



# RBC U.S. Index Currency Neutral Fund

## Investment Objective

To provide long-term capital growth, while minimizing the exposure to currency fluctuations between the U.S. and Canadian dollar, by tracking the performance of its benchmark through investment in units of the iShares Core S&P 500 Index ETF.

## Fund Details

Series	Load Structure	Currency	Fund Code
A	No Load	CAD	RBF558

Inception Date	October 1998
Total Fund Assets \$Mil	376.9
Series A NAV \$	10.41
Series A MER %	0.61
Benchmark	S&P 500 Total Return Hedged 100% to CAD Index

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.
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Web Site	www.rbcgam.com
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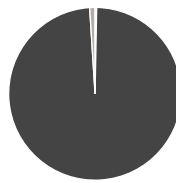
## Notes

Fund's investment objective changed effective June 30, 2017. Effective on or about September 15, 2017, the fund's benchmark changed.

The fund's investment objective and benchmark changed effective on or about April 8, 2019.

## Portfolio Analysis as of August 31, 2019

### Asset Mix

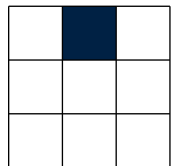


	% Assets
Cash	0.3
Fixed Income	0.0
Canadian Equity	0.0
US Equity	98.7
International Equity	1.0
Other	0.0

### Top 10 Holdings

	% Assets
Microsoft Corp	4.3
Apple Inc	3.6
Amazon.com Inc	3.1
Facebook Inc A	1.9
Berkshire Hathaway Inc B	1.6
Alphabet Inc Class C	1.5
Alphabet Inc A	1.5
Johnson & Johnson	1.5
JPMorgan Chase & Co	1.5
Visa Inc Class A	1.3
Total % of Top 10 Holdings	21.6
Total Number of Stock Holdings	505
Total Number of Bond Holdings	0
Total Number of Other Holdings	4
<b>Total Number of Holdings</b>	<b>509</b>

### Equity Style



Value Blend Growth

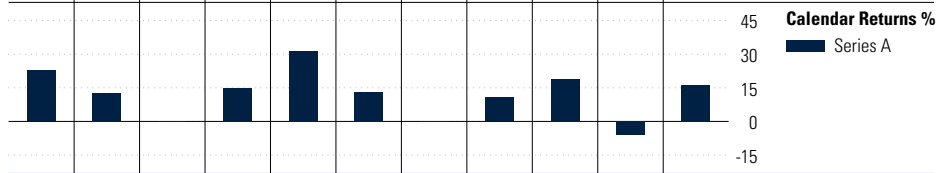
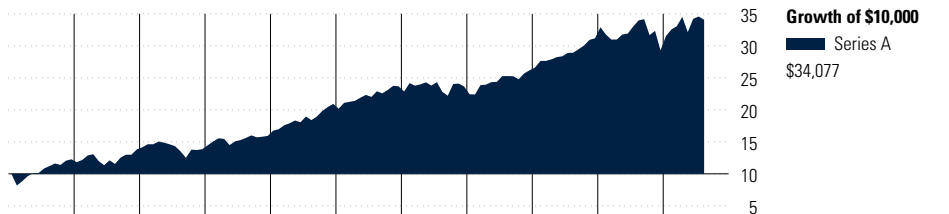
### Equity Statistics

P/B Ratio	3.1
P/E Ratio	17.9
Avg. Mkt Cap. \$B	146.5

### Global Equity Sectors

	% Equity
Information Technology	21.9
Health Care	13.9
Financials	12.7
Communication Services	10.4
Consumer Discretionary	10.2
Industrials	9.2
Consumer Staples	7.7
Energy	4.4
Utilities	3.6
Real Estate	3.3
Materials	2.7
Unclassified	0.0

## Performance Analysis as of August 31, 2019



Year	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018	YTD	
Return %	22.7	12.6	0.3	15.0	31.4	13.1	-0.1	10.7	19.1	-6.1	16.4	Fund Quartile
Rank	1 <sup>st</sup>	1 <sup>st</sup>	2 <sup>nd</sup>	1 <sup>st</sup>	4 <sup>th</sup>	4 <sup>th</sup>	4 <sup>th</sup>	1 <sup>st</sup>	1 <sup>st</sup>	4 <sup>th</sup>	2 <sup>nd</sup>	

	1 Mth	3 Mth	6 Mth	1 Yr	3 Yr	5 Yr	10 Yr	Since Incep.	Trailing Return %
Return %	-1.5	6.0	4.7	0.3	10.5	8.3	11.8	5.4	Fund Quartile
Rank	3 <sup>rd</sup>	2 <sup>nd</sup>	3 <sup>rd</sup>	3 <sup>rd</sup>	2 <sup>nd</sup>	4 <sup>th</sup>	3 <sup>rd</sup>	—	Quartile
No. of Funds in Category	1743	1663	1643	1560	1240	802	308	—	No. of Funds in Category



# RBC U.S. Index Currency Neutral Fund

## Management Overview

### Manager Bios

#### Sarah Riopelle

#### RBC Global Asset Management Inc.

Sarah Riopelle is Vice President and Senior Portfolio Manager, Investment Solutions. Sarah began her investment career in 1996. She is a member of the RBC Investment Strategy Committee and is responsible for the firm's Portfolio Solutions. Sarah has a Bachelor of Commerce in Finance and International Management from the University of Ottawa and is a CFA charterholder.

### Performance Analysis Cont'd as of August 31, 2019

Distributions (\$)/Unit	YTD*	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Total Distributions	—	0.16	1.17	1.11	0.37	1.34	1.39	—	—	—	—
Interest	—	0.16	1.17	1.11	0.37	1.34	1.39	—	—	—	—
Dividends	—	—	0.00	—	—	—	—	—	—	—	—
Capital Gains	—	—	—	—	—	—	—	—	—	—	—
Return Of Capital	—	—	—	—	—	—	—	—	—	—	—

Best/Worst Periods %	Ended	1 Yr	Ended	3 Yr	Ended	5 Yr	Ended	10 Yr
Best	2-2010	49.1	2-2012	22.6	2-2014	20.9	2-2019	14.8
Worst	2-2009	-46.4	2-2009	-17.9	2-2009	-9.0	2-2009	-5.2
Average		5.7		5.6		6.1		4.7
No. of Periods		239		215		191		131
Pct. Positive		73.6		67.4		59.2		78.6

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

### Commentary as at June 30, 2019

U.S. equity markets rallied in the first half of 2019, largely as a result of optimism that the U.S. Federal Reserve would lower short-term interest rates, perhaps as early as July, and growing optimism that a trade agreement between the U.S. and China would be reached. The S&P 500 Index had faced heightened volatility during May as trade negotiations between the U.S. and China appeared to fall apart, but the volatility subsided after U.S. President Trump and Chinese President Xi indicated that they would work toward a resolution.

The Fund's currency hedging strategy had a positive impact on returns during the first half of 2019, as unitholders were protected from a decline

in the U.S. dollar versus the Canadian dollar.

On March 22, 2019, unitholders approved a proposal to change the investment objectives of the RBC U.S. Index Currency Neutral Fund that provides the Fund with the flexibility to be able to invest in units of iShares ETFs. On April 8, 2019, the Fund was transitioned so that it invests 100% of its assets in units of the iShares Core S&P 500 Index ETF (XUS) and uses derivatives to hedge against fluctuations in the value of the U.S. dollar relative to the Canadian dollar. On April 8, the Fund's benchmark was also changed to track the S&P 500 Hedged 100% to CAD Index.



# RBC U.S. Index Currency Neutral 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.

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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.

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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).

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