



RBC Emerging Markets Equity Fund

Investment Objective

To provide long-term capital growth. The fund invests primarily in equity securities of companies located or active in emerging markets.

Fund Details

Series	Load Structure	Currency	Fund Code
A	No Load	CAD	RBF499
A	No Load	USD	RBF416
Adv	Deferred Sales	CAD	RBF899
Adv	Front End	CAD	RBF798
Adv	Low Load	CAD	RBF099
Adv	Low Load	USD	RBF4416
T5	No Load	CAD	RBF5499

Inception Date	December 2009
Total Fund Assets \$Mil	4,132.0
Series A NAV \$	17.00
Series A MER %	2.37
Benchmark	MSCI Emerging Markets Total Return Net Index (\$C)

Income Distribution	Annually
Capital Gains Distribution	Annually

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

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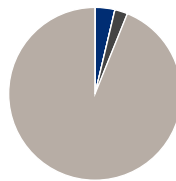
Web Site	www.rbcgam.com
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Notes

Performance Analysis is in CAD and for CAD series A fund (RBF499).

Portfolio Analysis as of June 30, 2018

Asset Mix

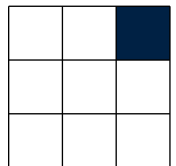


	% Assets
Cash	3.7
Fixed Income	0.0
Canadian Equity	0.0
US Equity	2.4
International Equity	93.9
Other	0.0

Top 25 Holdings

	% Assets
Naspers Ltd Class N	6.4
Tata Consultancy Services Ltd	5.0
Housing Development Finance Corp Ltd	4.9
Taiwan Semiconductor Manufacturing	4.7
AIA Group Ltd	4.5
Unilever PLC	3.6
Antofagasta PLC	3.1
Credicorp Ltd	2.7
SM Investments Corp	2.6
Shinhan Financial Group Co Ltd	2.5
Firststrand Ltd	2.4
Uni-President Enterprises Corp	2.3
China Mobile Ltd	2.2
Alibaba Group Holding Ltd ADR	2.2
Banco do Brasil SA BB Brasil	2.2
Mondi Ltd	2.1
Dr Reddy's Laboratories Ltd ADR	2.0
Ping An Insurance (Group) Co of China H	2.0
Fuyao Glass Industry Group Co Ltd	1.9
Baidu Inc ADR	1.9
PT Bank Central Asia Tbk	1.6
Clicks Group Ltd	1.6
Enka Insaat Ve Sanayi AS	1.4
Standard Foods Corp	1.4
Samsonite International SA	1.4
Total % of Top 25 Holdings	68.6
Total Number of Stock Holdings	55
Total Number of Bond Holdings	0
Total Number of Other Holdings	1
Total Number of Holdings	56

Equity Style



Value Blend Growth

Equity Statistics

P/B Ratio	2.3
P/E Ratio	15.5
Avg. Mkt Cap. \$B	34.3

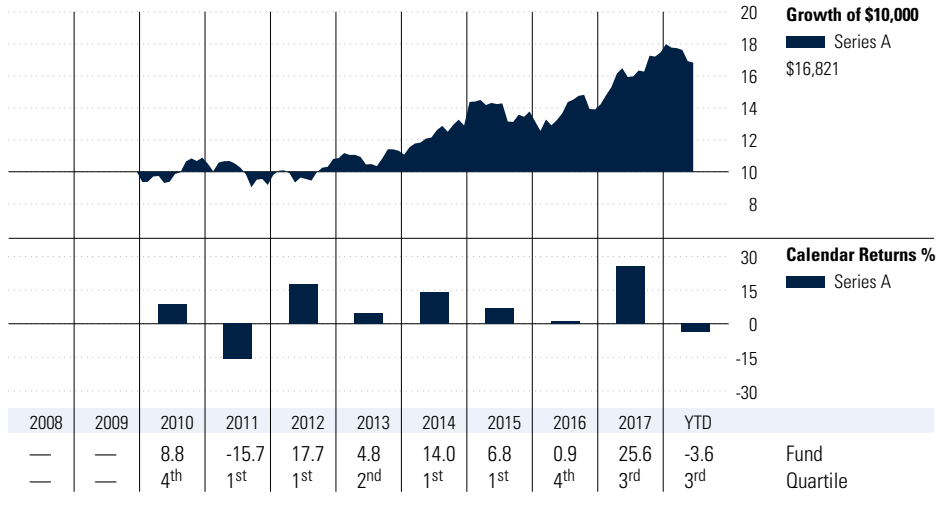
Top 5 Sectors

	% Equity
Financials	30.3
Information Technology	18.3
Consumer Staples	17.5
Consumer Discretionary	14.6
Materials	6.5

