



RBC European Mid-Cap Equity Fund

Investment Objective

To provide long-term capital growth. The fund invests primarily in equity securities of European mid-cap companies. The fund provides exposure to growth opportunities in the European economy and diversification benefits beyond North America.

Fund Details

Series	Load Structure	Currency	Fund Code
A	No Load	CAD	RBF426
Adv	Front End	CAD	RBF6426
Adv	Low Load	CAD	RBF4426

Inception Date	September 2016
Total Fund Assets \$Mil	8.9
Series A NAV \$	10.99
Series A MER %	2.14
Benchmark	MSCI Europe Mid Cap Total Return Net Index (CAD)

Income Distribution	Annually
Capital Gains Distribution	Annually

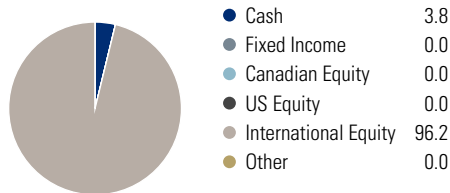
Sales Status	Open
Min. Investment \$	500
Subsequent Investment \$	25

Fund Category	European Equity
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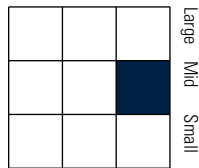
Management Company	RBC Global Asset Management Inc.
Web Site	www.rbcgam.com

Portfolio Analysis as of September 30, 2017

Asset Mix



Equity Style



Value Blend Growth

Top 5 Sectors

Sector	% Equity
Industrials	25.1
Financials	16.5
Materials	14.8
Information Technology	11.3
Consumer Discretionary	10.6

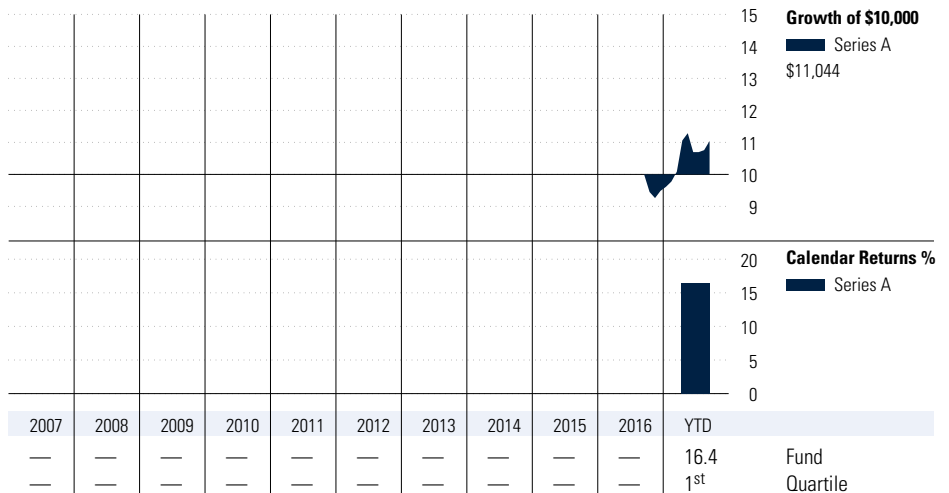
Geographic Allocations

Geography	% Assets
United Kingdom	43.8
Denmark	10.9
Switzerland	10.6
Germany	6.1
Italy	5.5

Top 25 Holdings

Company	% Assets
Recordati	3.2
Cranswick PLC	3.1
London Stock Exchange Group PLC	2.9
Paddy Power Betfair PLC	2.9
Sika AG Bearer Shs	2.6
Pandora A/S	2.5
Stabilus SA	2.4
Ashtead Group PLC	2.4
Fevertree Drinks PLC	2.4
Chr. Hansen Holding A/S	2.3
Novozymes A/S B	2.3
DCC PLC	2.3
Howden Joinery Group PLC	2.3
VAT Group AG	2.3
Playtech PLC	2.2
Essilor International SA	2.2
Auto Trader Group PLC	2.2
Moncler SpA	2.2
Rathbone Brothers PLC	2.1
Assa Abloy AB B	2.1
Partners Group Holding AG	2.0
Topdanmark A/S	2.0
Ryanair Holdings PLC ADR	2.0
Ibstock PLC	2.0
Kerry Group PLC Class A	2.0
Total % of Top 25 Holdings	58.9
Total Number of Stock Holdings	52
Total Number of Bond Holdings	0
Total Number of Other Holdings	1
Total Number of Holdings	53

Performance Analysis as of September 30, 2017



1 Mth	3 Mth	6 Mth	1 Yr	3 Yr	5 Yr	10 Yr	Since Incep.	Trailing Return %
2.7	3.2	9.5	10.4	—	—	—	9.8	Fund
3 rd	1 st	1 st	3 rd	—	—	—	—	Quartile
177	176	171	167	107	77	51	—	No. of Funds in Category



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Management Overview

Manager Bios

David Lambert

RBC Global Asset Management (UK) Limited

David is a Portfolio Manager with the European Equity team of RBC Global Asset Management (UK) Limited. He is part of a veteran team that strives to identify superior investment opportunities while minimizing risks. David began his career with the firm in 1999 as a Quantitative Analyst and became a Portfolio Manager in 2003. He graduated from Loughborough University with a First Class BSc (Hons) degree in Mathematics and is an Associate of the UK Society of Investment Professionals (CFA UK).

Performance Analysis Cont'd as of September 30, 2017

Distributions (\$)/Unit	YTD*	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
Total Distributions	—	—	—	—	—	—	—	—	—	—	—
Interest	—	—	—	—	—	—	—	—	—	—	—
Dividends	—	—	—	—	—	—	—	—	—	—	—
Capital Gains	—	—	—	—	—	—	—	—	—	—	—
Return Of Capital	—	—	—	—	—	—	—	—	—	—	—

Best/Worst Periods %	Ended	1 Yr	Ended	3 Yr	Ended	5 Yr	Ended	10 Yr
Best	9-2017	10.4	—	—	—	—	—	—
Worst	9-2017	10.4	—	—	—	—	—	—
Average		10.4		—		—		—
No. of Periods		1		—		—		—
Pct. Positive		100.0		—		—		—

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

Quarterly Commentary as at September 30, 2017

European markets had another robust quarter making it the 5th positive quarter in a row of gains in Canadian dollar terms.

From an asset allocation perspective, our overweight position in Information Technology and underweight in Real Estate proved to be value-add. The largest detractor was the small overweight in Health Care.

At the security selection level, our holdings in the Consumer Staples and Financials sectors contributed the most to relative performance. The largest contributor was our overweight position in the UK-listed soft beverage company, Fevertree Drinks (Consumer Staples, 0.52%). The second largest contributor was GTT, the French oil services business (Energy, 0.34%). The largest detractor was a stock not held in the portfolio – Fiat Chrysler, which was up over 60% in the quarter (-0.38% to the Fund). Paddy Power Betfair was the biggest negative from the names we do own, accounting for -0.35% underperformance.

The bulk of the positive performance in the European equity space was delivered in September, after a traditionally quiet summer period. European macro data continued to remain very robust with Purchasing Managers' Index data hitting a 6-year high. The weakening of the Euro towards the end of the quarter helped underpin earnings estimates (as the bulk of the region's earnings are derived from outside of Europe). European earnings continue to improve after a number of years in the doldrums; they are still some 25% below their 2008 peak, so there is certainly room for catch-up.

While we are, as always, cognisant of the wider macro environment, our focus remains on the discipline of long-term investing in companies with strong competitive positions, low capital intensity, sustainable and/or improving profitability and the right management strategy and governance structures.



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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.

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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