



# RBC Microcap Value Fund

June 30, 2021

## Fund strategy

Invests in a diversified portfolio of the smallest companies that have been neglected by institutional shareholders. Utilizing a quantitative process to identify value-oriented investments, the Fund strives to achieve long-term growth while seeking to minimize the effects of market declines and fluctuations.

## Investment performance (%)

As of 6.30.21

### Without sales charge

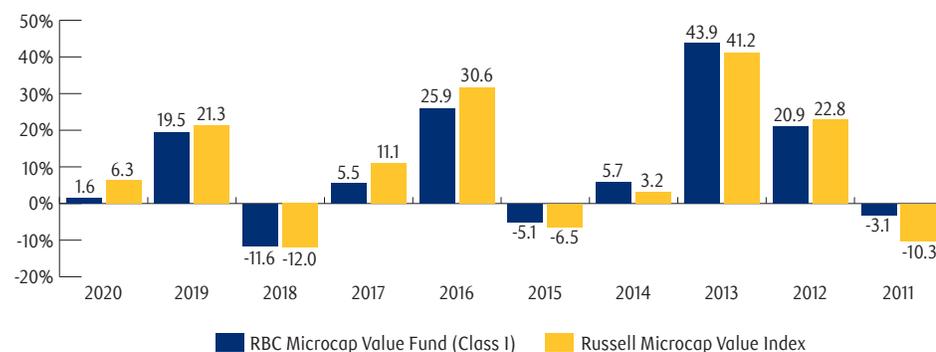
	Total returns		Average annual total returns			
	QTR	YTD	1YR	3YR	5YR	10YR
A Shares	3.64	26.06	65.59	8.11	11.60	11.04
I Shares	3.70	26.25	66.03	8.40	11.88	11.32
Russell Microcap Value Index	4.81	35.65	83.62	11.64	17.13	12.80

### With maximum sales charge - average annual total returns

	1YR	3YR	5YR	10YR
A Shares	56.07	5.99	10.28	10.38

Note: Class I Shares do not have sales charges.

## Calendar year returns



## Portfolio construction

- Initial position sizes are equal-weighted
- Sell decisions are based on valuation, size and profitability
- Portfolio readjustment at least annually
- Incorporate use of ETFs to manage cash inflows and outflows

## Fund facts

<b>Fund advisor</b>	RBC Global Asset Management (U.S.) Inc.
<b>Fund manager</b>	<b>Lance F. James</b> Managing Director, Senior Portfolio Manager Investment Experience: 41 years

Expense ratio	Gross	Net <sup>2</sup>
A Shares	1.81%	1.33%
I Shares	1.28%	1.08%

## CUSIP

A Shares	74926P829
I Shares	74926P365

## Ticker

A Shares	TMVAX
I Shares	RMVIX

## Minimum initial investment

A Shares	\$1,000.00
I Shares	\$250,000.00

## Inception date

A Shares	4.19.04
I Shares	9.10.87

<b>Net fund assets</b>	\$121.83 million
<b>Dividend frequency</b>	Annually

Performance data quoted represents past performance. Past performance does not guarantee future results. The investment return and principal value of an investment will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost. Current performance of the Fund may be lower or higher than the performance quoted. For performance data current to the most recent month-end, visit our website at <https://us.rbcgam.com/mutual-funds/default.fs> after the seventh business day after month-end or call 800.973.0073. Class A performance with maximum sales charge reflects a maximum 5.75% sales charge.

Performance shown reflects contractual fee waivers. Without such waivers, total returns would be reduced. Class I shares were designated Class S shares before 11.27.12.

<sup>1</sup>The Adviser has contractually agreed to waive certain fees and/or pay certain operating expenses until at least 1.31.22. Net expense ratios are as of the most recent prospectus (available here: <http://dfinview.com/usbcbgm>) and applicable to investors.

## Risk characteristics

10 years through 6.30.21

	Alpha	Beta	Standard Deviation	R-Squared	Upside Capture	Downside Capture	Sharpe Ratio
RBC Microcap Value Fund	0.06%	0.87	18.19%	92.45%	69.18%	96.34%	0.59
Russell Microcap Value Index	0.00	1.00	20.04	100.00	100.00	100.00	0.61

## Portfolio characteristics

As of 6.30.21

	RBC Microcap Value Fund	Russell Microcap Value Index
<b>Valuation</b>		
Price/earnings ratio (forward 1 year)	14.6x	52.0x
Price/book ratio (trailing 12 months)	1.4x	1.6x
<b>Growth</b>		
EPS growth (forward 2 years)	20.5%	18.2%
EPS growth (trailing 5 years)	14.1%	7.9%
<b>Risk</b>		
Long-term debt/total capitalization (trailing 12 months)	42.5%	43.1%
<b>Other</b>		
Weighted median market cap (millions)	\$637	\$626
Weighted average market cap (millions)	\$928	\$678
Turnover (prior fiscal year-end)	20.0%	N/A
Number of holdings (including cash)	426	1,191

## Sector allocation

Sector	% Weight
Financials	31.92
Consumer discretionary	22.15
Industrials	20.65
Information technology	6.34
Materials	3.60
Consumer staples	3.22
Real estate	3.06
Energy	2.79
Utilities	2.10
Communication services	1.93
Healthcare	1.58
Diversified sectors	0.65

## Top 10 holdings

Company name	% Weight
Ducommun Inc	1.22
Ameresco Inc	1.14
Premier Financial Corp	0.99
CAI International Inc	0.96
Rocky Brands Inc	0.90
Marinemax Inc	0.87
HCI Group Inc	0.85
Lydall Inc	0.85
Federal Agricultural Mortgage Corp	0.83
Century Communities Inc	0.80

## Overall Morningstar Rating™

Class 1\*



409 Microcap Value Funds | Small Value Category based on risk-adjusted returns as of 6.30.21

Source: RBC, FactSet

**Alpha** - a risk-adjusted performance measurement of a portfolio's excess return relative to its benchmark after considering its risk relative to the benchmark.

