



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	RBF4073
Adv	Front End	USD	RBF6734
Adv	Low Load	USD	RBF4074

Inception Date	March 2014
Total Fund Assets \$Mil	51.2
Series A NAV \$	15.23
Series A MER %	1.89
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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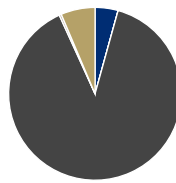
Web Site	www.rbcgam.com
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Notes

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

Portfolio Analysis as of June 30, 2018

Asset Mix

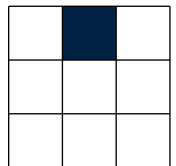


	% Assets
Cash	4.3
Fixed Income	0.0
Canadian Equity	0.0
US Equity	88.9
International Equity	0.4
Other	6.4

Top 25 Holdings

	% Assets
Apple Inc	4.0
Microsoft Corp	3.9
Alphabet Inc A 28-04-2018	3.4
Facebook Inc A	2.5
JPMorgan Chase & Co	2.1
Johnson & Johnson	1.8
UnitedHealth Group Inc	1.8
Bank of America Corporation	1.7
Berkshire Hathaway Inc B	1.6
Chevron Corp	1.5
Pfizer Inc	1.5
Boeing Co	1.3
Intel Corp	1.3
The Home Depot Inc	1.1
Wells Fargo & Co	1.1
Exxon Mobil Corp	1.1
Texas Instruments Inc	1.0
United Technologies Corp	1.0
ConocoPhillips	1.0
McDonald's Corp	1.0
Lowe's Companies Inc	1.0
Medtronic PLC	0.9
Comcast Corp Class A	0.9
Visa Inc Class A	0.9
Eli Lilly and Co	0.9
Total % of Top 25 Holdings	40.5
Total Number of Stock Holdings	140
Total Number of Bond Holdings	0
Total Number of Other Holdings	2
Total Number of Holdings	142

Equity Style



Value Blend Growth

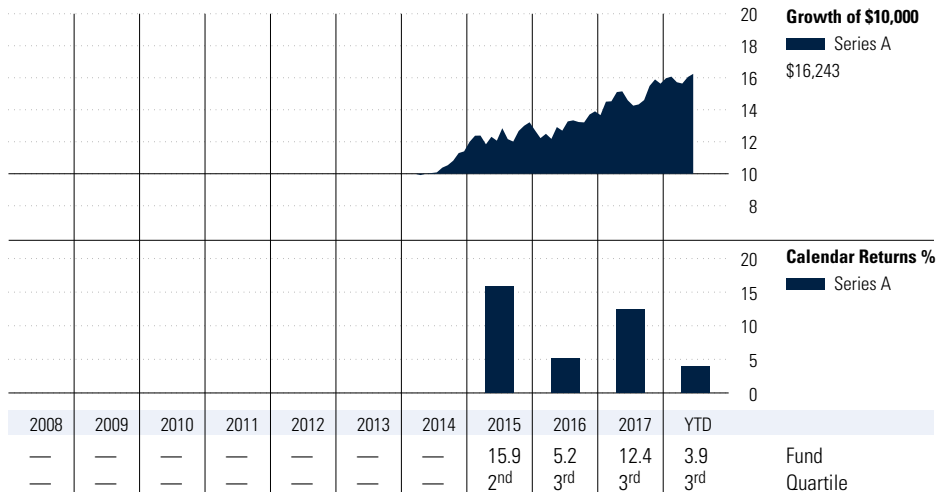
Equity Statistics

P/B Ratio	2.7
P/E Ratio	16.8
Avg. Mkt Cap. \$B	152.7

Global Equity Sectors

	% Equity
Information Technology	27.6
Financials	15.8
Health Care	12.6
Consumer Discretionary	11.3
Industrials	8.8
Energy	8.0
Consumer Staples	7.4
Real Estate	3.1
Utilities	2.4
Materials	2.2
Telecommunication Services	0.9
Unclassified	0.0

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 %
	1.2	3.3	3.9	11.3	10.4	—	—	11.6	Fund
	3 rd	3 rd	3 rd	3 rd	2 nd	—	—	—	Quartile
	1446	1428	1411	1349	918	615	261	—	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 June 30, 2018

Distributions (\$)/Unit	YTD*	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
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	3-2018	8.3	—	—	—	—
Average		11.9		11.5				
No. of Periods		40		16				
Pct. Positive		97.5		100.0				

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

Quarterly Commentary as at June 30, 2018

U.S. equity markets rebounded in the second quarter. However, sustained economic growth and accelerated earnings were accompanied by higher interest rates and faster inflation, which weighed on valuations. Against this backdrop, equities require ongoing earnings growth to make the kind of headway that came so easily last year.

Security selection detracted this quarter, but a few overweight positions performed well. ConocoPhillips Co. had a good quarter due to rising commodity prices. The biopharmaceutical company, AbbVie Inc., performed strongly at the beginning of the quarter, rebounding from weakness in Q1, and we sold before it pulled back again. Conversely, not holding Amazon.com Inc.

and Netflix Inc. detracted quite substantially, but the need to make continual highs for share-price performance makes them unsuitable for a value mandate.

Expanding valuations have been a significant source of gains for stocks during the decade-long rally, but sustained earnings growth will be critical to drive equities even higher. Earnings have indeed been growing rapidly, helped by U.S. tax cuts, and expectations are for the positive trend in profits to persist. The key point is that, as long as economic growth continues and the U.S. Federal Reserve raises rates gradually, stocks are positioned to offer decent returns for the rest of 2018.



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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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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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