



INTERNATIONAL EQUITY FUND

RBC JAPANESE EQUITY FUND

December 31, 2021

Portfolio Manager *RBC Global Asset Management Inc. ("RBC GAM")*

Sub-Advisor: RBC Global Asset Management (Asia) Limited, Hong Kong, China

The Board of Directors of RBC Global Asset Management Inc. approved this annual management report of fund performance on March 10, 2022.

A Note on Forward-looking Statements

This report may contain forward-looking statements about the Fund, its future performance, strategies or prospects, and possible future Fund action. The words "may," "could," "should," "would," "suspect," "outlook," "believe," "plan," "anticipate," "estimate," "expect," "intend," "forecast," "objective" and similar expressions are intended to identify forward-looking statements.

Forward-looking statements are not guarantees of future performance. Forward-looking statements involve inherent risks and uncertainties, both about the Fund and general economic factors, so it is possible that predictions, forecasts, projections and other forward-looking statements will not be achieved. We caution you not to place undue reliance on these statements as a number of important factors could cause actual events or results to differ materially from those expressed or implied in any forward-looking statement made in relation to the Fund. These factors include, but are not limited to, general economic, political and market factors in Canada, the United States and internationally, interest and foreign exchange rates, global equity and capital markets, business competition, technological changes, changes in laws and regulations, judicial or regulatory judgments, legal proceedings and catastrophic events.

The above list of important factors that may affect future results is not exhaustive. Before making any investment decisions, we encourage you to consider these and other factors carefully. All opinions contained in forward-looking statements are subject to change without notice and are provided in good faith but without legal responsibility.

This annual management report of fund performance ("MRFP") contains financial highlights but does not contain the complete annual financial statements of the Fund. You can get a copy of the financial statements at your request, and at no cost, by calling 1-800-463-FUND (3863), by writing to us at RBC Global Asset Management Inc., P.O. Box 7500, Station A, Toronto, Ontario M5W 1P9, or by visiting our website at www.rbcgam.com/en/ca or SEDAR at www.sedar.com. Security holders may also contact us using one of these methods to request a copy of the Fund's proxy voting policies and procedures, proxy voting disclosure record, or quarterly portfolio disclosure.



MANAGEMENT DISCUSSION OF FUND PERFORMANCE

Investment Objective and Strategies

The Fund seeks to provide long-term capital growth by investing primarily in equity securities of Japanese companies.

To achieve the Fund's objectives, the portfolio manager uses primarily fundamental research to assess the economic outlook for Japan, including expected growth, market valuations and economic trends. The portfolio manager may invest as much as 10% of the Fund's assets in other funds managed by RBC GAM or an affiliate of RBC GAM.

Risk

There were no significant changes to the investment objective and strategies that affected the Fund's overall level of risk during the reporting period. The risks of investing in the Fund and the suitability of the Fund for investors remain as discussed in the Simplified Prospectus.

Results of Operations

The Fund's net asset value rose to \$4.5 billion as of December 31, 2021, from \$3.5 billion at the end of 2020. The increase was due to net inflows, partially offset by investment losses.

Over the past year, the Fund's Series A units lost 2.9%, which underperformed the 0.8% rise in the benchmark. The Fund's return is after the deduction of fees and expenses, while benchmark and broad-based index returns do not include any costs of investing. See the Financial Highlights section for the management expense ratios and the Past Performance section for the returns of any other series, which may vary because of differences in management fees and expenses.

Japan was one of Asia's best-performing stock markets in 2021, extending its momentum from the previous year, as exports and consumption held up better than expected and rates of vaccination against COVID-19 improved as the year progressed. Local financial markets also got a boost from the election of a new prime minister, Fumio Kishida, who vowed to maintain government spending in support of the economy.

Sector allocation had a negative impact on relative returns due to the portfolio's overweight position in the Communication Services sector and an underweight position in Health Care, offset somewhat by the positive impact of an above-benchmark allocation to Financials and a below-benchmark position in Consumer Staples. Returns were aided by security selection in the Industrials sector, offset by weaker security selection in Information Technology.

