



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	7.9
Series A NAV \$	10.65
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
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Management Company	RBC Global Asset Management Inc.
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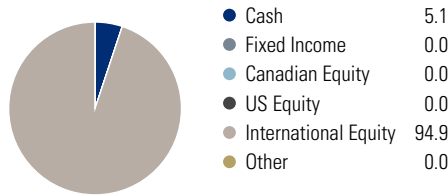
Web Site	www.rbcgam.com
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Notes

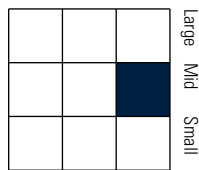
Securities regulations do not allow us to report performance for a mutual fund that has been available for less than one year. This fund was launched September 26, 2016.

Portfolio Analysis as of June 30, 2017

Asset Mix



Equity Style



Value Blend Growth

Top 5 Sectors

Sector	% Equity
Industrials	26.7
Financials	15.0
Materials	14.6
Information Technology	12.9
Consumer Discretionary	10.9

Geographic Allocations

Geography	% Assets
United Kingdom	42.8
Switzerland	11.0
Denmark	10.6
Germany	6.5
Italy	5.6

Top 25 Holdings

Company	% Assets
Recordati	3.3
London Stock Exchange Group PLC	3.2
Paddy Power Betfair PLC	3.0
Cranswick PLC	2.8
Playtech PLC	2.7
Sika AG Bearer Shs	2.6
Pandora A/S	2.6
Essilor International SA	2.4
Ashtead Group PLC	2.4
Ryanair Holdings PLC ADR	2.4
Fevertree Drinks PLC	2.4
Chr. Hansen Holding A/S	2.3
Assa Abloy AB B	2.3
Micro Focus International PLC	2.3
Stabilus SA	2.2
Hexpol AB B	2.2
Rightmove PLC	2.1
Rathbone Brothers PLC	2.1
Auto Trader Group PLC	2.1
DCC PLC	2.1
Novozymes A/S B	2.1
Moncler SpA	2.1
Cembra Money Bank AG	2.1
Howden Joinery Group PLC	2.0
Veidekke ASA	2.0
Total % of Top 25 Holdings	59.9
Total Number of Stock Holdings	50
Total Number of Bond Holdings	0
Total Number of Other Holdings	1
Total Number of Holdings	51

Performance Analysis as of June 30, 2017

											15	Growth of \$10,000
											14	Series A
											13	
											12	
											11	
											10	
											9	
											0.4	Calendar Returns %
											0.3	Series A
											0.2	
											0.1	
											0.0	
2007	2008	2009	2010	2011	2012	2013	2014	2015	2016	YTD		Fund Quartile
—	—	—	—	—	—	—	—	—	—	—		
1 Mth	3 Mth	6 Mth	1 Yr	3 Yr	5 Yr	10 Yr	Since Incep.			Trailing Return %		
—	—	—	—	—	—	—	—			Fund		
—	—	—	—	—	—	—	—			Quartile		
178	173	171	148	103	65	50	—			No. of Funds in Category		



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 June 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	—	—	—	—	—	—	—	—
Worst	—	—	—	—	—	—	—	—
Average	—	—	—	—	—	—	—	—
No. of Periods	—	—	—	—	—	—	—	—
Pct. Positive	—	—	—	—	—	—	—	—

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

Quarterly Commentary as at June 30, 2017

European equities delivered positive returns during Q2 although these were muted by a negative June. One interpretation of June's market movement is that it is the beginning of the second wave of a value rally and, as such, the quality/growth styles will be retreating versus more value/cyclical names. The other is that the dip in the last week of June was a sympathy move with bond markets. The economic backdrop in the Eurozone, nevertheless, remains robust with sentiment nearly back at 2007 peak levels and GDP growth on the rise. In contrast, economic figures reported from the UK showed a potential slowdown as the manufacturing, services and construction sub-sectors stalled due to increasing business uncertainty.

Both asset allocation and security selection added to performance with the latter driving the outperformance. From an asset allocation perspective, our underweight position in Consumer Discretionary was the biggest contributor. The largest detractor was our underweight position in

Real Estate as the sector was up in Q2.

At the security selection level, our holdings in the Financials and Materials sectors contributed the most to relative performance. The largest contributor was our overweight position in the Irish budget airline, Ryanair. The second largest contributor was Italian pharmaceutical, Recordati. The largest detractor was stock selection within the Consumer Discretionary sector. The most significant detractors were Pandora, the Danish jewellery name and Irish betting giant, Paddy Power Betfair.

While we are, as always, cognizant 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.



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.

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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 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 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 April 30, 2017.

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