



RBC Life Science and Technology Fund

Investment Objective

To provide long-term capital growth by investing primarily in equity securities of U.S. companies whose businesses relate to life sciences and technology and are expected to benefit from scientific and technological advances.

Fund Details

Series	Load Structure	Currency	Fund Code
A	No Load	CAD	RBF274

Inception Date	July 1995
Total Fund Assets \$Mil	420.7
Series A NAV \$	21.46
Series A MER %	2.09
Benchmark	S&P 500 Health Care and Information Technology Total Return Index (CAD)

Income Distribution	Annually
Capital Gains Distribution	Annually

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

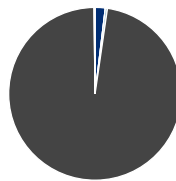
Fund Category	US Equity
---------------	-----------

Management Company	RBC Global Asset Management Inc.
--------------------	----------------------------------

Web Site	www.rbcgam.com
----------	----------------

Portfolio Analysis as of July 31, 2019

Asset Mix

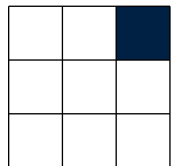


	% Assets
Cash	1.9
Fixed Income	0.0
Canadian Equity	0.4
US Equity	97.5
International Equity	0.2
Other	0.0

Top 10 Holdings

	% Assets
Microsoft Corp	9.9
Apple Inc	8.4
Alphabet Inc A	7.2
Facebook Inc A	4.7
Visa Inc Class A	3.2
Johnson & Johnson	3.2
Mastercard Inc A	2.7
UnitedHealth Group Inc	2.5
Cisco Systems Inc	2.4
Merck & Co Inc	2.1
Total % of Top 10 Holdings	46.3
Total Number of Stock Holdings	92
Total Number of Bond Holdings	0
Total Number of Other Holdings	1
Total Number of Holdings	93

Equity Style



Value Blend Growth

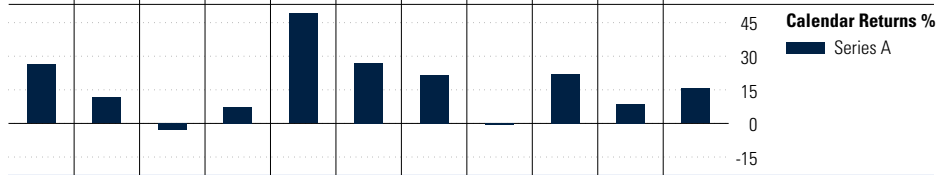
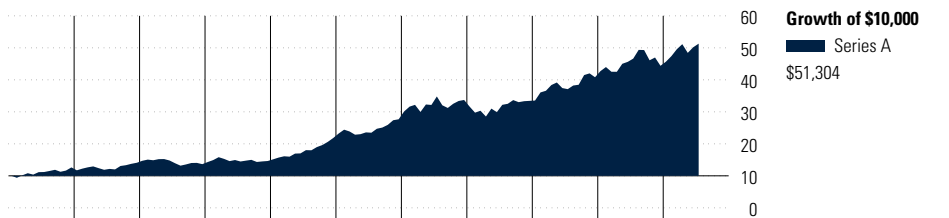
Equity Statistics

P/B Ratio	5.6
P/E Ratio	21.0
Avg. Mkt Cap. \$B	253.8

Global Equity Sectors

	% Equity
Information Technology	51.7
Health Care	31.1
Communication Services	16.7
Consumer Discretionary	0.3
Real Estate	0.2
Energy	0.0
Materials	0.0
Industrials	0.0
Consumer Staples	0.0
Financials	0.0
Utilities	0.0
Unclassified	0.0

Performance Analysis as of July 31, 2019



Year	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018	YTD	
Return %	26.3	11.6	-3.1	7.2	49.1	26.9	21.8	-0.8	22.1	8.8	15.6	Fund
Quartile	1 st	2 nd	3 rd	4 th	1 st	1 st	1 st	4 th	1 st	1 st	2 nd	Quartile

	1 Mth	3 Mth	6 Mth	1 Yr	3 Yr	5 Yr	10 Yr	Since Incep.	Trailing Return %
Return %	2.3	0.3	12.3	10.0	16.8	16.9	16.5	6.1	Fund
Quartile	2 nd	2 nd	1 st	1 st	1 st	1 st	1 st	—	Quartile
No. of Funds in Category	1853	1769	1751	1642	1225	803	307	—	No. of Funds in Category



RBC Life Science and Technology Fund

Management Overview

Manager Bios

Rob Cavallo

RBC Global Asset Management Inc.

