market sentiment was also impacted by looming uncertainty regarding negotiations to rework NAFTA, and questions about Canada's competitiveness remain amid a backdrop of higher taxes, currency headwinds and higher labour costs.

Relative performance was enhanced by Materials and Utilities, while Real Estate detracted. Underweight positioning and security selection contributed to returns in Materials. An

underweight position in Wheaton Precious Metals aided returns as precious metals stocks struggled in Q3. In Utilities, security selection improved returns, supported by Brookfield Infrastructure Partners as the company has been raising capital to fund its growth.

Meanwhile, overweight positioning and security selection detracted from relative performance in Real Estate as the hawkish shift from the Bank of Canada hindered the interest rate sensitive sector.

Stocks continue to be supported by a global synchronized expansion and renewed corporate-profit growth around the world. While stocks are not as cheap as they were when the cycle began, they remain somewhat attractive. Markets have benefited from rising earnings and price-to-earnings ratios through this bull market, but earnings rather than valuations may now be the force needed to propel the market higher.



# RBC Canadian 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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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, 2017, expressed on an annualized basis.

MER (%) for RBC Corporate Class Funds is based on actual expenses for the full-year period, April 1, 2016 to March 31, 2017, expressed on an annualized basis.

Adjusted MER is provided for funds with management fee changes effective June 30, 2016. The Adjusted MER represents what the reported MER would have been had management fee changes been in effect throughout 2016.

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, 2017.

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