



RBC O'Shaughnessy International Equity Fund

Investment Objective

To provide a long-term total return, consisting of capital growth and current income by investing primarily in equity securities outside of North America based on Strategy Indexing®, a rigorous and disciplined approach to stock selection based on characteristics associated with above average returns over long periods of time.

Fund Details

Series	Load Structure	Currency	Fund Code
A	No Load	CAD	RBF586
Adv	Front End	CAD	RBF761
Adv	Low Load	CAD	RBF109

Inception Date	January 2005
Total Fund Assets \$Mil	396.9
Series A NAV \$	10.59
Series A MER %	2.25
Benchmark	MSCI EAFE Total Return Net Index (C\$)

Income Distribution	Annually
Capital Gains Distribution	Annually

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

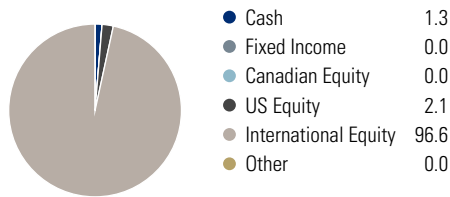
Fund Category	International Equity
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Management Company	RBC Global Asset Management Inc.
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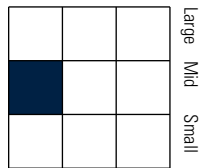
Web Site	www.rbcgam.com
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Portfolio Analysis as of March 31, 2017

Asset Mix



Equity Style



Value Blend Growth

Top 5 Sectors

Sector	% Equity
Industrials	21.1
Materials	15.8
Consumer Discretionary	14.7
Financials	13.4
Utilities	9.7

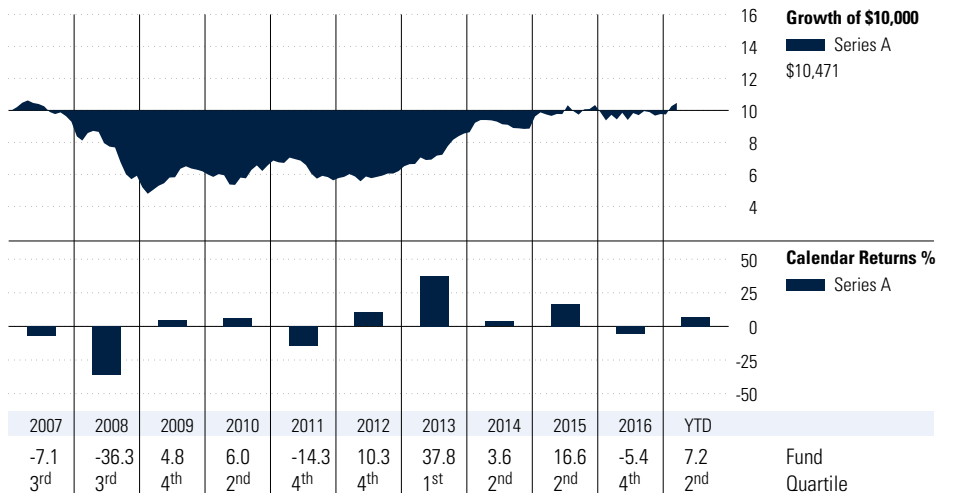
Geographic Allocations

Region	% Assets
Japan	23.8
Australia	13.6
United Kingdom	12.4
Switzerland	8.2
Germany	6.6

Top 25 Holdings

Company	% Assets
Aurizon Holdings Ltd	2.4
Bezeq The Israeli Telecom Corp Ltd	2.2
Engie SA	2.2
Tokai Holdings Corp	1.9
Spark New Zealand Ltd	1.8
SSE PLC	1.7
Fortum Oyj	1.7
Downer EDI Ltd	1.7
Zurich Insurance Group AG	1.7
Advanced Metallurgical Group NV	1.7
AMP Ltd	1.6
H-ONE Co Ltd	1.5
Valora Holding AG	1.4
Pearson PLC	1.3
BKW AG	1.3
Nobina AB	1.3
Telenor ASA	1.3
Aker ASA A	1.2
Mitsubishi Gas Chemical Co Inc	1.2
Legal & General Group PLC	1.2
Arakawa Chemical Industries Ltd	1.1
Telefonica Deutschland Holding AG	1.1
Emmi AG	1.0
EDP - Energias de Portugal SA	1.0
Bekaert	1.0
Total % of Top 25 Holdings	37.4
Total Number of Stock Holdings	178
Total Number of Bond Holdings	0
Total Number of Other Holdings	1
Total Number of Holdings	179