The top individual contributors to the Fund's performance were Nippon Yusen, a shipping company that benefited from the rise in freight rates during the pandemic, and BayCurrent Holdings, a

consultancy that advises companies and governments. The stocks that had the most negative impact on returns were Hitachi, a diversified industrial company whose nuclear-power business raised investor concerns, and Toyota, where a semiconductor shortage limited auto production and rising prices for raw materials eroded profit margins.

Portfolio turnover was high during the period as the portfolio manager reduced the risk profile of the Fund after strong gains in smaller-cap stocks.

Recent Developments

Japan's economy enters the new year against a more positive backdrop than was the case in mid-2021, when the country was battling a wave of coronavirus infections and hosting the troubled Summer Olympic Games. At the beginning of 2022, COVID-19 infections are relatively low, the domestic economy is opening up and companies are enjoying exceptionally strong profit growth. Also supporting the outlook are prospects for further government stimulus and political calm now that the elections are out of the way.

Effective February 28, 2021, Ms. Catherine J. Kloepper resigned as Vice Chair of the Independent Review Committee (the "IRC"). Effective March 22, 2021, Mr. Paul K. Bates was appointed as Vice Chair of the IRC. Effective April 1, 2021, Ms. Brenda Eaton was appointed as a member of the IRC.

Related-Party Transactions

Manager, Trustee and Portfolio Manager

RBC GAM is an indirect, wholly owned subsidiary of Royal Bank of Canada ("Royal Bank") and is the manager, trustee and portfolio manager of the Fund. RBC GAM is responsible for the Fund's day-to-day operations, holds title to the Fund's property on behalf of its unitholders, provides investment advice and portfolio management services to the Fund and appoints distributors for the Fund. RBC GAM is paid a management fee by the Fund as compensation for its services. The Fund pays a fixed administration fee to RBC GAM, which, in turn, pays certain operating expenses of the Fund. Both the management fee and fixed administration fee are calculated and accrued daily as a percentage of the net asset value of each series of units of the Fund. RBC GAM, as trustee, earns a fee, which is paid by the manager from the fixed administration fee paid by the Fund.

RBC GAM or its affiliates may earn fees and spreads in connection with various services provided to, or transactions with, the Fund, such as banking, brokerage, securities lending, foreign exchange and derivatives transactions. RBC GAM or its affiliates may earn a foreign exchange spread when unitholders switch between series of funds denominated in different currencies. The Fund also maintains bank accounts and



overdraft provisions with Royal Bank for which Royal Bank may earn a fee. Affiliates of RBC GAM that provide services to the Fund in the course of their normal businesses are discussed below.

Sub-Advisor

RBC Global Asset Management (Asia) Limited is the sub-advisor and provides investment advice for the Fund. The sub-advisor earns a fee which is calculated and accrued daily as a percentage of the net asset value of each series of units of the Fund. The sub-advisor is paid by the manager from the management fee paid by the Fund.

Distributors

RBC GAM, Royal Mutual Funds Inc., RBC Direct Investing Inc., RBC Dominion Securities Inc. and Phillips, Hager & North Investment Funds Ltd. are principal distributors of, or may distribute certain series of units of, the Fund. Dealers may receive an ongoing commission based on the total value of their clients' investment in certain series of units of the Fund.

Registrars

RBC GAM, RBC Investor Services Trust ("RBC IS") or Royal Bank (or a combination thereof) are the registrars of the Fund and keep records of who owns units of the Fund. The registrars earn a fee, which is paid by the manager from the fixed administration fee paid by the Fund.

Custodian

RBC IS is the custodian and holds the assets of the Fund. RBC IS earns a fee as the custodian, which is paid by the manager from the fixed administration fee paid by the Fund.

Securities Lending Agent

To the extent the Fund may engage in securities lending transactions, RBC IS may act as the Fund's securities lending agent. Any revenue earned on such securities lending is split between the Fund and the securities lending agent.

