



RBC U.S. Equity Value Fund

Investment Objective

To provide long-term capital growth. The fund invests primarily in equity securities of U.S. companies that are attractively valued relative to their peers, their own valuation history and the broader stock market while also offering long-term opportunities for growth.

Fund Details

Series	Load Structure	Currency	Fund Code
A	No Load	CAD	RBF473
A	No Load	USD	RBF474
Adv	Front End	CAD	RBF6733
Adv	Low Load	CAD	RBF6733
Adv	Front End	USD	RBF6734
Adv	Low Load	USD	RBF6734

Inception Date	March 2014
Total Fund Assets \$Mil	42.7
Series A NAV \$	13.69
Series A MER %	1.87
Benchmark	S&P 500 Total Return Index (C\$)

Income Distribution	Annually
Capital Gains Distribution	Annually

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

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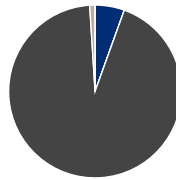
Web Site	www.rbcgam.com
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Notes

Performance Analysis is in CAD and for CAD series A fund (RBF473).

Portfolio Analysis as of September 30, 2017

Asset Mix

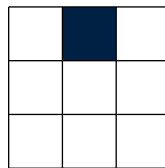


	% Assets
Cash	5.5
Fixed Income	0.0
Canadian Equity	0.0
US Equity	93.5
International Equity	1.0
Other	0.0

Top 25 Holdings

	% Assets
Apple Inc	3.7
Alphabet Inc A	3.2
Microsoft Corp	3.0
Berkshire Hathaway Inc B	2.2
JPMorgan Chase & Co	2.1
Johnson & Johnson	2.1
Facebook Inc A	1.9
Exxon Mobil Corp	1.8
Bank of America Corporation	1.7
Pfizer Inc	1.6
Chevron Corp	1.6
Citigroup Inc	1.6
UnitedHealth Group Inc	1.6
Comcast Corp Class A	1.2
Procter & Gamble Co	1.1
3M Co	1.1
Cisco Systems Inc	1.1
Aetna Inc	1.1
The Home Depot Inc	1.0
DowDuPont Inc	1.0
Eli Lilly and Co	1.0
AT&T Inc	1.0
Broadcom Ltd	1.0
Medtronic PLC	0.9
Texas Instruments Inc	0.9
Total % of Top 25 Holdings	40.5
Total Number of Stock Holdings	302
Total Number of Bond Holdings	0
Total Number of Other Holdings	3
Total Number of Holdings	305

Equity Style



Value Blend Growth

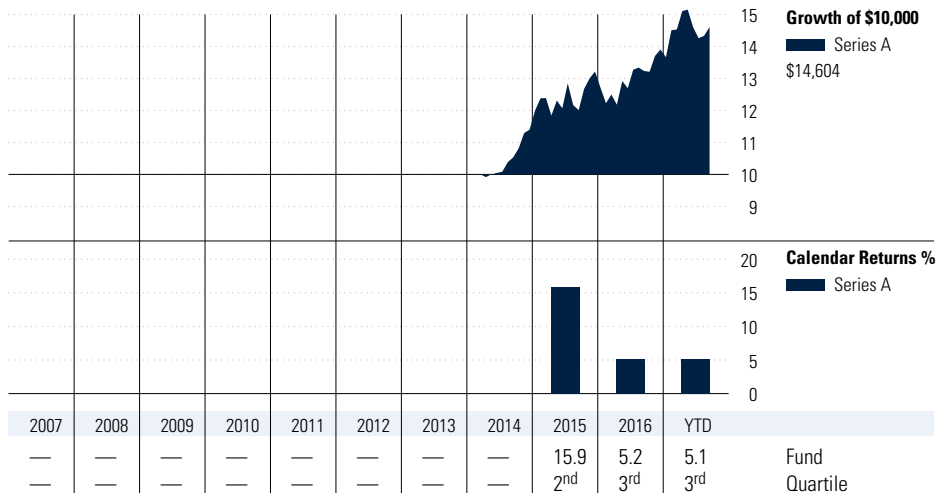
Equity Statistics

P/B Ratio	2.8
P/E Ratio	20.7
Avg. Mkt Cap. \$B	131.1

Global Equity Sectors

	% Equity
Information Technology	23.6
Financials	15.9
Health Care	14.6
Industrials	11.4
Consumer Discretionary	9.7
Consumer Staples	9.0
Energy	6.5
Real Estate	2.8
Utilities	2.5
Materials	2.5
Telecommunication Services	1.5
Unclassified	0.0

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 %
1.9	0.1	0.5	10.4	11.5	—	—	10.9	Fund
3 rd	3 rd	3 rd	3 rd	2 nd	—	—	—	Quartile
1387	1382	1345	1306	872	519	235	—	No. of Funds in Category



RBC U.S. Equity Value Fund

Management Overview

Manager Bios

Stuart Kedwell

RBC Global Asset Management Inc.

Stuart Kedwell is Senior Vice President and Co-Head, North American Equities. He has been in the investment industry since 1997.

Doug Raymond

RBC Global Asset Management Inc.

Doug Raymond is Senior Vice President and Co-Head, North American Equities. He has been in the investment industry since 1985.

Performance Analysis Cont'd as of September 30, 2017

Distributions (\$)/Unit	YTD*	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
Total Distributions	—	—	0.64	0.03	—	—	—	—	—	—	—
Interest	—	—	0.00	—	—	—	—	—	—	—	—
Dividends	—	—	—	—	—	—	—	—	—	—	—
Capital Gains	—	—	0.64	0.03	—	—	—	—	—	—	—
Return Of Capital	—	—	—	—	—	—	—	—	—	—	—

Best/Worst Periods %	Ended	1 Yr	Ended	3 Yr	Ended	5 Yr	Ended	10 Yr
Best	7-2015	27.4	4-2017	15.1	—	—	—	—
Worst	2-2016	-1.2	8-2017	11.4	—	—	—	—
Average		12.1		13.1				
No. of Periods		31		7				
Pct. Positive		96.8		100.0				

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

Quarterly Commentary as at September 30, 2017

The U.S. stock market made progress again this past quarter. Strong performances from the Information Technology, Energy and Telecommunication Services sectors powered the advance, while the Consumer Discretionary and Consumer Staples sectors were the primary drag.

The S&P 500 is up since the November election, but corporate fundamentals rather than politics have been the driving force for the market. After three years of essentially flat earnings, the S&P 500 is expected to generate roughly 10% earnings growth in 2017. Our indicators suggest that the odds of a recession remain fairly low, but the risks of correction have increased.

During the quarter, the Fund was aided by the Consumer Staples and Utilities sectors, while Energy was the largest drag. Underweight positioning and security selection boosted returns in Consumer Staples as consumers disrupt traditional retailers by changing the way they shop and what they want to buy. In Utilities, the fund

benefitted from overweight position, NRG Energy as the company shared transformation plans.

In contrast, security selection in Energy was a drag. While oil prices rebounded over the quarter, they do remain below our estimates for the marginal cost of supply.

Stocks continue to be supported by a global synchronized expansion and renewed corporate-profit growth around the world. With many equity markets at or near all-time highs, investors are rightly concerned about the sustainability of the bull market in equities. While stocks are not as cheap as they were when the cycle began, they remain somewhat attractive relative to fixed income. 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 U.S. Equity Value 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, 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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