



RBC Funds (Lux) — U.S. Small Cap Equity Fund

Investment objective

To provide long-term capital appreciation by investing primarily in equity securities of small-cap companies that the Investment Manager deems to have superior long-term business fundamentals including a proven product or service, market leadership, sustainable competitive advantage and sound financials.

Fund information

Share class	Mgmt fees	Total expense ratio	NAV per share	Bloomberg code	ISIN code
O (acc) USD	0.75%	0.85%	189.29	RBCUSSO LX	LU0687669076

Investment performance (total return) - Annualised

Share class	1 mo.	3 mo.	1 yr.	3 yr.	5 yr.	Since inception	Inception date
O (acc) USD	4.4%	1.7%	(7.6)%	4.9%	4.8%	8.8%	03-Nov-11
Benchmark (USD)	5.1%	(0.6)%	(8.2)%	6.5%	7.8%	11.0%	--

Net Calendar Year Performance

Share class	2018	2017	2016	2015	2014	Cumulative Since Inception
O (acc) USD	(21.4)%	10.7%	28.8%	(10.9)%	2.4%	93.8%
Benchmark (USD)	(12.9)%	7.8%	31.7%	(5.1)%	4.9%	126.1%

Since inception, share class performance & benchmark performance are calculated from the first month-end following the inception of the respective share classes. Historical benchmark from inception to Sep 30, 2015 - Russell 2000 Index (USD).

Past performance is not indicative of future results and returns may increase or decrease as a result of currency fluctuations.

INVESTMENT MANAGER

RBC Global Asset Management Inc.

SUB-INVESTMENT MANAGER

RBC Global Asset Management (U.S.) Inc.

BENCHMARK

Russell 2000 Value index (USD)

FUND SIZE (USD)

2.3m

Top 10 holdings

	Current
Compass Diversified Holdings	3.7%
Columbus McKinnon Corp/NY	3.1%
Portland General Electric Co	2.7%
Spire Inc	2.5%
United Community Banks Inc/GA	2.3%
ACCO Brands Corp	2.1%
Amerisafe Inc	1.9%
Delek US Holdings Inc	1.9%
Chemical Financial Corp	1.9%
John B Sanfilippo & Son Inc	1.8%
Total	23.9%
Cash and Equivalents	5.9%
No. of Holdings	78

Purchases

N/A

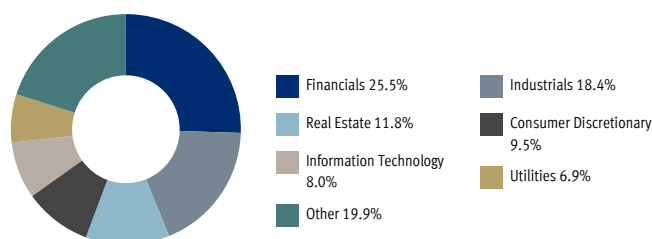
Sales

N/A

September 30, 2019

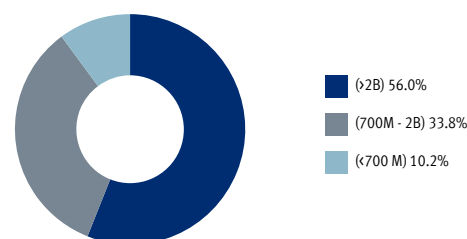
Sector breakdown

(As at September 30, 2019)



Market capitalization

(As at September 30, 2019)



Investment performance

Top 5 contributors

(for the month)

	Beginning weight	Security return	Security contribution
Columbus McKinnon Corp/NY	2.9%	12.5	0.36
Greenbrier Companies Inc	1.0%	29.3	0.30
G-III Apparel Group Ltd	1.0%	25.6	0.27
Emergent BioSolutions Inc	1.3%	19.4	0.26
Energys	1.5%	17.8	0.26

Bottom 5 contributors

(for the month)

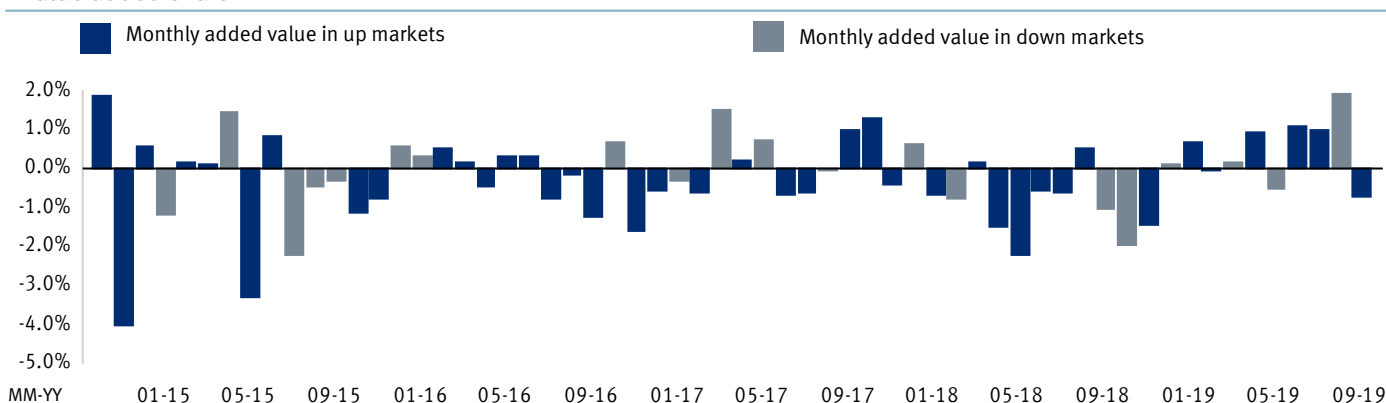
	Beginning weight	Security return	Security contribution
Grand Canyon Education	1.6%	(21.8)	(0.36)
Teleflex Inc	1.6%	(6.6)	(0.10)
Tilly's Inc	0.8%	(11.9)	(0.10)
Casella Waste Systems Inc	1.7%	(5.6)	(0.09)
Dave & Buster's Entertainment Inc	0.8%	(9.5)	(0.08)