Other Related-Party Transactions

Pursuant to applicable securities legislation, the Fund relied on the standing instructions from the Independent Review Committee with respect to one or more of the following transactions:

Related-Party Trading Activities

- (a) trades in securities of Royal Bank;
- (b) investments in the securities of issuers for which a related-party dealer acted as an underwriter during the distribution of such securities and the 60-day period following the conclusion of such distribution of the underwritten securities to the public;
- (c) purchases of equity and debt securities from or sales of equity or debt securities to a related-party dealer, where it acted as principal; and

Inter-Fund Trading

- (d) purchases or sales of securities of an issuer from or to another investment fund or managed account managed by RBC GAM.

The applicable standing instructions require that Related-Party Trading Activities and Inter-Fund Trading be conducted in accordance with RBC GAM policy and that RBC GAM advise the Independent Review Committee of a material breach of any standing instruction. RBC GAM policy requires that an investment decision in respect of Related-Party Trading Activities (i) is made free from any influence of Royal Bank or its associates or affiliates and without taking into account any consideration relevant to Royal Bank or its affiliates or associates, (ii) represents the business judgment of the portfolio manager, uninfluenced by considerations other than the best interests of the Fund, (iii) is in compliance with RBC GAM policies and procedures, and (iv) achieves a fair and reasonable result for the Fund. RBC GAM policy requires that an investment decision in respect of Inter-Fund Trading is in the best interests of each Fund.



FINANCIAL HIGHLIGHTS

The following tables show selected key financial information about the Fund and are intended to help you understand the Fund's financial performance for the past five years or for the periods since inception. This information is derived from the Fund's audited annual financial statements.

Change in Net Assets Per Unit (\$)

For the Year/ Period Ended	Net Assets Beginning of Year/Period	Increase (Decrease) from Operations ¹					Annual Distributions ²				Net Assets End of Year/Period	
		Total Revenue (Loss)	Total Expenses	Realized Gains (Losses)	Unrealized Gains (Losses)	Total	From Income (Excluding Dividends)	From Dividends	From Capital Gains	Return of Capital		
Series A												
Dec. 31, 2021	15.44	0.22	(0.34)	0.64	(1.02)	(0.50)	—	—	(0.68)	—	(0.68)	14.32
Dec. 31, 2020	12.76	0.19	(0.32)	2.66	1.92	4.45	—	—	(1.74)	—	(1.74)	15.44
Dec. 31, 2019	11.05	0.18	(0.26)	0.28	1.61	1.81	—	—	(0.11)	—	(0.11)	12.76
Dec. 31, 2018	12.71	0.19	(0.29)	0.95	(1.98)	(1.13)	—	—	(0.83)	—	(0.83)	11.05
Dec. 31, 2017	10.89	0.17	(0.26)	0.53	1.62	2.06	—	—	(0.36)	—	(0.36)	12.71
Series D												
Dec. 31, 2021	16.38	0.23	(0.22)	0.68	(1.09)	(0.40)	—	—	(0.73)	—	(0.73)	15.32
Dec. 31, 2020	13.42	0.20	(0.21)	2.74	1.82	4.55	—	—	(1.85)	—	(1.85)	16.38
Dec. 31, 2019	11.53	0.19	(0.17)	0.29	1.65	1.96	—	—	(0.12)	—	(0.12)	13.42
Dec. 31, 2018	13.15	0.20	(0.19)	0.99	(1.99)	(0.99)	—	—	(0.87)	—	(0.87)	11.53
Dec. 31, 2017	11.18	0.17	(0.17)	0.55	1.71	2.26	—	—	(0.38)	—	(0.38)	13.15
Series F												
Dec. 31, 2021	16.44	0.23	(0.18)	0.68	(1.13)	(0.40)	—	(0.01)	(0.73)	—	(0.74)	15.41
Dec. 31, 2020	13.43	0.20	(0.17)	2.79	2.17	4.99	—	—	(1.85)	—	(1.85)	16.44
Dec. 31, 2019	11.54	0.19	(0.14)	0.29	1.55	1.89	—	(0.03)	(0.12)	—	(0.15)	13.43
Dec. 31, 2018	13.17	0.20	(0.15)	0.99	(2.49)	(1.45)	—	(0.04)	(0.87)	—	(0.91)	11.54
Dec. 31, 2017	11.19	0.17	(0.14)	0.55	1.70	2.28	—	(0.03)	(0.37)	—	(0.40)	13.17
Series O												
Dec. 31, 2021	16.38	0.23	—	0.68	(1.09)	(0.18)	(0.01)	(0.19)	(0.74)	—	(0.94)	15.33
Dec. 31, 2020	13.36	0.20	—	2.77	2.28	5.25	(0.01)	(0.13)	(1.86)	—	(2.00)	16.38
Dec. 31, 2019	11.48	0.19	—	0.29	1.70	2.18	(0.01)	(0.17)	(0.12)	—	(0.30)	13.36
Dec. 31, 2018	13.11	0.20	—	0.99	(1.79)	(0.60)	—	(0.18)	(0.87)	—	(1.05)	11.48
Dec. 31, 2017	11.14	0.17	—	0.55	1.80	2.52	—	(0.18)	(0.37)	—	(0.55)	13.11

