



# RBC U.S. Equity Currency Neutral Fund

## Investment Objective

To provide long-term capital growth by investing primarily in U.S. equity investments and common stock equivalents, while minimizing the exposure to currency fluctuations between the U.S. and Canadian dollars.

## Fund Details

Series	Load Structure	Currency	Fund Code
A	No Load	CAD	RBF588
Adv	Deferred Sales	CAD	RBF859
Adv	Front End	CAD	RBF768
Adv	Low Load	CAD	RBF133

Inception Date	January 2006
Total Fund Assets \$Mil	38.7
Series A NAV \$	13.73
Series A MER %	1.93
Benchmark	S&P 500 Total Return Index (US\$)

Income Distribution	Annually
Capital Gains Distribution	Annually

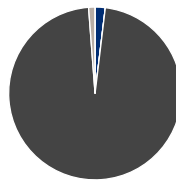
Sales Status	Open
Min. Investment \$	500
Subsequent Investment \$	25

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

## Portfolio Analysis as of September 30, 2017

### Asset Mix

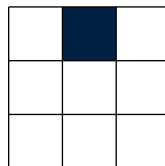


	% Assets
Cash	1.9
Fixed Income	0.0
Canadian Equity	0.0
US Equity	96.9
International Equity	1.2
Other	0.0

### Top 25 Holdings

	% Assets
Apple Inc	3.7
Microsoft Corp	2.9
Alphabet Inc A	2.8
Citigroup Inc	2.2
Chevron Corp	2.2
Johnson & Johnson	2.1
Bank of America Corporation	2.0
JPMorgan Chase & Co	1.9
Facebook Inc A	1.9
UnitedHealth Group Inc	1.8
Berkshire Hathaway Inc B	1.6
Amazon.com Inc	1.5
Comcast Corp Class A	1.5
Merck & Co Inc	1.4
Cisco Systems Inc	1.3
Morgan Stanley	1.2
AT&T Inc	1.2
NextEra Energy Inc	1.1
Broadcom Ltd	1.1
Oracle Corp	1.1
Boeing Co	1.1
Procter & Gamble Co	1.1
Intel Corp	1.0
Pfizer Inc	1.0
Philip Morris International Inc	1.0
Total % of Top 25 Holdings	41.8
Total Number of Stock Holdings	2,354
Total Number of Bond Holdings	0
Total Number of Other Holdings	10
<b>Total Number of Holdings</b>	<b>2,364</b>

### Equity Style



Value Blend Growth

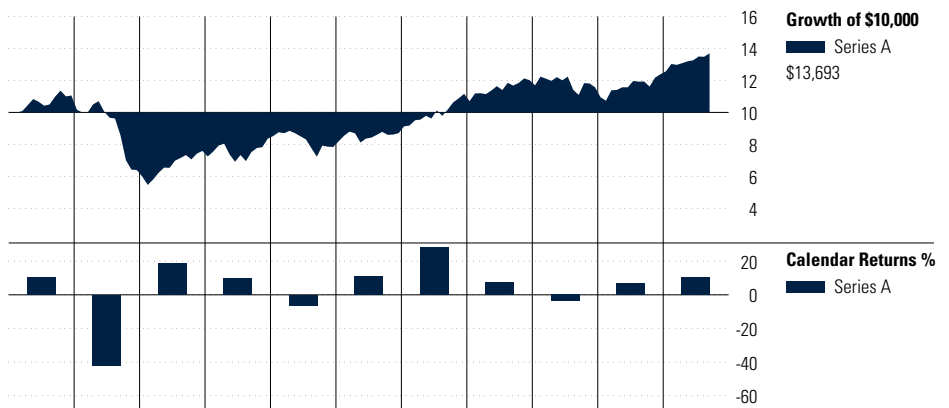
### Equity Statistics

P/B Ratio	2.7
P/E Ratio	20.3
Avg. Mkt Cap. \$B	124.2

### Global Equity Sectors

	% Equity
Information Technology	24.3
Financials	16.0
Health Care	15.9
Consumer Discretionary	10.5
Industrials	9.9
Consumer Staples	7.0
Energy	5.9
Real Estate	3.2
Utilities	3.1
Telecommunication Services	2.2
Materials	2.0
Unclassified	0.0