Rob is a Portfolio Manager with the North American equities team. Rob joined the firm in 2012 as a Global equities analyst with a focus on analyzing companies within the Health Care and Consumer sectors. Rob earned a Bachelor of Commerce degree at the University of Toronto and is a CFA charterholder.

Marcello Montanari

RBC Global Asset Management Inc.

Marcello Montanari is Vice President and Senior Portfolio Manager, North American Equities. Marcello began his career in the investment industry in 1992. He earned a Bachelor of Commerce degree in finance from Concordia University and is a CFA charterholder.

Performance Analysis Cont'd as of July 31, 2019

Distributions (\$)/Unit	YTD*	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Total Distributions	—	—	—	—	—	—	—	—	—	—	—
Interest	—	—	—	—	—	—	—	—	—	—	—
Dividends	—	—	—	—	—	—	—	—	—	—	—
Capital Gains	—	—	—	—	—	—	—	—	—	—	—
Return Of Capital	—	—	—	—	—	—	—	—	—	—	—

Best/Worst Periods %	Ended	1 Yr	Ended	3 Yr	Ended	5 Yr	Ended	10 Yr
Best	2-2000	138.3	2-2000	48.4	8-2000	34.7	2-2019	17.6
Worst	9-2001	-61.9	2-2003	-37.9	8-2005	-23.8	8-2010	-14.1
Average		9.2		8.5		7.2		4.4
No. of Periods		277		253		229		169
Pct. Positive		67.9		61.3		54.6		54.4

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

Commentary as at June 30, 2019

Global stocks rallied in the first half of 2019 with Information Technology sector performing the best, while the Health Care sector was the worst-performing sector. A number of macroeconomic developments continue to be the focus for equity investors, including the outlook for global trade, the path and pace of global economic growth, and their combined impact on corporate earnings.

The Fund's performance was bolstered by exposure to Shopify, a fast-growing company that provides services to online retailers. Returns were also boosted by a position in Guardant Health, which provides blood tests that assess high-risk individuals for cancer risks.

The Fund's overweight position in Alphabet held back returns after the company reported first-quarter revenue that was lower than expectations, prompting fears that internet advertisers were starting to shift spending to competitors.

Stocks are likely to rise modestly over the next year, in the view of the portfolio manager, but

there are several scenarios that could lead to a different outcome.

It is common for the Information Technology sector to perform well as the end of an economic expansion approaches, and there are some signs that this is the case with the current expansion. If U.S.-China trade relations deteriorate further, companies with supply chains in China, such as makers of technology hardware, face higher costs and/or expenses linked to moving production to other parts of Asia and Mexico – even perhaps back to the U.S.

In the Health Care sector, services and equipment have performed better than pharmaceuticals companies. However, momentum for government-administered health care is gaining and any move in this direction could rewrite the businesses of U.S. health insurers, hospitals and doctors. This is a cause of concern for longer-term profits in the sector, especially ahead of next year's U.S. presidential election.



RBC Life Science and Technology Fund

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.

This document has been compiled by RBC Global Asset Management Inc. (RBC GAM) from sources believed to be reliable, but no representations or warranty, express or implied, are made by RBC GAM, its affiliates

or any other person as to its accuracy, completeness or correctness. All opinions 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, PH&N Funds and BlueBay Funds is based on actual expenses for the preceding calendar year or most recent half-year period ended June 30 expressed on an annualized basis, depending on availability of data at the time of publication.

MER (%) for RBC Corporate Class Funds is based on actual expenses for the preceding full year period ended March 31 or half-year period ended September 30 expressed on an annualized basis, depending on availability of data at the time of publication.

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).

® / ™ Trademark(s) of Royal Bank of Canada. Used under licence. © RBC Global Asset Management Inc. 2019