¹ Net assets and distributions are based on the actual number of units outstanding at the relevant time. The increase/decrease from operations is based on the weighted average number of units outstanding over the financial period. This table is not intended to be a reconciliation of beginning to ending net assets per unit.

² Distributions are reinvested in additional units of the Fund or paid in cash.

Ratios and Supplemental Data

As at	Net Asset Value Per Unit (\$)	Net Asset Value (\$000s)	Number of Units Outstanding (000s)	Management Expense Ratio (%) ¹	MER Before Absorption (%) ¹	Portfolio Turnover Rate (%) ²	Trading Expense Ratio (%) ³
Series A							
Dec. 31, 2021	14.32	10 822	756	2.21	2.21	122.99	0.15
Dec. 31, 2020	15.44	10 470	678	2.21	2.21	85.23	0.14
Dec. 31, 2019	12.76	5 775	453	2.22	2.22	95.57	0.20
Dec. 31, 2018	11.05	6 179	559	2.21	2.21	59.41	0.16
Dec. 31, 2017	12.71	4 614	363	2.22	2.22	67.99	0.19



FINANCIAL HIGHLIGHTS (cont.)

Ratios and Supplemental Data (cont.)

As at	Net Asset Value Per Unit (\$)	Net Asset Value (\$000s)	Number of Units Outstanding (000s)	Management Expense Ratio (%) ¹	MER Before Absorption (%) ¹	Portfolio Turnover Rate (%) ²	Trading Expense Ratio (%) ³
Series D							
Dec. 31, 2021	15.32	6 598	431	1.37	1.37	122.99	0.15
Dec. 31, 2020	16.38	8 186	500	1.37	1.37	85.23	0.14
Dec. 31, 2019	13.42	3 365	251	1.36	1.36	95.57	0.20
Dec. 31, 2018	11.53	4 444	386	1.37	1.37	59.41	0.16
Dec. 31, 2017	13.15	3 564	271	1.38	1.38	67.99	0.19
Series F							
Dec. 31, 2021	15.41	13 695	889	1.11	1.11	122.99	0.15
Dec. 31, 2020	16.44	11 530	701	1.11	1.11	85.23	0.14
Dec. 31, 2019	13.43	5 714	425	1.11	1.11	95.57	0.20
Dec. 31, 2018	11.54	7 306	633	1.10	1.10	59.41	0.16
Dec. 31, 2017	13.17	2 434	185	1.13	1.13	67.99	0.19
Series O							
Dec. 31, 2021	15.33	4 459 092	290 797	0.02	0.02	122.99	0.15
Dec. 31, 2020	16.38	3 465 487	211 545	0.02	0.02	85.23	0.14
Dec. 31, 2019	13.36	1 508 834	112 946	0.02	0.02	95.57	0.20
Dec. 31, 2018	11.48	1 224 821	106 727	0.02	0.02	59.41	0.16
Dec. 31, 2017	13.11	1 216 355	92 809	0.02	0.02	67.99	0.19

¹ The management expense ratio ("MER") is based on the direct expenses charged to the Fund and the Fund's proportionate share of the expenses of underlying funds, if any, for the stated period, excluding commissions and other portfolio transaction costs, and is expressed as an annualized percentage of the daily average net asset value during the period. RBC GAM may, at its discretion and without notice to unitholders, waive or absorb certain operating expenses. MER includes the waiver or absorption by RBC GAM of certain operating expenses, while the MER before absorption shows the MER prior to operating expenses being waived or absorbed by RBC GAM.

