



## Fund Strategy

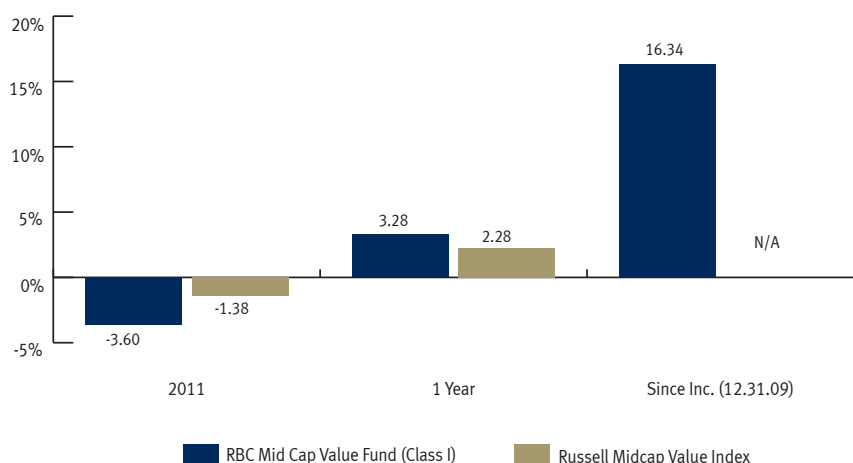
The RBC Mid Cap Value Fund seeks to provide superior long-term investment returns compared to the Russell Midcap Value Index while taking a low risk approach to mid cap investing. We believe that stock selection based on attractive and sustainable business fundamentals, strong finances, sound management and low valuation has the potential to produce superior returns over time.

## Investment Performance

### Without Sales Charge - Average Annual Returns

	QTR Return	YTD Return	1 Yr.	Since Inc. (12.31.09)
I Shares	15.21	15.21	3.28	16.34
Russell Midcap Value Index	11.41	11.41	2.28	—

### Calendar Returns



**Short term performance, in particular, is not a good indication of the fund's future performance, and an investment should not be made based solely on returns**

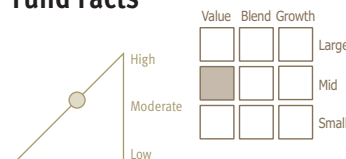
<sup>1</sup>The Fund's expenses reflect the most recent fiscal year-end (September 30, 2011).

<sup>2</sup>The Adviser has contractually agreed to waive fees and/or make payments in order to keep total operating expenses of the Fund to the levels listed under net expense ratio until January 31, 2013.

Performance data quoted represents past performance. Past performance does not guarantee future results. Investment return and principal value will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost. Current performance may be lower or higher than performance quoted. For performance data current to the most recent month-end, visit <http://us.rbcgam.com/mutual-funds/equity-funds/fg-5/fsg-1/fid-7/individual/performance/rbc-mid-cap-value-fund.fs>.

Performance shown reflects contractual fee waivers, without such fee waivers total returns would be reduced. Performance information does not reflect the 2% fee on shares redeemed or exchanged within 30 days of purchase. If such redemption fee was included, performance would be reduced.

## Fund Facts



**Risk/Reward**      **Style**

**Fund Adviser:** RBC Global Asset Management (U.S.) Inc.

**Fund Managers:** Team Managed

### Expense Ratio:

	Gross <sup>1</sup>	Net <sup>2</sup>
I Shares	5.59%	0.90%

(Net reflects contractual waiver.)

### CUSIP:

I Shares      74926P563

### Ticker:

I Shares      RBMVX

### Minimum Initial Investment:

I Shares      \$250,000.00

### Fund Inception Date:

I Shares      12.31.09

**Net Fund Assets:** \$2.26 million

**Dividend Frequency:** Annually

## Investment Professionals



**Lance F. James**

- Managing Director, Senior Portfolio Manager
- Strategy Tenure: 20 years
- Investment Experience: 32 years



**Stephen E. Kylander**

- Vice President, Senior Portfolio Manager
- Strategy Tenure: 13 years
- Investment Experience: 25 years



**George Prince**

- Vice President, Portfolio Manager
- Strategy Tenure: 7 years
- Investment Experience: 17 years



**Richard C. Johnson**

- Client Service, Portfolio Manager
- Strategy Tenure: 5 years
- Investment Experience: 37 years



