



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	1,208.1
Series A NAV \$	13.22
Series A MER %	2.22
Benchmark	MSCI Japan Total Return Net Index (C\$)

Income Distribution	Annually
Capital Gains Distribution	Annually

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

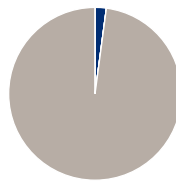
Fund Category	Geographic Equity
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Management Company	RBC Global Asset Management Inc.
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Web Site	www.rbcgam.com
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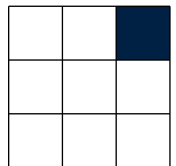
Portfolio Analysis as of June 30, 2018

Asset Mix



	% Assets
Cash	2.1
Fixed Income	0.0
Canadian Equity	0.0
US Equity	0.0
International Equity	97.9
Other	0.0

Equity Style



Value Blend Growth

Equity Statistics

P/B Ratio	1.6
P/E Ratio	15.8
Avg. Mkt Cap. \$B	20.0

Top 5 Sectors

	% Equity
Consumer Discretionary	23.2
Industrials	16.6
Information Technology	15.3
Financials	12.3
Health Care	11.2

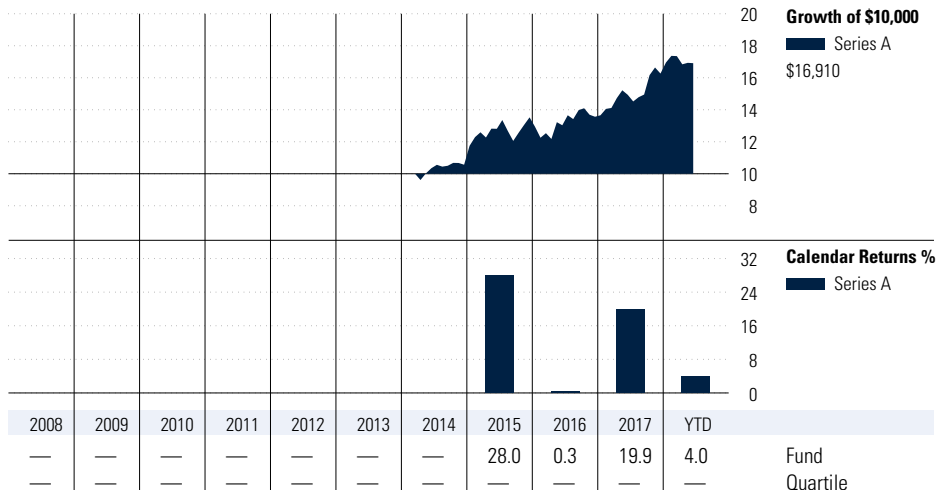
Geographic Allocations

	% Assets
Japan	100.0

Top 25 Holdings

	% Assets
SoftBank Group Corp	6.2
Suzuki Motor Corp	3.4
Sumitomo Mitsui Financial Group Inc	3.3
Mizuho Financial Group Inc	3.3
Mitsubishi UFJ Financial Group Inc	3.3
Mitsubishi Corp	3.2
PeptiDream Inc	2.8
Bridgestone Corp	2.6
Asahi Group Holdings Ltd	2.5
SMC Corp	2.2
Daiichi Sankyo Co Ltd	2.1
Recruit Holdings Co Ltd	2.0
Sony Corp	2.0
Honda Motor Co Ltd	1.8
Murata Manufacturing Co Ltd	1.8
Keyence Corp	1.8
MISUMI Group Inc	1.7
Nitori Holdings Co Ltd	1.7
Daikin Industries Ltd	1.7
Nippon Telegraph & Telephone Corp	1.7
SanBio Co Ltd	1.6
Yahoo Japan Corp	1.6
CyberAgent Inc	1.6
Nitto Denko Corp	1.6
Kansai Paint Co Ltd	1.5
Total % of Top 25 Holdings	59.1
Total Number of Stock Holdings	67
Total Number of Bond Holdings	0
Total Number of Other Holdings	1
Total Number of Holdings	68

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 %
Fund	-0.1	-2.5	4.0	13.2	9.7	—	—	12.1	Fund
Quartile	—	—	—	—	—	—	—	—	Quartile
No. of Funds in Category	42	40	40	37	21	17	11	—	No. of Funds in Category



RBC Japanese Equity Fund

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 June 30, 2018

Distributions (\$)/Unit	YTD*	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
Total Distributions	—	0.36	1.04	0.90	0.20	—	—	—	—	—	—
Interest	—	—	—	—	—	—	—	—	—	—	—
Dividends	—	—	—	—	—	—	—	—	—	—	—
Capital Gains	—	0.36	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	11-2017	16.0	—	—	—	—
Worst	4-2016	-0.7	6-2018	9.7	—	—	—	—
Average		14.1		12.8				
No. of Periods		40		16				
Pct. Positive		92.5		100.0				

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

Quarterly Commentary as at June 30, 2018

Data in recent months show the Japanese economy has rebounded from a soft patch in the first quarter. Economic momentum, however, has been weaker than expected with a widely watched survey of manufacturers' confidence declining in May from April. The recent stabilization of Prime Minister Shinzo Abe's approval ratings suggest a higher probability that he will remain in office.

The Industrials and Materials sectors were the leading contributors to the Fund's performance during the past quarter. On a stock level, the top absolute contributor was Start Today Co. Ltd., an internet shopping platform focusing on fashion. Earnings estimates have been raised as the company has launched its private-label products and its custom-fit fashion products are well received by customers. Cyberagent Inc., an

internet advertising platform, also performed well, driven by its game business. On the contrary, stock selection in the Health Care sector as well as an overweight allocation to Financials detracted from performance.

With inflation remaining at low levels, we believe the Bank of Japan (BoJ) is likely to maintain its accommodative monetary policies. Many economists believe the BoJ will keep rates low until the consumption tax hike, which is scheduled for October 2019. We continue to pay attention to corporate governance and the payout policies of Japanese companies. The impact of rising global trade tensions is especially pertinent to the Japanese auto sector.



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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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