² The Fund's portfolio turnover rate gives an indication of the level of activity employed by the portfolio manager. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the year. The higher the Fund's portfolio turnover rate in a year, the greater the trading costs payable by the Fund in the year, and the greater the chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a high turnover rate and the performance of the Fund. The portfolio turnover rate is not applicable to money market funds.

³ The trading expense ratio represents total commissions and other portfolio transaction costs of the Fund and the Fund's proportionate share of such costs of underlying funds expressed as an annualized percentage of daily average net asset value during the period. The trading expense ratio is not applicable to fixed-income transactions.

Management Fees and Administration Fees

Management fees and administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund. The management fee, breakdown of services received in consideration of the management fee, as a percentage of the management fee, and the administration fee for each series are as follows:

	Management Fees	Breakdown of Services		Administration Fees
		Distribution	Other*	
Series A	1.85%	54%	46%	0.15%
Series D	1.10%	23%	77%	0.15%
Series F	0.85%	—	100%	0.15%
Series O	n/a	n/a	n/a	0.02%

Series O – no management fees are paid by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

* Includes all costs related to management, trustee, investment advisory services, general administration and profit.

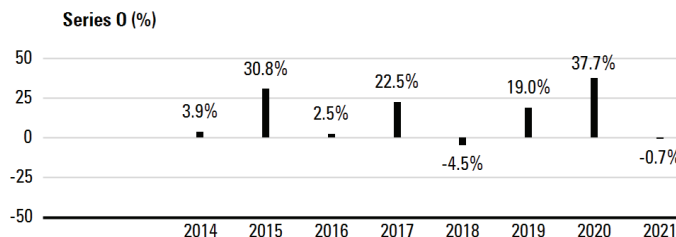
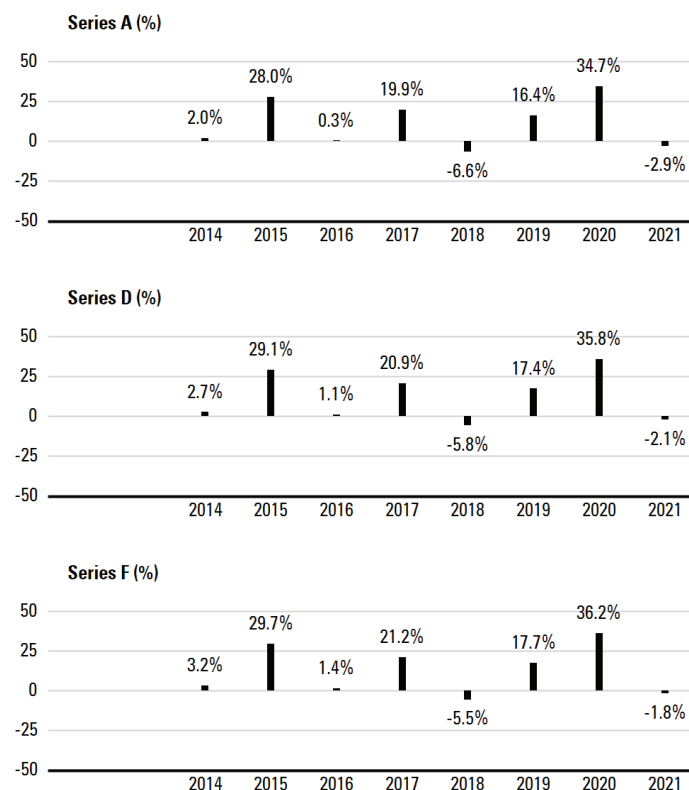


PAST PERFORMANCE

The performance information shown assumes that all distributions made by the Fund in the periods shown were reinvested in additional units of the Fund and would be lower if distributions were not reinvested. The performance information does not take into account sales, redemption, distribution, optional charges or income taxes payable that would have reduced returns or performance. Past performance does not necessarily indicate how the Fund may perform in the future. A fund with more than 10 years of performance history is only permitted to disclose the past 10 years.

