

**Investment objective**

To provide long-term growth primarily through capital appreciation by investing in a portfolio of common stocks and equivalent securities of small to mid-capitalization U.S. corporations. The investment team's fundamentals-based investment process seeks strong companies with low analyst coverage and little institutional ownership. Preferred investment candidates generate above-average rates of return on assets and have solid balance sheets and a long-term catalyst. The portfolio is built from a bottom-up perspective and typically holds between 45 and 60 small-cap equities, including a mix of value and growth stocks.

Fund details

Series	Currency	Fund code
O	USD	RBF10170

Inception date August 2003

Total fund assets \$MM 232.2

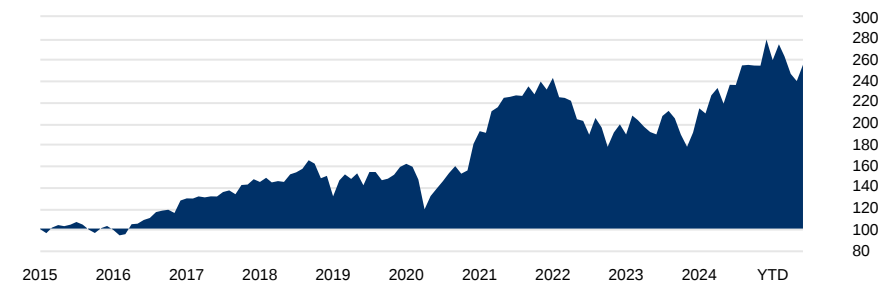
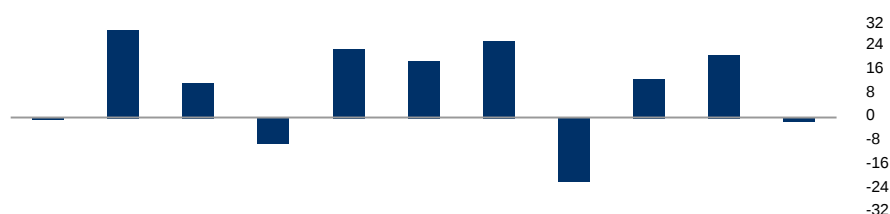
Benchmark

100% Russell 2000 Index

Performance analysis as of May 31, 2025

Growth of \$100,000

Series O \$255,110

**Calendar returns %**

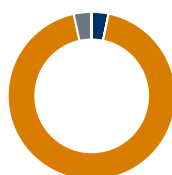
2015	2016	2017	2018	2019	2020	2021	2022	2023	2024	YTD	Fund
-0.8	30.0	12.0	-9.4	23.4	19.1	26.1	-22.0	13.0	21.3	-1.7	Fund

1 Mth	3 Mth	6 Mth	1 Yr	3 Yr	5 Yr	10 Yr	Since incep.	Trailing return %
6.4	-3.0	-8.5	8.0	8.1	13.0	9.4	9.1	Fund

Portfolio analysis as of May 31, 2025

Asset mix

% Assets



● Cash	3.2
● Fixed income	0.0
● Canadian equities	0.0
● U.S. equities	93.3
● European equities	3.4
● Asia-Pacific equities	0.0
● Emerging markets equities	0.0

Equity style

	Value	Blend	Growth
Large	0	2	0
Mid	0	0	0
Small	16	39	43

Weight %

- > 50
- 25-50
- 10-25
- 0-10

Equity characteristics

Dividend yield (%)	0.9
Price to earnings ratio (forward)	17.3
Price to book ratio	2.4
Price to free cash flow ratio	12.4
Price to sales ratio	1.8
Weighted average market capitalization (\$Bn)	4.5

Risk measures	Fund	Benchmark
3-year standard deviation	21.0	22.7
5-year standard deviation	20.0	21.5

Portfolio analysis continued as of May 31, 2025

Top 10 holdings	% Assets
Knife River Corp	2.9
Chefs' Warehouse Inc	2.8
Globus Medical Inc	2.8
Gates Industrial Corp PLC	2.8
FARO Technologies Inc	2.8
Crane Co	2.7
TXNM Energy Inc	2.6
QCR Holdings Inc	2.5
Baldwin Insurance Group Inc	2.4
Stifel Financial Corp	2.4
Total % of top 10 holdings	26.7

Equity sector allocation	%
Industrials	24.6
Financials	15.2
Information Technology	15.0
Health Care	11.0
Consumer Discretionary	10.0
Materials	8.0
Real Estate	6.4
Communication Services	3.4
Consumer Staples	2.9
Utilities	2.6
Energy	0.8

Highest/lowest returns (%) [†]	1 yr		3 yr		5 yr		10 yr	
	Ended	Return	Ended	Return	Ended	Return	Ended	Return
Highest	03-2021	81.2	02-2012	33.5	02-2014	25.8	02-2019	16.9
Lowest	02-2009	-36.5	02-2009	-16.7	02-2009	-7.0	01-2016	5.4
Average	—	10.4	—	9.1	—	9.5	—	9.9
No. of periods	—	250	—	226	—	202	—	142
% positive	—	74.4	—	86.3	—	91.6	—	100.0

[†]Highest/lowest returns (%) is based on data since inception of the fund.

Distributions(\$)/unit*	YTD	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Interest	—	0.09	0.09	0.03	0.04	0.09	0.22	0.06	0.03	—	—
Canadian dividends	—	—	—	—	—	—	—	—	—	—	—
Foreign dividends	—	1.77	1.78	1.76	1.04	0.75	0.90	1.06	1.06	1.31	1.24
Foreign taxes paid	—	-0.26	-0.25	-0.19	-0.16	-0.10	-0.14	-0.15	-0.16	-0.21	-0.20
Capital gains	—	5.72	—	—	11.61	—	—	16.07	8.61	8.81	15.18
Return of capital	—	—	—	—	—	—	—	—	—	—	—
Total distributions	0.28	7.32	1.63	1.60	12.53	0.74	0.98	17.04	9.54	9.91	16.23

*Income type characterization and foreign taxes paid for the previous year, are reported at or around January month-end. Distributions reported are for the same series as the performance analysis. For distributions on other series please visit rbcgam.com/funds.

Portfolio manager(s)

Kennedy Capital Management LLC

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Except as otherwise noted, the indicated rates of return are the historical annual compounded total returns including changes in unit value and reinvestment of all distributions and do not take into account sales, redemption, distribution or optional charges or income taxes payable by any unitholder that would have reduced returns.

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MER (%) for this fund 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. Net asset figures include all series of a fund. Fund category is determined by the Canadian Investment Funds Standards Committee (CIFSC).

Quartile rankings and equity style box information are determined by Morningstar Research Inc., an independent research firm. Quartile rankings are comparisons of the performance of a fund to other funds in the applicable Fund 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). The Morningstar Equity Style Box™ is a nine-square grid that illustrates the investment style of a security. Morningstar information contained herein is proprietary to Morningstar and is not warranted to be accurate, complete or timely. Neither Morningstar nor its content providers are responsible for any damages or losses arising from any use of this information. © 2025 Morningstar Research Inc.

The information reported in Portfolio Analysis is subject to change and is based on data available to RBC GAM Inc. as of the date of this report. Portfolio characteristics are gross of fees.

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