

RBC ESG Select Portfolio



The RBC ESG Select Portfolio provides investors with globally diversified multi-asset-class strategies that combine a strategic and active approach with a view toward integrating Environmental, Social, and Governance (ESG) factors into each investment. Overlaid with disciplined risk management consistent with each strategy's investment objective, this suite should appeal to investors who seek a one-stop solution to gain exposure to a global asset allocation strategy with ESG as a primary consideration.

Objective

- The suite is designed to provide investors with a way to easily implement an active, ESG-integrated, global asset allocation strategy via a combination of solutions, including exchange-traded funds (ETFs) and mutual funds. These portfolios combine a long-term strategic focus with the flexibility to shift the asset mix based on the relative merits and risk-reward balance of equities, bonds, sectors, and regions.
- Through active management, the portfolio suite seeks to earn a total return in excess of each portfolio's neutral asset allocation model.

Minimize negative impacts

Withdraw support

SRI investing

Exclude companies with characteristics that do not match investors' values; employs negative screening

Pursue target outcomes

Seeking leaders

ESG investing

Identify companies' Environmental, Social and Governance factors, and incorporate them into the investment process

Fund change

Impact investing

Intentionally generate measurable social or environmental impact

Portfolio management

- The U.S. Investment Committee actively compares the relative valuations of sectors and regions in order to identify the most attractive opportunities and acceptable risk. The suite's asset allocation model guidelines provide investors with broad exposure to global equity and fixed income markets, as well as cash.
- To achieve the suite's objective, and because of its active mandate, the U.S. Investment Committee seeks to overweight assets it expects to outperform and underweight assets it expects to underperform based on its shorter-term market expectations.
- Asset allocations relative to the neutral weights are arrived at through a top-down investment process that also incorporates technical considerations given the near-term investment horizon.
- Constituents are ETFs or mutual funds that have been vetted by the U.S. Investment Committee via rigorous due diligence to identify high-conviction strategies. The due diligence and selection process covers a wide range of factors, including cost efficiency, time frame for the holding, desired exposure (e.g., sector, geographic, and market capitalization), asset class efficiency, and the market environment. Investments held in this suite are also evaluated on their integration of E, S, and G factors into their investment process. In order for an investment to be considered for this portfolio, its ESG integration must be superior to other options within its peer group.

Investment and insurance products offered through RBC Wealth Management are not insured by the FDIC or any other federal government agency, are not deposits or other obligations of, or guaranteed by, a bank or any bank affiliate, and are subject to investment risks, including possible loss of the principal amount invested.



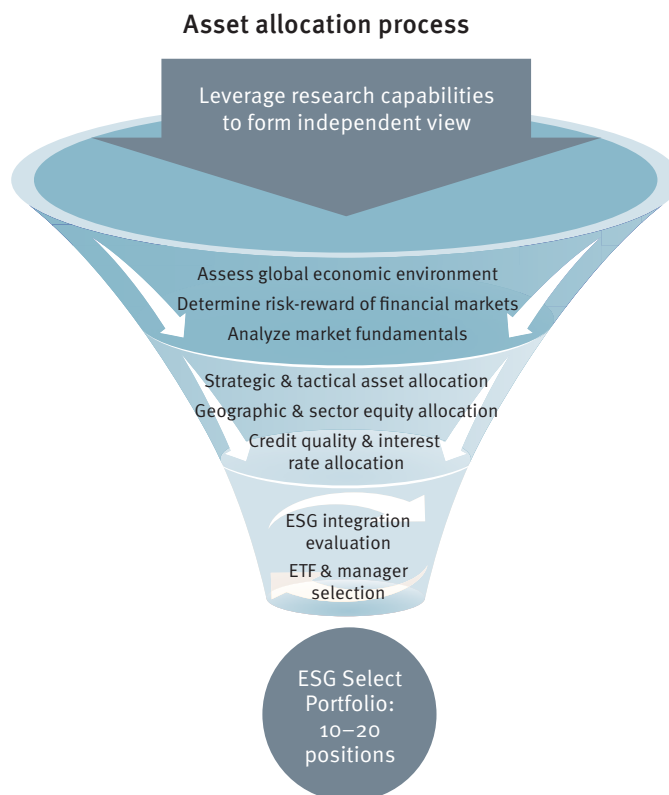
**Wealth
Management**

Risk profile

- The suite is geared toward investors with moderate-to-high risk tolerance who desire an ESG-integrated, global asset allocation solution.
- This suite will apply the U.S. Investment Committee's current sector and regional over- and underweights at broad asset-class levels, which may increase the potential for above-average volatility.

Benefits

- **Confidence:** The U.S. Investment Committee leverages all of the resources at its disposal to construct a multi-asset-class portfolio diversified across several different asset classes and strategies to temper volatility while integrating ESG factors.
- **Simplicity:** The suite represents a one-stop solution for clients who wish to apportion assets to globally diversified asset allocation portfolios that integrate ESG characteristics into the investment framework.
- **Transparency:** Quarterly reports will analyze the suite, discuss allocation changes, and review performance and positioning.



The U.S. Investment Committee

The U.S. Investment Committee (USIC) is charged with the development, execution, maintenance and oversight of multi-asset portfolio solutions that offer the full spectrum of investment advice and guidance from across the Portfolio Advisory Group. With a wealth of expertise, the USIC comprises RBC Wealth Management's® top market strategists, asset class professionals and portfolio analysts. These investment specialists drive RBC Wealth Management's dynamic thought leadership, and their unique perspectives on the macro outlook and compelling investment themes optimize portfolio construction.