Year-by-Year Returns (%)

The bar chart indicates the Fund's performance for each of the years shown, and illustrates how the Fund's performance has changed from year to year. The bar chart shows, in percentage terms, how much an investment made on the first day of each financial year would have grown or decreased by the end of the financial year.



Annual Compound Returns (%)

The table shows the annual compound returns for each series of the Fund and for each of the periods indicated ended on December 31, 2021, compared with the following benchmark:

MSCI Japan Total Return Net Index (CAD)

	Past Year	Past 3 Years	Past 5 Years	Past 10 Years	Since Inception
Series A	-2.9	15.1	11.3	—	10.9
Benchmark	0.8	8.8	7.2	—	8.8
Series D	-2.1	16.0	12.2	—	11.8
Benchmark	0.8	8.8	7.2	—	8.8
Series F	-1.8	16.3	12.5	—	12.1
Benchmark	0.8	8.8	7.2	—	8.8
Series O	-0.7	17.6	13.7	—	13.3
Benchmark	0.8	8.8	7.2	—	8.8

The returns of each series may vary because of differences in management fees and expenses. Benchmark and/or broad-based index returns do not include any costs of investing. See Management Discussion of Fund Performance for a discussion of performance relative to benchmark and/or broad-based indexes.

Series A, Series D, Series F and Series O units have been available for sale to unitholders since March 10, 2014.

Inception dates are not provided for series that have been in existence for more than 10 years.

Advisor Series units were capped effective June 26, 2020, and re-designated as Series A units effective August 4, 2020.

INDEX DESCRIPTIONS

MSCI Japan Total Return Net Index (CAD) This index is a broad measure of the Canadian-dollar performance of the large and mid-cap segments of the Japanese stock market. The net total return index reinvests dividends after the deduction of withholding taxes, using (for international indexes) a tax rate applicable to non-resident institutional investors who do not benefit from double taxation treaties.



SUMMARY OF INVESTMENT PORTFOLIO

(after consideration of derivative products, if any)

As at December 31, 2021

Investment Mix

	% of Net Asset Value
Industrials	26.5
Information Technology	16.6
Consumer Discretionary	15.2
Financials	9.4
Health Care	8.6
Communication Services	6.4
Consumer Staples	5.3
Materials	3.7
Real Estate	1.9
Energy	1.6
Utilities	0.9
Cash/Other	3.9

Top 25 Holdings

	% of Net Asset Value
Keyence Corp.	4.9
Sony Group Corp.	4.9
Recruit Holdings Co. Ltd.	4.5
Cash & Cash Equivalents	3.9
Tokio Marine Holdings, Inc.	3.4
Toyota Motor Corp.	3.2
Shionogi & Co. Ltd.	3.2
Mitsubishi UFJ Financial Group Inc.	3.0
Shin-Etsu Chemical Co. Ltd.	3.0
Orix Corp.	2.9
Mitsui & Co.	2.9
Hitachi Ltd.	2.8
Tokyo Electron Ltd.	2.6
Nippon Yusen Kabushiki Kaisha	2.5
Ajinomoto Co. Inc.	2.5
Ibiden Co. Ltd.	2.2
MISUMI Group Inc.	2.1
Persol Holdings Co. Ltd.	2.0
Nippon Telegraph & Telephone Corp.	1.9
Mitsui Fudosan Co. Ltd.	1.9
Hoya Corp.	1.9
Advantest Corp.	1.7
Kurita Water Industries Ltd.	1.7
Inpex Corp.	1.6
Daiichi Sankyo Co. Ltd.	1.5
Top 25 Holdings	68.7

The Summary of Investment Portfolio may change due to ongoing portfolio transactions of the Fund and a quarterly update is available at www.rbcgam.com/en/ca.