

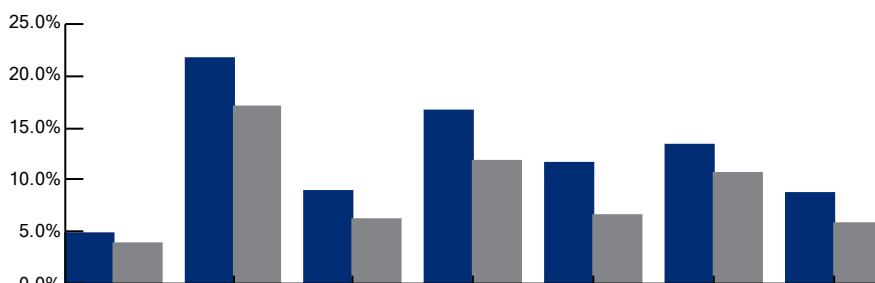


RBC Global Equity

Quarterly Commentary

The RBC Global Equity Strategy returned 4.9% in Q2 2019 versus a 4.0% return for the MSCI World Net Index, an outperformance of 0.8% (geometric basis). The biggest contributor in Q2 was our holding in U.S. trading platform MarketAxess which performed strongly on increased trading volumes and a successful IPO for rival Tradeweb. Positions in U.S. alternative asset manager Blackstone and U.S. medical equipment conglomerate Danaher also contributed. Blackstone posted increased assets under management and announced that the partnership is to become a publicly-traded corporation eligible for index and ETF inclusion. Danaher outperformed after a positive reaction to its purchase of GE's bio-pharma division. The biggest detractor in Q2 was our holding in U.S. technology company Alphabet whose stock fell due to a slowing growth rate for online advertising in Q1. Positions in U.S. industrial equipment conglomerate Fortive, and U.S. relationship bank FirstRepublic also detracted, the former due to concerns about trade tariffs, and the latter as a flat/inverted yield curve and potential interest rate cuts are not helpful for banks' margins.

Investment Performance



Annualised (%)	QTR	YTD	1YR	3YR	5YR	10YR	SI
Strategy (Gross)	4.94	21.70	8.95	16.72	11.69	13.30	8.69
Benchmark	4.00	16.98	6.33	11.77	6.60	10.72	5.90

Calendar Year (%)	2018	2017	2016	2015	2014	Cumulative SI
Strategy (Gross)	-6.06	35.37	4.06	4.79	7.03	191.52
Benchmark	-8.71	22.40	7.51	-0.87	4.94	108.65

Past performance is not indicative of future results and is calculated in USD. Returns may increase or decrease as a result of currency fluctuations.

Source: RBC Global Asset Management, Rimes. Returns include the reinvestment of all income. Net calendar returns can be viewed in the GIPS appendix. Inception of the performance record is 01.09.2006.

Performance is presented as supplemental to the "GIPS® Compliant Presentation" which contains additional information regarding calculation of performance data.

Portfolio Characteristics¹

	Strategy	Benchmark	Company Name	Country	Strategy (%)
Net Profit Margin	12.3%	8.5%			
Asset Turnover	76.8%	63.6%	Danaher	United States	4.9
Total Debt to Equity	0.8	1.3	Roche Holding	Switzerland	4.8
Return on Equity	18.8%	11.7%	UnitedHealth	United States	4.6
Return on Assets	3.8%	2.0%	Fortive	United States	4.4
Forward Price to Earnings	20.6	15.8	Unilever	Netherlands	4.1
FCF Yield (ex Fin)	3.5%	4.3%	TJX	United States	4.0
Weighted Average Market Cap	\$160bn	\$164bn	Microsoft	United States	3.9
Active Share	91.2%	-	Deutsche Post	Germany	3.9
Portfolio Turnover	25.4%	-	EOG Resources	United States	3.7
			American Water Works Co	United States	3.4

Top Ten Holdings¹

Strategy Overview

- \$4,778 million Assets Under Management
- Inception: September 2006
- Benchmark (BM): MSCI World Net Index, Secondary BM: MSCI ACWI Net Index
- Vehicles: Separate Account, SICAV, US '40 Act, US 3C7, Canadian Mutual Fund

