

PH&N Canadian Growth Fund

Investment Objective

To provide significant long-term capital growth by investing primarily in a well-diversified portfolio of Canadian common stocks, as well as U.S. and international securities.

Fund Details

Series	Load Structure	Currency	Fund Code
A	No Load	CAD	RBF7140
Adv	Front End	CAD	RBF6140
Adv	Low Load	CAD	RBF4140

Inception Date	November 2008
Total Fund Assets \$Mil	733.2
Series A NAV \$	38.46
Series A MER %	1.84
Benchmark	S&P/TSX Capped Composite Total Return Index

Income Distribution	Annually
Capital Gains Distribution	Annually

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

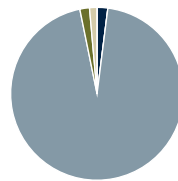
Fund Category	Canadian Equity
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Management Company	RBC Global Asset Management Inc.
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Web Site	www.rbcgam.com
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Portfolio Analysis as of June 30, 2019

Asset Mix

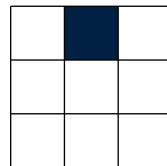


	% Assets
Cash	2.0
Fixed Income	0.0
Canadian Equity	94.7
US Equity	1.8
International Equity	1.4
Other	0.0

Top 25 Holdings

	% Assets
Royal Bank of Canada	7.2
The Toronto-Dominion Bank	6.6
Bank of Nova Scotia	4.3
Canadian National Railway Co	4.3
Enbridge Inc	3.5
Suncor Energy Inc	3.3
Brookfield Asset Mgmt Inc Cl A	2.9
Bank of Montreal	2.8
Canadian Pacific Railway Ltd	2.6
TC Energy Corp	2.6
Manulife Financial Corp	2.5
Nutrien Ltd	2.2
Canadian Natural Resources Ltd	2.0
Alimentation Couche-Tard Inc Class B	2.0
BCE Inc	1.7
Sun Life Financial Inc	1.6
CIBC	1.6
Waste Connections Inc	1.6
Shopify Inc A	1.5
TELUS Corp	1.2
Thomson Reuters Corp	1.2
CGI Inc Class A	1.1
Rogers Communications Inc Class B	1.1
Restaurant Brands International Inc	1.1
Open Text Corp	1.1
Total % of Top 25 Holdings	63.6
Total Number of Stock Holdings	102
Total Number of Bond Holdings	0
Total Number of Other Holdings	1
Total Number of Holdings	103

Equity Style



Value Blend Growth

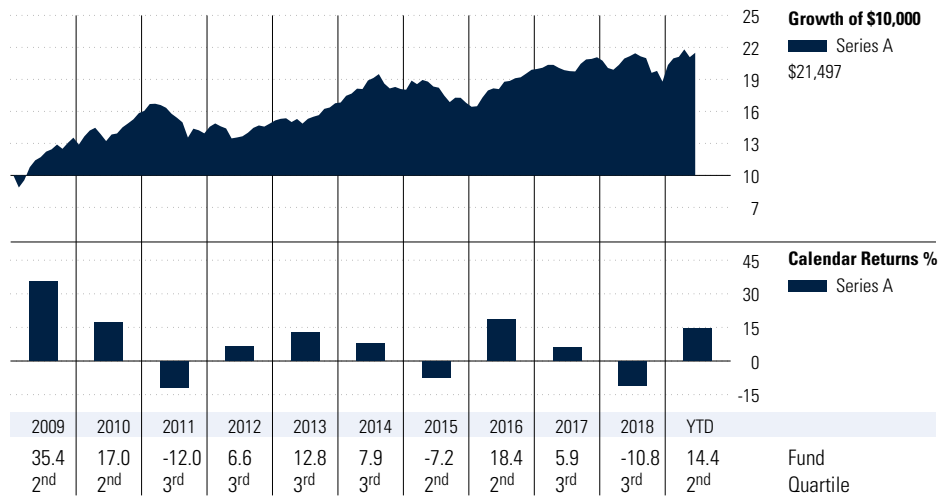
Equity Statistics

P/B Ratio	1.7
P/E Ratio	14.6
Avg. Mkt Cap. \$B	29.3

Global Equity Sectors

	% Equity
Financials	33.6
Energy	16.5
Industrials	12.2
Materials	10.0
Communication Services	5.8
Consumer Discretionary	5.0
Information Technology	4.8
Consumer Staples	4.6
Real Estate	3.2
Utilities	2.6
Health Care	1.7
Unclassified	0.0

Performance Analysis as of June 30, 2019



	1 Mth	3 Mth	6 Mth	1 Yr	3 Yr	5 Yr	10 Yr	Since Incep.	Trailing Return %
2.0	1.8	14.4	1.5	5.9	2.6	6.3	7.1	Fund	
3 rd	3 rd	2 nd	3 rd	3 rd	3 rd	4 th	—	Quartile	
759	754	741	691	553	391	195	—	No. of Funds in Category	

PH&N Canadian Growth 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 June 30, 2019

Distributions (\$)/Unit	YTD*	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Total Distributions	—	0.37	0.32	0.33	0.14	0.24	0.17	0.05	—	—	0.03
Interest	—	0.00	0.00	—	—	—	—	—	—	—	—
Dividends	—	0.37	0.22	0.33	0.14	0.24	0.17	0.05	—	—	0.03
Capital Gains	—	—	0.10	—	—	—	—	—	—	—	—
Return Of Capital	—	—	—	—	—	—	—	—	—	—	—

Best/Worst Periods %	Ended	1 Yr	Ended	3 Yr	Ended	5 Yr	Ended	10 Yr
Best	2-2010	54.0	2-2012	18.8	2-2014	14.5	2-2019	9.0
Worst	5-2012	-17.5	8-2017	0.4	2-2016	-0.2	6-2019	6.3
Average		7.5		5.8		6.2		7.3
No. of Periods		116		92		68		8
Pct. Positive		72.4		100.0		98.5		100.0

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

Commentary as at June 30, 2019

The S&P/TSX Composite Index joined other global equity markets in rebounding from declines recorded in late 2018. 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 uncertain economic backdrop has resulted in central banks moving to a more cautious approach on monetary policy, which has supported equity valuations.

The Fund's relative performance in the first half of 2019 was aided by security selection in the Information Technology and Energy sectors. A position in Lightspeed POS, which offers software applications and cloud services to small and medium-sized businesses, contributed to performance. The portfolio manager bought shares of the company in its March initial public offering and sold the position in June due to high valuations. An overweight allocation to Labrador Iron Ore Royalty also helped relative performance. The company's stock advanced after the bursting in January of a dam attached to a major iron-ore

mine in Brazil reduced the global supply of the metal.

Security selection in the Materials sector held back relative performance. The Fund's overweight position in the gold-mining company OceanaGold had a negative impact on the stock after the company said capital costs would be higher than anticipated. The portfolio manager continues to have a positive view of the company based on the outlook for its mines in the U.S. and the Philippines.

Canada's economic outlook reflects slowing U.S. growth, trade uncertainty, moderating housing activity and competitiveness concerns. There is also considerable pressure on the Canadian energy sector due to the continuously challenging environment for the production and transportation of crude oil. On a positive note, job creation in Canada has been accelerating at a swift pace. Overall, the portfolio manager expects below average economic growth in Canada over the next year.

PH&N Canadian Growth 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.

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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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