**Kristen Patrie**

- Equity Trader
- Strategy Tenure: 6 years
- Investment Experience: 18 years



**Ryan Larson**

- Head of Equity Trading
- Investment Experience: 12 years

### Independent Research Consultant\*

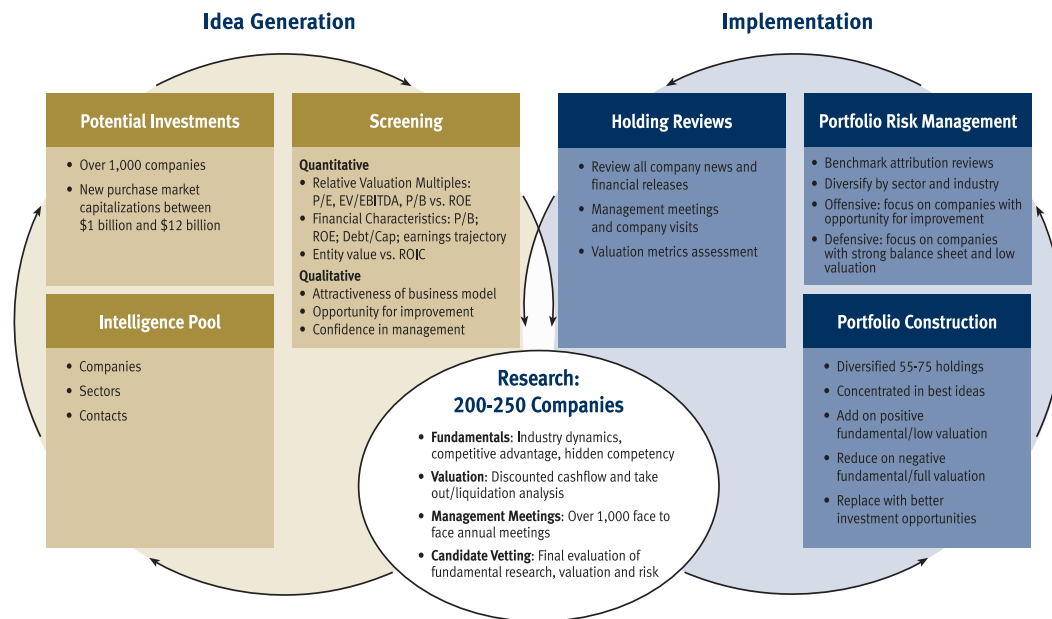
#### Chris M. Whelan, MD

- Medical Intelligence
- 20 years of experience

\*Provides research services only and is not an employee of RBC GAM (US).

## Investment Process

“Our independent, tenured team utilizes a disciplined, bottom-up approach with an intense focus on fundamental research and qualitative analysis along with an emphasis on principled valuation metrics in an effort to maximize risk-adjusted returns over the long-term.”



## Research Advantages

### Experienced Portfolio Managers with Lengthy Track Records

- Directly involved in the research process from the ground level up
- Substantial existing knowledge base of industry fundamentals and individual companies
- Extensive industry contacts
- Long-term investment horizon allows in-depth research of company fundamentals

### Internally Generated Proprietary Research

- Emphasize the importance of face-to-face meetings with company management
- Discussions with competitors, customers and suppliers
- Traditional Research Sources
- Exclusive research consultants

### Valuation Discipline

- Utilize valuation techniques grounded in absolute value and sustainability
- Core tenets are based on normalized return on invested capital, return on incremental investment opportunities, and free cash flow yield
- Preference given to investment opportunities with meaningful opportunity for operational improvement deemed not included in the current share price

## Risk Management

### Portfolio Construction and Diversification

- Fully invested in equities — no market timing
- Well-diversified portfolios holding 55-75 issues
- Maximum in a single security: 5%
- Maximum in a single sector: 2x Russell Midcap Value weight or 25%, whichever is greater

### Sell Discipline

- Valuation is deemed high relative to company fundamentals
- Significant deviation from the investment thesis
- Better opportunity: on an absolute and relative basis
- Benchmark/peer sector exposure considerations
- Sell on breach of risk controls

### We Constantly Monitor

- Benchmark risk
- Performance review
- Risk metrics

### Industry-Leading Risk Analytical Tools

- FactSet & Baseline
- Zephyr StyleADVISOR
- eVestment Alliance & Morningstar Universes

## Top Ten Holdings<sup>2</sup>

As of 3.31.12

<u>Company Name</u>	<u>% Weight</u>
Dana Holding Corp	3.84%
KKR Financial Holdings Llc	3.69%
Jarden Corp	3.02%
Schweitzer-mauduit Intl Inc	2.93%
Ashland Inc	2.80%
Crown Holdings Inc	2.55%
Gardner Denver Inc	2.40%
Mylan Inc	2.37%
Edison International	2.36%
Fifth Third Bancorp	2.32%

## Top Sectors

As of 3.31.12

<u>Company Name</u>	<u>% Weight</u>
Financials	20.45%
Industrials	15.75%
Materials	14.60%
Information Technology	11.49%
Consumer Discretionary	8.83%
Consumer Staples	7.43%
Energy	6.69%
Health Care	6.50%
Utilities	5.46%
Cash	1.97%
Telecommunication Services	0.85%

*Holdings and sectors are subject to change.  
Cash is included in the number of holdings.*