**Beta** - a volatility measurement of a portfolio compared to a benchmark or the overall market and indicates the sensitivity of a portfolio's returns to benchmark or market movements.

**R-Squared** - a statistical measure of the strength of the relationship between a portfolio's returns and its benchmark's returns and therefore a measurement of what portion of a portfolio's performance can be explained by movements in its benchmark.

**Sharpe Ratio** - a risk-adjusted return measurement of efficiency and is calculated using a portfolio's standard deviation and excess return relative to a risk-free rate to determine reward per unit of risk.

**Standard Deviation** - a volatility measurement and represents the average, or standard, deviation of a return series from its mean, or average, return.

**Upside Capture** - a performance measurement of a portfolio compared to its benchmark when the benchmark had positive returns and is calculated by dividing a portfolio's returns by its benchmark returns and multiplying by 100.

**Downside Capture** - a performance measurement of a portfolio compared to its benchmark when the benchmark had negative returns and is calculated by dividing a portfolio's returns by its benchmark returns and multiplying by 100.

## Transfer agent

U.S. Bank Global Fund Services

### For account set-up and trade placement

Call: 800.422.2766  
 Fax: 414.773.6933  
 (Please call the toll free number above  
 prior to faxing information)

### Wire transfer instructions

U.S. Bank, N.A.  
 Milwaukee, Wisconsin  
 ABA #075000022  
 U.S. Bank Global Fund Services  
 Acct 182380369377  
 (RBC Fund name)  
 (your account registration)  
 (your account number)  
 Call 800.422.2766 prior to wiring or for questions

\*3-Year: 3 stars out of 409 funds

5-Year: 3 stars out of 383 funds

10-Year: 4 stars out of 285 funds

Other share classes may have different performance characteristics.

The Morningstar Rating™ for funds, or “star rating,” is calculated for managed products (including mutual funds, variable annuity and variable life subaccounts, exchange-traded funds, closed-end funds, and separate accounts) with at least a three-year history, without adjustment for sales load. Exchange-traded funds and open-ended mutual funds are considered a single population for comparative purposes. It is calculated based on a Morningstar Risk-Adjusted Return measure that accounts for variation in a managed product’s monthly excess performance, placing more emphasis on downward variations and rewarding consistent performance. The top 10% of products in each product category receive 5 stars, the next 22.5% receive 4 stars, the next 35% receive 3 stars, the next 22.5% receive 2 stars, and the bottom 10% receive 1 star. The Overall Morningstar Rating™ for a managed product is derived from a weighted average of the performance figures associated with its three-, five-, and 10-year (if applicable) Morningstar Rating™ metrics. The weights are: 100% three-year rating for 36-59 months of total returns, 60% five-year rating/40% three-year rating for 60-119 months of total returns, and 50% 10-year rating/30% five-year rating/20% three-year rating for 120 or more months of total returns. While the 10-year overall star rating formula seems to give the most weight to the 10-year period, the most recent three-year period actually has the greatest impact because it is included in all three rating periods.

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**EPS Growth is not a measure of the Fund’s future performance.** Projected EPS growth rates provide the mutual fund investor details on the underlying stock holdings and their estimated growth in earnings per share. This does not imply an increase in earnings to the mutual fund investor, it only illustrates the expected increase in EPS growth rates of the underlying stocks that are owned within the mutual fund. It is the belief of the portfolio management team that there is a correlation between earnings growth rates and stock performance.

**Long-Term Debt/Total Capitalization** - a ratio used to show a company’s financial leverage by comparing its long-term debt to its available capital.

**Price/Book (P/B)** - a ratio used to compare the market value of a company’s stock to its book value.

**Price/Earnings (P/E)** - a ratio for valuing a company that measures its current share price relative to its per-share earnings.

**Weighted Average Market Cap** - an average market capitalization of a portfolio calculated by giving more value to stocks with greater portfolio weights than stocks with lesser portfolio weights.

The Russell Microcap Value Index measures the performance of the micro capitalization value segment of the U.S. equity market. It includes those companies with lower price-to-book ratios and lower forecasted growth rates in the Russell Microcap® Index, which comprises the smallest 1,000 companies in the Russell 2000® Index plus 1,000 smaller U.S. equities. You cannot invest directly in an index.

Fund holdings and/or sector allocations are subject to change at any time and are not recommendations to buy or sell any security. Current and future holdings are subject to risk.

*Mutual fund investing involves risk. Principal loss is possible. The Fund invests in small and micro capitalization companies, which involve greater risks such as more volatility and less liquidity than larger companies. These risks are described more fully in the prospectus.*

**Diversification does not assure a profit or protect against loss in a declining market.**

**Before investing, you should consider carefully a fund’s investment objectives, risks, charges, and expenses. This and other information is in the prospectus, which you can view by visiting <http://dfinview.com/usrbcgam> or request by calling 800.422.2766. Please read the prospectus carefully before investing.**

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