Performance attribution

	Fund		Benchmark		Attribution Effects		
	Weight	Return	Weight	Return	Allocation	Stock Selection	Total
US Equity	100.00	(7.32)	100.00	(8.24)	(0.28)	0.87	0.59
Communication Svcs	3.64	(2.10)	2.83	(18.76)	(0.04)	0.64	0.60
Consumer Discretionary	10.11	(26.58)	9.39	(11.64)	(0.10)	(1.65)	(1.75)
Consumer Staples	2.39	25.98	2.54	(11.15)	0.02	0.66	0.69
Energy	4.65	(36.13)	5.95	(49.75)	0.84	0.95	1.79
Financials	24.08	(6.62)	29.28	(4.05)	(0.15)	(0.56)	(0.72)
Health Care	5.07	(11.07)	4.44	(32.80)	(0.19)	1.33	1.14
Industrials	19.11	(12.49)	11.82	(6.33)	0.13	(1.20)	(1.08)
Information Technology	7.71	(4.88)	10.72	8.02	(0.47)	(0.93)	(1.41)
Materials	5.34	5.81	4.24	(20.48)	(0.15)	1.20	1.05
Real Estate	11.13	10.61	11.89	7.03	(0.11)	0.31	0.20
Utilities	6.76	21.15	6.89	18.76	(0.06)	0.13	0.06

Attribution results are calculated over a trailing 12 month period or since inception (if data is less than 12 months). Attribution is intended to demonstrate trends in performance due to security selection and sector/country allocation and is calculated from the underlying segregated asset positions and may not add up to the total portfolio return calculated using the NAV of the fund. Fund sector/country weights in the attribution table are based on beginning market values, adjusted for purchases and sales activities during the year.

Value added chart



Value added calculation is based on performance of Class O (acc) USD shares.

Important Risk Considerations:

Currency Risk:	Sub-Funds are invested in securities denominated in different currencies other than the Reference currency. As a result, changes in the value of the Reference Currency compared to other currencies will affect the value in the Reference Currency of any securities denominated in another currency.
Currency Hedging Risk:	Hedging currency risks may protect investors against a decrease in the value of the Reference Currency relative to the Hedged Share Class, but it may also preclude investors from benefiting from an increase in the value of such currencies. All costs and gains/losses of hedging transactions are borne by the relevant Hedged Share Classes.
Derivative Risk:	Derivative instruments are highly sensitive to changes in the value of the underlying asset that they are based on. Certain derivatives may result in losses greater than the amount originally invested.
Large Shareholder Risk:	Investors holding a large portion of issued and outstanding shares of a Sub-Fund are likely to incur transaction costs in case of redemptions.
Market Risk:	The market value of a Sub-Fund's investments will fluctuate based on specific company developments, broader equity or fixed-income market conditions, economic and financial conditions.
Securities Lending Risk:	The risk that the Sub-Fund may be left holding the collateral delivered by the other party to secure securities lending transactions.
Small Cap Risk:	Securities of small cap companies are typically traded less frequently and in smaller volumes relative to large cap companies, leading to less stable prices and difficulty to trade.
Specialization Risk:	Sub-Funds specializing in a particular sector may lead to underperformance relative to less specialized investments.

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Where Shares are subscribed or purchased under Section 305 of the SFA by a relevant person which is:

(a) a corporation (which is not an accredited investor (as defined in Section 4A of the SFA)) the sole business of which is to hold investments and the entire share capital of which is owned by one or more individuals, each of whom is an accredited investor; or

(b) a trust (where the trustee is not an accredited investor) whose sole purpose is to hold investments and each beneficiary of the trust is an individual who is an accredited investor,

securities (as defined in Section 239(1) of the SFA) of that corporation or the beneficiaries’ rights and interest (howsoever described) in that trust shall not be transferred within six months after that corporation or that trust has acquired the Shares pursuant to an offer made under Section 305 of the SFA except:

(1) to an institutional investor or to a relevant person defined in Section 305(5) of the SFA, or to any person arising from an offer referred to in Section 275(1A) or Section 305A(3)(i)(B) of the SFA;

(2) where no consideration is or will be given for the transfer;

(3) where the transfer is by operation of law;

(4) as specified in Section 305A(5) of the SFA; or

(5) as specified in Regulation 36 of the Securities and Futures (Offers of Investments) (Collective Investment Schemes) Regulations 2005 of Singapore.

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