



RBC Japanese Equity Fund

Investment Objective

To provide long-term capital growth. The fund invests primarily in equity securities of Japanese companies.

Fund Details

Series	Load Structure	Currency	Fund Code
A	No Load	CAD	RBF476
Adv	Front End	CAD	RBF6736
Adv	Low Load	CAD	RBF4076

Inception Date	March 2014
Total Fund Assets \$Mil	1,050.9
Series A NAV \$	11.33
Series A MER %	2.23
Benchmark	MSCI Japan Total Return Net Index (C\$)

Income Distribution	Annually
Capital Gains Distribution	Annually

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

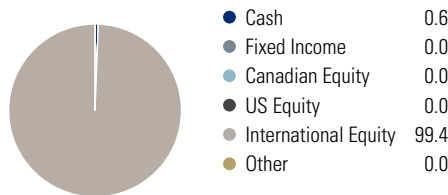
Fund Category	Geographic Equity
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Management Company	RBC Global Asset Management Inc.
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Web Site	www.rbcgam.com
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Portfolio Analysis as of March 31, 2017

Asset Mix



Equity Style



Value Blend Growth

Top 5 Sectors

Sector	% Equity
Consumer Discretionary	18.0
Industrials	17.8
Financials	16.3
Health Care	11.9
Consumer Staples	10.7

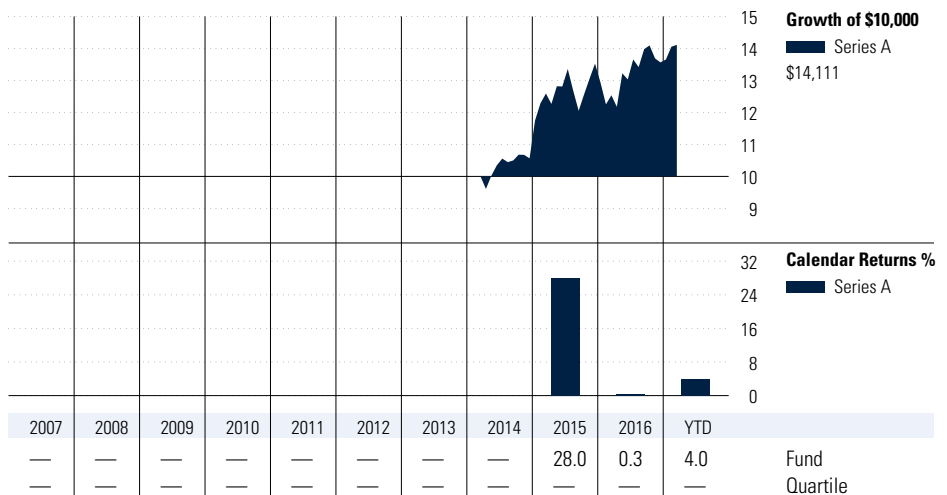
Geographic Allocations

Geography	% Assets
Japan	100.0

Top 25 Holdings

Company	% Assets
SoftBank Group Corp	7.2
Mitsubishi UFJ Financial Group Inc	4.3
Mizuho Financial Group Inc	3.9
Sumitomo Mitsui Financial Group Inc	3.2
Suzuki Motor Corp	3.0
Japan Tobacco Inc	3.0
Bridgestone Corp	2.9
Yahoo Japan Corp	2.6
Mitsubishi Corp	2.6
Olympus Corp	2.6
Systemex Corp	2.5
Sony Financial Holdings Inc	2.4
Daikin Industries Ltd	2.4
PeptiDream Inc	2.2
SMC Corp	2.1
Murata Manufacturing Co Ltd	1.9
Kubota Corp	1.9
Nitori Holdings Co Ltd	1.9
Nippon Telegraph & Telephone Corp	1.9
Honda Motor Co Ltd	1.7
NGK Insulators Ltd	1.7
Nitto Denko Corp	1.7
MISUMI Group Inc	1.6
Ajinomoto Co Inc	1.6
Recruit Holdings Co Ltd	1.6
Total % of Top 25 Holdings	64.2
Total Number of Stock Holdings	60
Total Number of Bond Holdings	0
Total Number of Other Holdings	1
Total Number of Holdings	61

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	0.4	4.0	1.0	12.6	12.2	—	—	10.7	Fund
Quartile	—	—	—	—	—	—	—	—	Quartile
No. of Funds in Category	45	44	42	39	28	24	15	—	No. of Funds in Category



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Management Overview

Manager Bios

Tomonori Kaneko

RBC Investment Management (Asia) Limited

Tomonori Kaneko is Portfolio Manager, Japanese Equities. He has worked in the RBC investment industry since 2003. Prior to joining RBC, he was a junior portfolio manager for Marshall Wace GaveKal Japan equity focused strategies and senior analyst at Perry Capital. Mr. Kaneko spent his early career in distressed debt investment at Lone Star Group. Tomonori holds a Bachelor of Science in Bioengineering from the University of California, Berkeley, and a Master's degree in Bioscience from the University of Tokyo.

Performance Analysis Cont'd as of March 31, 2017

Distributions (\$)/Unit	YTD*	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
Total Distributions	—	1.04	0.90	0.20	—	—	—	—	—	—	—
Interest	—	—	—	—	—	—	—	—	—	—	—
Dividends	—	—	—	—	—	—	—	—	—	—	—
Capital Gains	—	1.04	0.90	0.20	—	—	—	—	—	—	—
Return Of Capital	—	—	—	—	—	—	—	—	—	—	—

Best/Worst Periods %	Ended	1 Yr	Ended	3 Yr	Ended	5 Yr	Ended	10 Yr
Best	12-2015	28.0	3-2017	12.2	—	—	—	—
Worst	4-2016	-0.7	3-2017	12.2	—	—	—	—
Average		12.9		12.2		—		—
No. of Periods		25		1		—		—
Pct. Positive		88.0		100.0		—		—

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

Quarterly Commentary as at March 31, 2017

In the first quarter of 2017, the MSCI Japan Total Return Index returned 3.9%. In local currency terms however, Japanese markets recorded substantial losses as the Yen rallied 5.4% against the U.S. dollar, likely due to the unwind of the initial euphoria surrounding a Trump-induced cyclical recovery in global equity markets.

The Consumer Discretionary and Industrials sectors were the leading contributors to Fund performance during the past quarter. The top absolute contributor was Yahoo Japan Corporation, Japan's leading web portal and internet services provider. Another bright spot for the Fund was industrial equipment manufacturer SMC whose earnings growth has been supported by a recovery of machinery orders both domestically and abroad. Elsewhere, shares of tire maker Bridgestone rallied in response to the company's announcement of substantial price hikes as well as a 6.5% share buyback.

On the contrary, stock selection in the Health Care

sector as well as an underweight weighting in Materials, detracted from Fund performance.

Japanese equity markets have been surprisingly resilient despite the recent strengthening of the yen against the U.S. dollar. The yen outlook remains critical for the outlook of corporate earnings and capex. While the Bank of Japan (BoJ) would like to maintain a weak yen, external global forces could lead to a strengthening of the yen, which would be a strong threat to corporate profitability.

The Japanese economy is being held up by continued accommodative fiscal and monetary policies. Economic growth for 2017 is projected to be 1.0% while inflation has continued to undershoot the BoJ's 2.0% inflation target. Looking ahead, we expect U.S. president to direct much of his energy at China's trade relationship with the U.S., but there can be no guarantee that Japan will remain unscathed.



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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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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.

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