## Performance Analysis as of September 30, 2017



Year	Calendar Returns %	Growth of \$10,000	Fund Quartile
2007	10.6 1 <sup>st</sup>		
2008	-42.1 4 <sup>th</sup>		
2009	18.7 1 <sup>st</sup>		
2010	10.0 2 <sup>nd</sup>		
2011	-6.2 4 <sup>th</sup>		
2012	11.1 2 <sup>nd</sup>		
2013	28.2 4 <sup>th</sup>		
2014	7.6 4 <sup>th</sup>		
2015	-3.7 4 <sup>th</sup>		
2016	7.0 2 <sup>nd</sup>		
YTD	10.6 1 <sup>st</sup>	\$13,693	

Period	1 Mth	3 Mth	6 Mth	1 Yr	3 Yr	5 Yr	10 Yr	Since Incep.	Trailing Return %	No. of Funds in Category
Rank	3 <sup>rd</sup>	1 <sup>st</sup>	1 <sup>st</sup>	1 <sup>st</sup>	4 <sup>th</sup>	4 <sup>th</sup>	4 <sup>th</sup>	—	Fund Quartile	—
Value	1.6	3.3	5.6	14.8	5.5	9.3	2.2	3.4		235



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## Management Overview

### Manager Bios

#### Brad Willock

#### RBC Global Asset Management Inc.

Brad Willock joined RBC in May 1996 and RBC Global Asset Management in July 2002. In his current role, he is responsible for core and income-oriented U.S. equity mandates. Brad has a Bachelor of Commerce and a Bachelor of Science, and is a CFA charterholder.

### Performance Analysis Cont'd as of September 30, 2017

Distributions (\$)/Unit	YTD*	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
Total Distributions	—	—	—	—	—	—	—	—	—	—	0.80
Interest	—	—	—	—	—	—	—	—	—	—	—
Dividends	—	—	—	—	—	—	—	—	—	—	—
Capital Gains	—	—	—	—	—	—	—	—	—	—	0.80
Return Of Capital	—	—	—	—	—	—	—	—	—	—	—

Best/Worst Periods %	Ended	1 Yr	Ended	3 Yr	Ended	5 Yr	Ended	10 Yr
Best	2-2010	38.1	9-2014	17.3	2-2014	15.4	2-2017	2.7
Worst	2-2009	-45.3	2-2009	-16.6	5-2012	-5.6	2-2016	1.3
Average		4.4		3.8		5.2		2.1
No. of Periods		129		105		81		21
Pct. Positive		69.0		68.6		63.0		100.0

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

### Quarterly Commentary as at September 30, 2017

The U.S. stock market made progress again this past quarter. Strong performances from the Information Technology, Energy and Telecommunication Services sectors powered the advance, while the Consumer Discretionary and Consumer Staples sectors were detractors.

The S&P 500 (CAD) is up since the November election, but corporate fundamentals rather than politics have been the driving force for the market. After three years of essentially flat earnings, the S&P 500 is expected to generate roughly 10% earnings growth in 2017. Our indicators suggest that the odds of a recession remain fairly low, but the risks of a correction have increased.

During the quarter, security selection in Industrials and Materials aided returns. Strong returns from overweight position, Boeing in the Industrials sector boosted relative returns as the company has been cutting its costs in an effort to improve profit and cash flow. In Materials, LyondellBasell

announced expansion plans, which boosted returns for the Fund's overweight position.

Conversely, security selection in Health Care was a detractor. Drug distributors, including overweight position Cardinal Health have been a drag, in part to generic drug pricing pressure.

Stocks continue to be supported by a global synchronized expansion and renewed corporate-profit growth around the world. With many equity markets at or near all-time highs, investors are rightly concerned about the sustainability of the bull market in equities. While stocks are not as cheap as they were when the cycle began, they remain somewhat attractive. Markets have benefited from rising earnings and price-to-earnings ratios through this bull market, but earnings rather than valuations may now be the force needed to propel the market higher.



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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 half-year period, January 1 to June 30, 2017, expressed on an annualized basis.

MER (%) for RBC Corporate Class Funds is based on actual expenses for the full-year period, April 1, 2016 to March 31, 2017, 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.

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 September 30, 2017.

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