Investment Philosophy & Style

- Great businesses create contingent assets not reflected in typical financial metrics
- Ownership mind-set drives ESG integration and active engagement
- Efficient alpha-capture to deliver stock-picking led out-performance
- Team brings deep industry expertise with a culture of alignment and continuous improvement

Investment Process

- Identify competitive businesses with growth opportunities
- Conviction-based strategy aims to deliver predictable and consistent risk-adjusted returns
- Risk management embedded at team level
- Integrated ESG factors to identify long term risks to financial sustainability

Portfolio Construction

- High conviction portfolio: typically 30 - 40 holdings
- Majority of returns sought from stock selection
- Maximum in a single security: 7.5%
- Sector exposure +/- 10% versus benchmark
- Country exposure +/- 10% versus benchmark (except U.S. +/- 15%)

Investment Team*

Habib Subjally, Head of RBC Global Equity
Industry Experience: 24 years

12 industry specialists

Average Industry Experience: over 18 years

*Industry experience is updated annually.

About RBC Global Asset Management

- Over \$345 billion Assets Under Management
- Offices in North America, Europe and Asia
- Over 340 investment professionals globally
- Part of Royal Bank of Canada (RBC), one of the highest rated and largest banks in the world*

*Ratings: S&P: AA-, Moody's: Aa2. Ranked 5th largest bank in North America and 10th globally based on market capitalisation (Bloomberg).

Past performance is not indicative of future results.

Source: RBC Global Asset Management, Bloomberg, Rimes

¹Supplemental information complements the RBC Global Equity Composite

presentation as provided in the "GIPS® Compliant Presentation". The information presented is derived from the representative account of the strategy. The representative account is the account in the composite that most closely reflects the current portfolio management style for the strategy.

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Region Allocation¹

	Strategy (%)	Benchmark (%)
Americas	57.0	66.1
Europe/Middle East	27.7	21.6
Emerging Markets	7.3	0.0
Asia Pacific	7.0	12.3
Cash	1.0	0.0

Sector Allocation¹

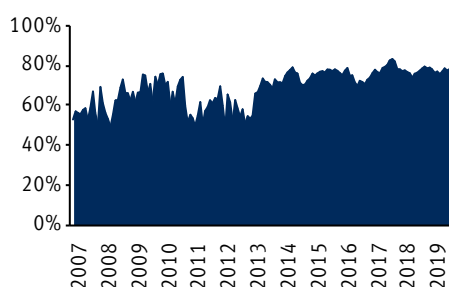
	Strategy (%)	Benchmark (%)
Financials	19.4	15.8
Health Care	15.6	12.6
Consumer Discretionary	14.3	10.5
Industrials	12.9	11.2
Consumer Staples	12.4	8.5
Information Technology	10.9	16.3
Energy	5.1	5.6
Utilities	3.4	3.4
Communication Services	3.0	8.3
Materials	2.0	4.6
Real Estate	0.0	3.2
Cash	1.0	0.0

Risk Characteristics

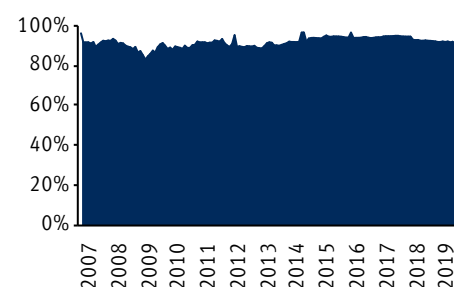
5 Years

	Alpha (%)	Beta	Standard Deviation (%)	R-Squared (%)	Upside Capture (%)	Downside Capture (%)	Sharpe Ratio
Strategy (Gross)	4.9	1.0	12.5	93.0	136.3	96.2	0.9
Benchmark	-	-	11.6	-	-	-	0.5