Performance Analysis as of March 31, 2017



Period	Trailing Return %	No. of Funds in Category
1 Mth	2.1	536
3 Mth	7.2	529
6 Mth	5.2	526
1 Yr	7.7	453
3 Yr	3.7	342
5 Yr	11.7	267
10 Yr	0.0	122
Since Incep.	3.0	—



RBC O'Shaughnessy International Equity Fund

Management Overview

Manager Bios

James P. O'Shaughnessy

O'Shaughnessy Asset Management

Jim O'Shaughnessy is the Chairman and CEO of O'Shaughnessy Asset Management (OSAM). Also serving as the Chief Investment Officer of the firm, Jim is ultimately responsible for OSAM's investment strategies. He directs the Senior Portfolio Manager, Director of Research, and the Portfolio Management Team and helps to set the agenda for the team. He is also responsible for the development of OSAM's existing strategies and directs the team on idea generation and specific initiatives to improve the models and develop new factors and products.

Performance Analysis Cont'd as of March 31, 2017

Distributions (\$)/Unit	YTD*	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
Total Distributions	—	0.20	0.15	0.23	0.14	0.20	0.31	0.12	0.12	0.22	0.99
Interest	—	0.20	0.15	0.23	0.14	0.20	0.31	0.12	0.12	0.22	0.14
Dividends	—	—	—	—	—	—	—	—	—	—	—
Capital Gains	—	—	—	—	—	—	—	—	—	—	0.85
Return Of Capital	—	—	—	—	—	—	—	—	—	—	—

Best/Worst Periods %	Ended	1 Yr	Ended	3 Yr	Ended	5 Yr	Ended	10 Yr
Best	3-2014	41.3	7-2015	21.4	2-2014	14.0	3-2015	3.1
Worst	3-2009	-41.3	5-2010	-19.9	5-2012	-11.9	1-2017	-0.5
Average		4.3		2.9		2.8		1.7
No. of Periods		135		111		87		27
Pct. Positive		63.0		59.5		49.4		88.9

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

Quarterly Commentary as at March 31, 2017

The strategy outperformed driven primarily by our use of an equally weighted universe versus a market cap weighted universe, resulting in a lower exposure to size than the benchmark. Our selection universe was up 8.6%, while the MSCI EAFE was up 6.4%.

Stocks from the Consumer Discretionary and Materials sectors had the largest contribution to returns, adding 0.8%. Within Consumer Discretionary, Specialty Retail positions in Valora Holdings and JD Sports Fashion were up 20.4% and 21.5% respectively. Having no positions in Automobiles also added 0.3% as Japanese automakers Toyota and Fuji Heavy Industries were down -7.8% and -9.7% each. Within Materials, Chemicals positions in Ercros S.A. and Mitsubishi Gas Chemicals were up 72.6% and 21.3% each. These gains were offset by Consumer Staples positions which detracted -0.70, with negative contribution primarily from Norwegian Food Products companies Salmar A.S.A (-28.7%), Austevoll Seafood (-25.3%) and Norway Royal Salmon (-31.4%).

From the country perspective, Japan was the largest positive contributor by a large margin at 170bps, in particular with positions in H-One and Sumida Corp up 64.2% and 63.0% respectively. Netherlands was also a positive contributor, in particular through AMG Advanced metal (47.7%) which was the top contributor for the quarter. Beyond the Consumer Staples positions in Norway, positions in the United Kingdom detracted another 48bps led by Pearson which was down 16.4%.

Our research leads us to believe that exposure to Yield, Value, Momentum, and Quality drive future outperformance. We consistently avoid sectors and industries that exhibit unfavorable characteristics to these themes and overweight areas of the market that rank favorably. Given the portfolio's positioning relative to its benchmark, we believe the portfolio is well situated for the rest of 2017.



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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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