



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	5.0
Series A NAV \$	10.04
Series A MER %	2.15
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
---------------	-----------------

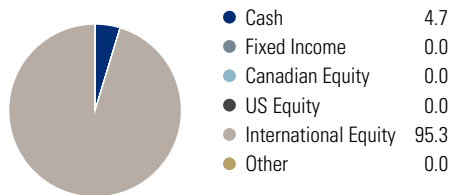
Management Company	RBC Global Asset Management Inc.
Web Site	www.rbcgam.com

Notes

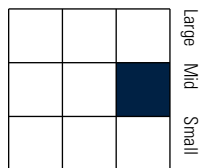
Securities regulations do not allow us to report performance for a mutual fund that has been available for less than one year. This fund was launched September 26, 2016.

Portfolio Analysis as of March 31, 2017

Asset Mix



Equity Style



Value Blend Growth

Top 5 Sectors

Sector	% Equity
Industrials	22.1
Materials	15.1
Financials	14.8
Information Technology	14.2
Consumer Discretionary	12.3

Geographic Allocations

Geography	% Assets
United Kingdom	42.8
Denmark	11.2
Switzerland	10.4
Germany	6.7
Italy	6.4

Top 25 Holdings

Company	% Assets
Recordati	3.6
Paddy Power Betfair PLC	3.3
Sika AG Bearer Shs	3.2
Assa Abloy AB B	2.8
Chr. Hansen Holding A/S	2.7
Essilor International SA	2.7
DCC PLC	2.7
Micro Focus International PLC	2.6
Fevertree Drinks PLC	2.6
Pandora A/S	2.5
Moncler SpA	2.5
Rightmove PLC	2.5
Novozymes A/S B	2.5
Auto Trader Group PLC	2.4
Ryanair Holdings PLC ADR	2.4
Playtech PLC	2.4
Cembra Money Bank AG	2.3
Geberit AG	2.3
Symrise AG	2.3
Cranswick PLC	2.3
Hexpol AB B	2.2
Protector Forsikring ASA	2.2
Partners Group Holding AG	2.1
Rathbone Brothers PLC	2.0
Hargreaves Lansdown PLC	1.9
Total % of Top 25 Holdings	63.1
Total Number of Stock Holdings	48
Total Number of Bond Holdings	0
Total Number of Other Holdings	1
Total Number of Holdings	49

Performance Analysis as of March 31, 2017



Period	1 Mth	3 Mth	6 Mth	1 Yr	3 Yr	5 Yr	10 Yr	Since Incep.	Trailing Return %
Fund	—	—	—	—	—	—	—	—	—
Quartile	—	—	—	—	—	—	—	—	—
No. of Funds in Category	175	173	171	144	99	66	51	—	—



RBC European Mid-Cap Equity Fund

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 March 31, 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	—	—	—	—	—	—	—	—
Worst	—	—	—	—	—	—	—	—
Average	—	—	—	—	—	—	—	—
No. of Periods	—	—	—	—	—	—	—	—
Pct. Positive	—	—	—	—	—	—	—	—

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

Quarterly Commentary as at March 31, 2017

Security selection detracted from relative performance whereas asset allocation was positive.

From an asset allocation perspective, our overweight position in Information Technology was the biggest contributor. The largest detractor was our overweight position in Energy as the sector ended the quarter on weakness.

At the security selection level, our holdings in the Materials and Consumer Staples sectors contributed the most to relative performance. The largest contributor was our off benchmark position in the UK based producer of premium drink mixers, Fevertree (Consumer Staples, 51 bps). The second largest contributor was Mocler, the Italian apparel manufacturer and fashion brand (Consumer Discretionary, 37bps). The largest detractor was stock selection within the Consumer Discretionary sector. The most significant detractors were Dunelm Group, the UK-based home furnishings retailer (Consumer Discretionary, -50bps) and international Danish jewellery manufacturer,

Pandora (Consumer Discretionary, -45bps).

The value rally which was the hallmark of the second half of 2016 seems to have paused. Investor sentiment appears to be buoyed by the strengthening of corporate profitability and return to growth and the expectation of a more benign fiscal environment. This is despite continuing questions around political stability with potential for disruptions particularly in France and Italy. In the current environment, domestically-exposed stocks may return to favour with those exhibiting highest potential growth in revenue emerging as winners.

We are, as always, cognisant of the wider macro environment both for its challenges and opportunities. Nevertheless, 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.



RBC European Mid-Cap 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.

This document has been compiled by RBC Global Asset Management Inc. (RBC GAM) from sources believed to be reliable, but no representations or warranty, express or implied, are made by RBC GAM, its affiliates or any other person as to its accuracy, 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 and PH&N Funds is based on actual expenses for the full-year period, January 1 to December 31, 2016, expressed on an annualized basis.

MER (%) for RBC Corporate Class Funds is based on actual expenses for the half-year period, April 1, 2016 to September 30, 2016, 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.

PH&N Funds Series A formerly known as Series C.

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 March 31, 2017.

® / ™ Trademark(s) of Royal Bank of Canada. Used under licence. © RBC Global Asset Management Inc. 2017