Total Risk from Stock Specific Sources¹

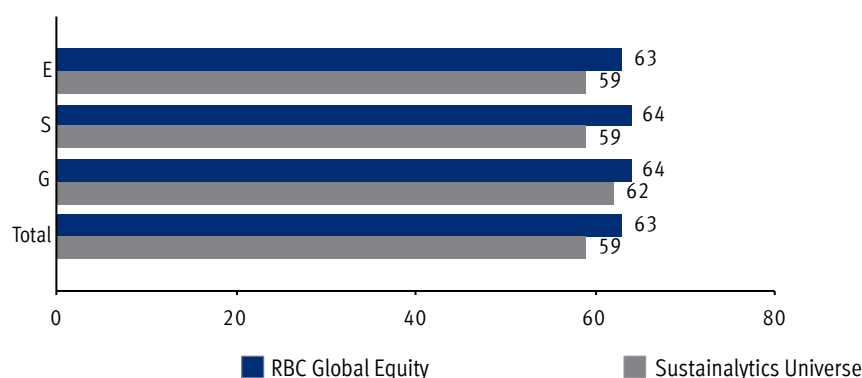


Active Share¹



Source: RBC, MSCI, Northfield, UBS PAS, Citigram, Axioma.

Environmental, Social & Governance Credentials



Sustainalytics scores these companies on a scale out of 100. The un-weighted average score of holdings in the RBC Global Equity strategy compared to the Sustainalytics coverage universe of available individual scores.

Proxy Voting Record 12 Months Ending 06.2019

With Management	Against	Total
88%	12%	100%

GIPS® Compliant Presentation, as at June 30, 2019

RBC GAM Global Equity - Concentrated (USD)

Inception Date: September 1, 2006

Benchmark: MSCI World Total Return Net Index

Secondary Benchmark: MSCI ACWI Net Index (USD)

Currency: USD

Annual Returns

Year End	Composite Gross Return (%)	Composite Net Return (%)	Benchmark Return (%)	Benchmark 2 Return (%)	Composite 3-Yr St Dev (%)	Benchmark 3-Yr St Dev (%)	Benchmark 2 3-Yr St Dev (%)	Number of Portfolios	Internal Dispersion (%)	Composite Assets (millions)	Firm Assets (millions)
2009	28.83	27.93	29.99	34.63	21.66	21.40	22.34	2	0.09	109.4	228,136.6
2010	9.46	8.69	11.76	12.67	23.91	23.72	24.49	2	0.11	101.5	252,397.6
2011	-3.00	-3.68	-5.54	-7.35	20.47	20.15	20.59	3	0.07	613.7	244,857.4
2012	15.27	14.46	15.83	16.13	17.98	16.74	17.13	3	0.31	609.3	279,416.3
2013	29.68	28.78	26.68	22.80	14.15	13.54	13.94	2	0.12	111.5	296,003.0
2014	7.03	6.28	4.94	4.16	10.28	10.23	10.50	3	-	1,004.6	302,064.4
2015	4.79	4.06	-0.87	-2.36	10.34	10.80	10.79	4	0.31	1,401.2	276,979.3
2016	4.06	3.34	7.51	7.86	10.92	10.92	11.06	4	0.22	1,801.6	289,538.6
2017	35.37	34.42	22.40	23.97	10.59	10.23	10.36	4	0.38	2,806.1	331,885.2
2018	-6.06	-6.72	-8.71	-9.41	12.19	10.38	10.48	5	0.13	3,618.9	305,983.2
YTD 2019	21.70	21.28	16.98	16.23	12.72	11.16	11.16	5	0.15	4,778.2	345,911.5

Description of the Firm: For the purposes of Global Investment Performance Standards (GIPS®), RBC Global Asset Management is the asset management division of Royal Bank of Canada (RBC), operating under the following brands: RBC Global Asset Management (RBC GAM) in Canada, the U.S. (institutional), the U.K. and Hong Kong; Phillips, Hager & North Investment Management (institutional); and BlueBay Asset Management (institutional). With offices around the world, RBC GAM offers a full range of global investment solutions in cash management and fixed income, equity, balanced, alternative and specialty investment strategies through mutual funds, hedge funds, pooled funds and separately managed accounts. The RBC GAM group of companies has more than C\$417 billion (US\$305 billion) in assets under management as at December 31, 2018. RBC purchased Phillips, Hager & North Investment Management, including the assets of BonaVista Asset Management, on May 1, 2008, and BlueBay Asset Management on December 17, 2010. A complete list and description of the firm's composites and performance results is available upon request.

