



# RBC International Index Currency Neutral Fund

## Investment Objective

To provide long-term capital growth, while minimizing the exposure to currency fluctuations between foreign currencies and the Canadian dollar, by tracking the performance of its benchmark through investment in units of the RBC International Equity Index ETF.

## Fund Details

Series	Load Structure	Currency	Fund Code
A	No Load	CAD	RBF559

Inception Date	October 1998
Total Fund Assets \$Mil	420.1
Series A NAV \$	11.17
Series A MER %	0.60
Benchmark	FTSE Developed ex North America Hedged 100% to CAD Index

Income Distribution	Annually
Capital Gains Distribution	Annually

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

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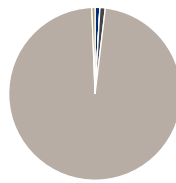
Management Company	RBC Global Asset Management Inc.
Web Site	www.rbcgam.com

## Notes

Fund's investment objective changed June 30, 2017.

## Portfolio Analysis as of June 30, 2018

### Asset Mix

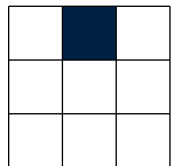


	% Assets
Cash	0.9
Fixed Income	0.0
Canadian Equity	0.0
US Equity	1.0
International Equity	97.5
Other	0.6

### Top 25 Holdings

	% Assets
Nestle SA	1.5
Samsung Electronics Co Ltd	1.2
HSBC Holdings PLC	1.2
Toyota Motor Corp	1.0
Novartis AG	1.0
Royal Dutch Shell PLC Class A	1.0
Total SA	1.0
Roche Holding AG Dividend Right Cert.	1.0
BP PLC	0.9
Royal Dutch Shell PLC B	0.8
British American Tobacco PLC	0.7
SAP SE	0.7
AIA Group Ltd	0.7
Bayer Ag	0.6
Siemens AG	0.6
GlaxoSmithKline PLC	0.6
Commonwealth Bank of Australia	0.6
Allianz SE	0.6
Basf SE	0.5
AstraZeneca PLC	0.5
Sanofi SA	0.5
Diageo PLC	0.5
Banco Santander SA	0.5
Unilever NV DR	0.5
LVMH Moet Hennessy Louis Vuitton SE	0.5
<b>Total % of Top 25 Holdings</b>	<b>19.6</b>
<b>Total Number of Stock Holdings</b>	<b>1,436</b>
<b>Total Number of Bond Holdings</b>	<b>0</b>
<b>Total Number of Other Holdings</b>	<b>12</b>
<b>Total Number of Holdings</b>	<b>1,448</b>

### Equity Style



Value Blend Growth

### Equity Statistics

P/B Ratio	1.5
P/E Ratio	13.2
Avg. Mkt Cap. \$B	41.1

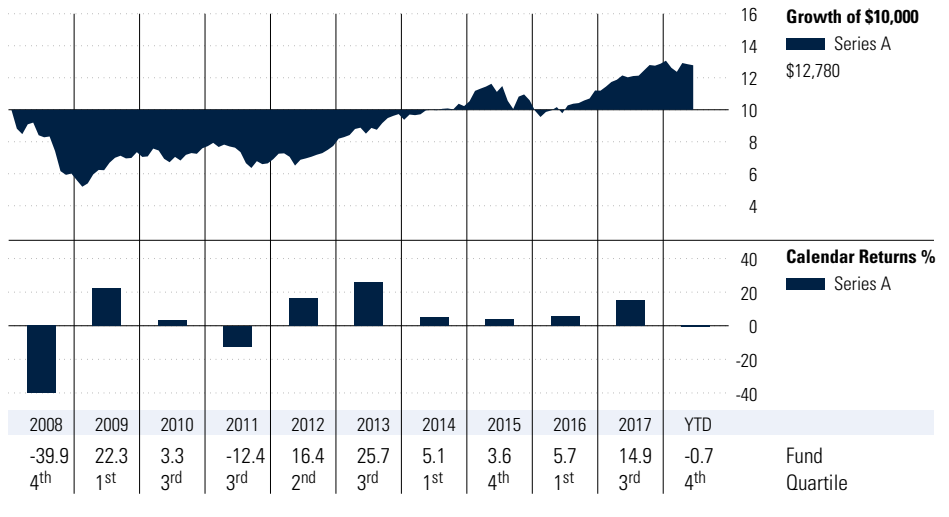
### Top 5 Sectors

	% Equity
Financials	19.4
Industrials	14.5
Consumer Discretionary	12.6
Consumer Staples	11.2
Health Care	9.8

### Geographic Allocations

	% Assets
Japan	24.4
United Kingdom	16.7
France	9.3
Germany	8.8
Switzerland	7.1

## 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	3.3	-0.7	6.3	4.8	8.5	4.3	4.0	Fund
3 <sup>rd</sup>	1 <sup>st</sup>	4 <sup>th</sup>	3 <sup>rd</sup>	3 <sup>rd</sup>	4 <sup>th</sup>	3 <sup>rd</sup>	—	Quartile
579	569	558	522	354	264	144	—	No. of Funds in Category



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## Management Overview

### Manager Bios

#### State Street Global Advisors (Montreal)

SSgA's focus has been on providing highly disciplined risk controlled investment strategies to the global marketplace. SSgA has offices in 28 location around the world, with on-site portfolio management services in Boston, London, Montreal, Munich, Paris, Hong Kong, Sydney and 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	—	1.42	0.12	—	—	—	—	—	—	—	—
Interest	—	1.43	0.12	—	—	—	—	—	—	—	—
Dividends	—	0.00	—	—	—	—	—	—	—	—	—
Capital Gains	—	—	—	—	—	—	—	—	—	—	—
Return Of Capital	—	—	—	—	—	—	—	—	—	—	—

Best/Worst Periods %	Ended	1 Yr	Ended	3 Yr	Ended	5 Yr	Ended	10 Yr
Best	3-2010	40.3	3-2006	26.3	9-2007	16.6	3-2013	6.5
Worst	10-2008	-41.7	3-2003	-21.3	5-2012	-9.3	2-2009	-3.0
Average		4.8		3.9		4.1		2.0
No. of Periods		225		201		177		117
Pct. Positive		65.3		61.7		62.1		69.2

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

### Quarterly Commentary as at June 30, 2018

Asian markets declined in the second quarter of 2018 on the back of weaker performance in China, Taiwan and South Korea, while European equity markets had their strongest quarter in local currency since the first quarter of 2017. Markets remained volatile as global trade tensions intensified, in particular between the U.S. and China. In Italy, a populist political coalition emerged with promises to boost government spending, and Brexit-centred uncertainty

continued, causing economic growth in the U.K. to lag the rest of Europe. European macroeconomic data plateaued and, at current levels, are consistent with double-digit earnings growth.

The portfolio manager expects financial markets to remain volatile as global trade tensions increase, inflation risks rise and the potential for outflows from emerging markets continues.



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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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