Geographic Allocations

	% Assets
China	14.5
South Africa	14.1
India	13.4
Taiwan	11.9
South Korea	7.3

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 %
	-0.5	-5.1	-3.6	5.7	5.7	10.0	—	6.6	Fund
	1 st	1 st	3 rd	3 rd	3 rd	1 st	—	—	Quartile
	243	237	236	232	151	109	56	—	No. of Funds in Category



RBC Emerging Markets Equity Fund

Management Overview

Manager Bios

Philippe Langham

RBC Global Asset Management (UK) Limited

Philippe is Head of Emerging Markets Equities & Senior Portfolio Manager. He has worked in the investment industry since 1992 and joined the firm in 2009 to establish and lead the team that manages the emerging markets equity strategies. Prior to RBC, Philippe was Head of Global Emerging Markets with Société Générale Asset Management S.A. Philippe holds a Bachelor's degree in Economics from the University of Manchester and is a qualified Chartered Accountant.

Performance Analysis Cont'd as of June 30, 2018

Distributions (\$)/Unit	YTD*	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
Total Distributions	—	—	—	0.08	0.00	—	0.01	—	0.05	—	—
Interest	—	—	—	0.08	0.00	—	0.01	—	—	—	—
Dividends	—	—	—	—	—	—	—	—	—	—	—
Capital Gains	—	—	—	—	—	—	—	—	0.05	—	—
Return Of Capital	—	—	—	—	—	—	—	—	—	—	—

Best/Worst Periods %	Ended	1 Yr	Ended	3 Yr	Ended	5 Yr	Ended	10 Yr
Best	1-2015	29.8	5-2015	15.3	5-2017	12.1	—	—
Worst	12-2011	-15.7	9-2013	0.6	4-2016	3.9	—	—
Average		8.0		7.9		8.2		—
No. of Periods		91		67		43		—
Pct. Positive		80.2		100.0		100.0		—

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

Quarterly Commentary as at June 30, 2018

Emerging-market (EM) equities returned -8.0% in Q2, marking the worst quarter for the asset class since 2015. Geopolitics has now replaced central-bank actions as the most important driver of global markets with the see-sawing of U.S./North Korea relations and the escalating U.S./China – and now global – trade tensions.

All sectors finished the quarter in negative territory with defensives outperforming cyclicals, particularly in June. The most resilient sectors were Energy, Health Care and Information Technology (IT) while Financials, Real Estate and Industrials fared the worst. At the country level, Colombia and Qatar were the only EM markets to finish the quarter in positive territory. Brazil, Turkey and Pakistan were the worst performers.

Stock selection was the main driver of relative returns. At the sector level, stock selection was particularly strong in IT, Materials and Financials. At the country level, stock selection in Chile, India and South Africa was the largest contributor.

The biggest contributor to returns this quarter was our holding in Tata Consultancy Services Ltd. The Indian IT services company continues to report strong results, largely driven by significant deal wins and strong growth in digital revenues. Asian Insurance provider, AIA Group Ltd., also performed well, reporting strong new business value growth, particularly in China.

Banco do Brasil S.A. was the biggest detractor over the quarter. After a strong run to start 2018, the Brazilian bank has suffered from profit-taking. The Brazilian stock market has also come under significant pressure, given uncertainty ahead of the October presidential elections. Grupo Financiero Galicia S.A. also detracted. Despite MSCI upgrading Argentina to EM status in June, Argentina's equity market continues to suffer from concerns around higher inflation and lower-than-expected growth.



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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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