Compliance Statement: RBC GAM claims compliance with the Global Investment Performance Standards (GIPS®) and has prepared and presented this report in compliance with the GIPS® standards. RBC GAM has been independently verified for the periods January 1, 2002 through December 31, 2018. Verification assesses whether (1) the firm has complied with all the composite construction requirements of the GIPS® standards on a firm-wide basis and (2) the firm's policies and procedures are designed to calculate and present performance in compliance with the GIPS® standards. The Global Equity - Concentrated (USD) composite has been examined for the periods September 1, 2006 - December 31, 2018. The verification and performance examination reports are available upon request.

Composite Description: The Global Equity - Concentrated (USD) Composite is defined as consisting of those mandates that have exposure primarily in stocks of all the developed markets in the world, with high alpha concentration. Funds may also invest between 20 - 30% of their assets in Emerging Markets.

Benchmark: The primary benchmark for the composite is the MSCI World (net of withholding taxes) - a free-float weighted equity index. The index is designed to measure the equity market performance of developed markets across the world. The MSCI All Country World Index (net of withholding taxes) - a free-float weighted equity index is also used as a secondary benchmark.

Gross of Fees: Performance total returns have been calculated before management fees & expenses and after all trading commissions. Returns are calculated net of non-reclaimable taxes on dividends, interest, and capital gains. Reclaimable withholding taxes have been accrued.

Net of Fees: Net of fee performance is calculated using the maximum stated annual fee of 0.70% calculated and applied monthly.

Performance Calculations: Results are based on all fully discretionary accounts meeting the composite definition, including those accounts no longer with the firm. Returns are shown in U.S. Dollars, and include the reinvestment of all income. Performance shown for the Global Equity- Concentrated Composite is based on information generated by RBC Global Asset Management's internal performance systems starting February 1, 2014, which may differ from the performance shown in official books and records of certain investment funds which form a part of the composite. Official books and records for certain investment funds which form a part of the composite include the impact of a fair value for market timing that is applied to certain securities as of the close of trading for the fund. For the purposes of calculating the Global Equity - Concentrated Composite, we prepare a separate performance stream for such funds that eliminates the impact of this fair value adjustment. This second performance stream is used to calculate performance of the composite in an effort to better align the methodology for calculating composite performance with the methodology applied to calculate the benchmark. Additional information regarding policies for valuing portfolios, calculating performance, and preparing presentations is available upon request. Past performance is not indicative of future results.

Composite Dispersion: The composite dispersion of annual returns is indicated by the performance of individual accounts representing the equal weighted standard deviation of returns. Dispersion of returns is calculated for portfolios included in the composite for the full year.

3-Year Standard Deviation: Periods with less than 3 years of data will show "n/a".

Derivatives, Leverage and Short Positions: The use of hedging or leverage has not been used in the management of any funds within the composite.

Cash Flow Policy: For all periods from January 1, 2010 - January 31, 2014, the composite has had in place a significant cash flow policy whereby a portfolio will be removed from the composite if the cash flow is 10% or more of a portfolio's [or fund's] value. The firm has determined that an external cash flow of 10% or more may temporarily prevent the firm from implementing the intended investment strategy; thereby the fund is no longer representative of the composite strategy.

Fee Schedule: The management fee schedule is as follows: 0.70% for the first US\$50m, 0.60% on the next US\$50m, and 0.55% for all assets over US\$100m. Advisory fees are described on this page and on Form ADV Part 2A. RBC GAM reserves the right to negotiate all advisory fees.

Minimum Account Size: There is currently no minimum account size for inclusion in this composite.

Creation Date: This composite was created on February 1, 2014, with a data inception of September 1, 2006.

Composite History: Performance for the periods September 1, 2006 - January 31, 2014 was achieved while under employment at First State Investments. Past performance has been linked to the on-going performance of the RBC GAM Global Equity Concentrated Composite starting January 1, 2014. While at First State the composite was called the FSI High Alpha Concentrated Composite.

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