



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	2,400.9
Series A NAV \$	24.71
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

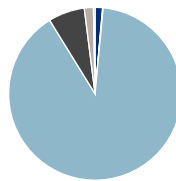
Fund Category	Canadian Equity
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Management Company	RBC Global Asset Management Inc.
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Web Site	www.rbcgam.com
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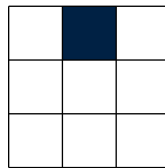
Portfolio Analysis as of June 30, 2018

Asset Mix



	% Assets
Cash	1.4
Fixed Income	0.1
Canadian Equity	89.7
US Equity	6.8
International Equity	1.7
Other	0.3

Equity Style



Value Blend Growth

Equity Statistics

P/B Ratio	1.8
P/E Ratio	15.0
Avg. Mkt Cap. \$B	28.4

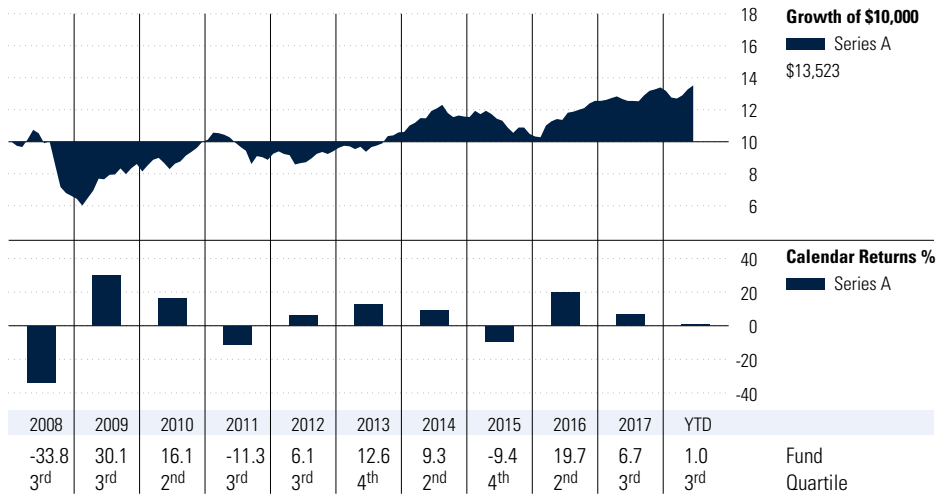
Global Equity Sectors

	% Equity
Financials	29.5
Energy	24.4
Materials	10.5
Industrials	10.2
Utilities	5.8
Real Estate	4.6
Consumer Discretionary	3.7
Consumer Staples	3.1
Telecommunication Services	3.0
Health Care	2.6
Information Technology	2.6
Unclassified	0.0

Top 25 Holdings

	% Assets
Royal Bank of Canada	5.7
The Toronto-Dominion Bank	5.1
Bank of Nova Scotia	4.7
Enbridge Inc	4.0
Suncor Energy Inc	4.0
Canadian Natural Resources Ltd	3.3
Canadian National Railway Co	2.9
Manulife Financial Corp	2.7
TransCanada Corp	2.6
Bank of Montreal	2.4
Nutrien Ltd	2.4
Brookfield Asset Management Inc Class A	2.3
Sun Life Financial Inc	1.9
SNC-Lavalin Group Inc	1.7
Canadian Pacific Railway Ltd	1.7
CIBC	1.6
BCE Inc	1.5
Pembina Pipeline Corp	1.5
Alimentation Couche-Tard Inc B	1.4
Thomson Reuters Corp	1.3
UnitedHealth Group Inc	1.2
Keyera Corp	1.2
PrairieSky Royalty Ltd	1.1
Teck Resources Ltd Class B	1.0
Fortis Inc	1.0
Total % of Top 25 Holdings	60.1
Total Number of Stock Holdings	136
Total Number of Bond Holdings	0
Total Number of Other Holdings	4
Total Number of Holdings	140

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 %
	1.9	6.5	1.0	7.7	5.7	7.6	2.5	8.7	Fund
		1 st	2 nd	3 rd	3 rd	3 rd	4 th	—	Quartile
	622	618	610	595	419	329	155	—	No. of Funds in Category



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 June 30, 2018

Distributions (\$)/Unit	YTD*	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
Total Distributions	—	1.95	0.14	0.34	3.34	0.16	0.05	1.18	1.42	0.89	—
Interest	—	—	—	—	—	—	—	—	—	—	—
Dividends	—	0.09	0.14	0.11	0.08	0.16	0.05	—	—	—	—
Capital Gains	—	1.86	—	0.23	3.26	—	—	1.18	1.42	0.89	—
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	5-2018	2.1
Average		8.2		7.8		7.6		7.2
No. of Periods		289		265		241		181
Pct. Positive		73.4		84.9		92.1		100.0

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

Quarterly Commentary as at June 30, 2018

The Canadian stock market posted modest gains in the first half of 2018, led by strength in Energy and Technology. However, domestic economic growth slowed and concern about trade protectionism intensified as the period progressed, leading the Bank of Canada to take a more cautious approach toward raising interest rates. The combination of rising borrowing costs, a weaker housing market and uncertainty about the future of the North American Free Trade Agreement conspired to dampen Canadian growth. Late in the period, President Trump imposed tariffs on Canadian steel and aluminum. Against this backdrop, equities have struggled to make the kind of headway that came so easily last year.

Security selection mildly detracted in Q2, although asset allocation was positive. We were hurt by an underweight in Canadian technology, although it's a small sector in Canada. We didn't own top performer Constellation Software Inc., which has

demonstrated its ability to rapidly compound capital through acquisitions. Positively for the Fund, a position in Aritzia Inc., a women's fashion brand based in Vancouver, performed well to reverse weakness following its 2016 initial public offering.

Equities fluctuated significantly during the first half of the year as rapid corporate profit growth was offset by contracting price-to-earnings ratios. Expanding valuations have been a significant source of gains for stocks during this long bull market, but sustained earnings growth will be critical to drive stocks higher from here. The earnings outlook in Canada has been upgraded to reflect higher crude-oil prices, underpinning Energy sector earnings. The global economic backdrop supports continued momentum in commodity prices as the global economy appears to be entering the later part of the cycle.



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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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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