## Portfolio Characteristics<sup>2</sup>

	<u>RBC GAM (US) Mid Cap Value</u>	<u>Russell Midcap Value Index</u>
<b><u>Profitability</u></b>		
1-Year Return on Equity	14.3%	10.3%
1-Year Return on Assets	6.3%	4.6%
EPS Growth (Trailing 1 Year)	16.0%	9.5%
<b><u>Valuation</u></b>		
Price/Earnings (Forward 12 Months)	10.2x	13.9x
Price/Book (Trailing 12 Months)	1.9x	1.7x
Price/Sales	1.0x	1.4x
Long-Term Debt/Total Capitalization	36.5%	37.9%
<b><u>Other</u></b>		
\$ Weighted Median Market Cap	\$4.7 Billion	\$7.2 Billion
\$ Weighted Average Market Cap	\$5.9 Billion	\$8.5 Billion
Number of Holdings (Including Cash)	71	525

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

- Founded in 1983
- Registered investment adviser headquartered in Minneapolis, MN
- Part of RBC Global Asset Management with more than \$250 billion in assets under management and offices in the U.S., Canada, Europe and Asia
- Comprised of independent, experienced investment teams
- Employs 116 individuals (28 portfolio managers)
- \$39.7 billion in total firm assets under management

## About RBC

- One of the oldest, largest and highest rated banks in Canada
- Strong, fully integrated financial services firm - ranked 5th largest bank in North America by market cap, 9th largest global investment bank by market cap and holds a Aa1 rating from Moody's

*The information presented above is as of 3.31.12, unless otherwise noted. Obligations rated Aa1 are judged to be of high quality and are subject to very low credit risk.*

### Portfolio Characteristics Definitions

**Price/Earnings (P/E)** - measure of the price paid for a share relative to the annual net income or profit earned by the firm per share.

**Price/Book (P/B)** - compares a company's book value to its current market price.

**Price/Cash Flow (P/CF)** - compares a company's market value to its cash flow.

**Return on Equity (ROE)** - measures the company's profitability by revealing how much profit a company generates with the money shareholders have invested.

**Debt/Capital (D/C)** - measures a company's capital structure, financial solvency, and degree of leverage, at a particular point in time.

**Book Value (BV)** - the net asset value of a company, calculated by subtracting total liabilities from total assets.

**Price to Sales Ratio (P/S)** - a tool for calculating a stock's valuation relative to other companies, calculated by dividing a stock's current price by its revenue per share.

**Basis Point** - a unit that is equal to 1/100th of 1% and is used to denote the change in a financial instrument.

**Cash Flow** - measures the cash generating capability of a company by adding non-cash charges (e.g. depreciation) and interest expense to pretax income.

**Free Cash Flow** - revenue less operating expenses including interest expenses and maintenance capital spending. It is the discretionary cash that a company has after all expenses and is available for purposes such as dividend payments, investing back into the business or share repurchases.

*Current and future portfolio holdings are subject to change at any time, and are subject to various risks such as interest rate risk and issuer/credit risk, as further described in the prospectus.*

*Mutual fund investing involves risk. Principal loss is possible. Investing in mid cap, small cap, and micro cap companies involves additional risks, including greater fluctuations in value and lack of liquidity. Diversification does not assure a profit or protect against loss in a declining market. These risks are more fully described in the prospectus. Although the Fund does not generally invest in initial public offerings (IPO's), it has the ability to. Investments in IPO's typically involve greater price volatility resulting in increased turnover and expenses as well as the potential for taxable gains. The Fund invests in foreign securities which involve greater volatility and political, economic and currency risks and differences in accounting methods.*

**Before investing, you should carefully consider a fund's investment objectives, risks, charges and expenses. This and other information is included in the prospectus, which you can request by visiting <http://us.rbcgam.com/mutual-funds/literature/order/equity-funds/default.fs> or calling 800.422.2766. Please read the prospectus carefully before investing.**

*The Class I Shares inception date for performance purposes is December 31, 2009.*

*The Russell Mid Cap Value Index measures the performance of the mid-cap value segment of the U.S. equity universe. You can not invest directly in this index.*

*RBC Global Asset Management (U.S.) Inc. serves as investment adviser for RBC Funds. The RBC Funds are distributed by Quasar Distributors, LLC, an affiliate of U.S. Bancorp Fund Services, LLC.*

**NOT FDIC INSURED. NO BANK GUARANTEE. MAY LOSE VALUE.**

*RBC Global Asset Management (RBC GAM) is the asset management division of Royal Bank of Canada (RBC) which includes RBC Global Asset Management (U.S.) Inc., RBC Global Asset Management Inc., RBC Alternative Asset Management Inc., and BlueBay Asset Management LLP, which are separate, but affiliated corporate entities. © Registered trademark of Royal Bank of Canada.*

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## Transfer Agent:

U.S. Bancorp Fund Services, LLC

## For Account Set-Up & 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. Bancorp Fund Services, LLC

Acct 182380369377

(RBC Fund name)

(your account registration)

(your account number)

Call 800.422.2766 prior to wiring or for questions

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

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Minneapolis, Minnesota 55402

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