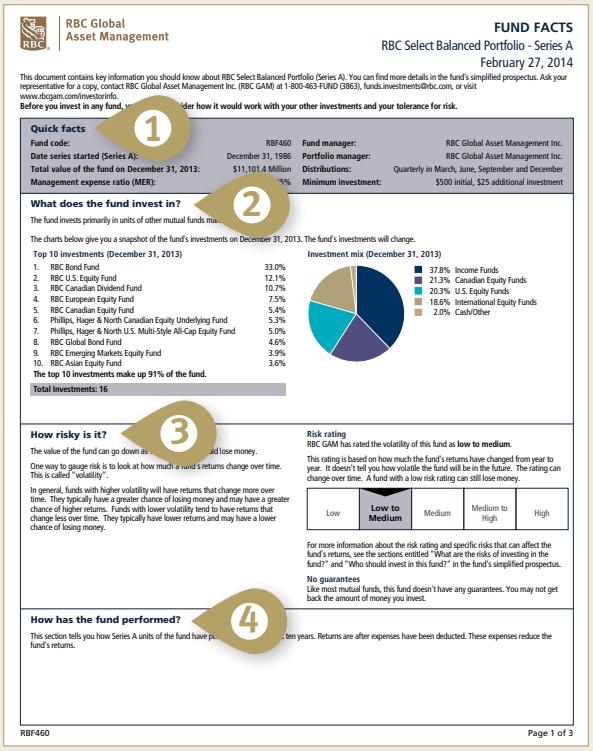
A GUIDE TO UNDERSTANDING FUND FACTS

Fund Facts is a short, easy-to-read document designed to provide investors with key information about a mutual fund, including a description of the fund and its performance, as well as the risks and costs of owning it. Effective **June 13, 2014**, mutual fund dealers are required to deliver Fund Facts – instead of the simplified prospectus – to investors following the purchase of a mutual fund. Please note that the simplified prospectus will still be available for an investor's reference.

RBC GAM Fund Facts At-a-Glance

Below is an overview of some of the key areas of the document to help familiarize you with the information outlined within it. When reviewing Fund Facts, please keep in mind that these documents are unique for each class or series of each mutual fund and information can vary depending on the series chosen.



RBC Global Asset Management

FUND FACTS
RBC Select Balanced Portfolio - Series A
February 27, 2014

This document contains key information you should know about RBC Select Balanced Portfolio (Series A). You can find more details in the fund's simplified prospectus. Ask your representative for a copy, contact RBC Global Asset Management Inc. (RBC GAM) at 1-800-463-FUND (3863), funds.investments@rbc.com, or visit www.rbcgam.com/investorinfo.

Before you invest in any fund, ... der how it would work with your other investments and your tolerance for risk.

Quick facts (1)

Fund code:	RBF460	**Fund manager:**	RBC Global Asset Management Inc.
Date series started (Series A):	December 31, 1986	**Portfolio manager:**	RBC Global Asset Management Inc.
Total value of the fund on December 31, 2013:	$11,101.4 Million	**Distributions:**	Quarterly in March, June, September and December
Management expense ratio (MER):	...5%	**Minimum investment:**	$500 initial, $25 additional investment

What does the fund invest in? (2)

The fund invests primarily in units of other mutual funds ma...

The charts below give you a snapshot of the fund's investments on December 31, 2013. The fund's investments will change.

Top 10 investments (December 31, 2013)

1.	RBC Bond Fund	33.0%
2.	RBC U.S. Equity Fund	12.1%
3.	RBC Canadian Dividend Fund	10.7%
4.	RBC European Equity Fund	7.5%
5.	RBC Canadian Equity Fund	5.4%
6.	Phillips, Hager & North Canadian Equity Underlying Fund	5.3%
7.	Phillips, Hager & North U.S. Multi-Style All-Cap Equity Fund	5.0%
8.	RBC Global Bond Fund	4.6%
9.	RBC Emerging Markets Equity Fund	3.9%
10.	RBC Asian Equity Fund	3.6%

The top 10 investments make up 91% of the fund.

Total Investments: 16

Investment mix (December 31, 2013)

37.8%	Income Funds
21.3%	Canadian Equity Funds
20.3%	U.S. Equity Funds
18.6%	International Equity Funds
2.0%	Cash/Other

How risky is it? (3)

The value of the fund can go down as ... ...ld lose money.

One way to gauge risk is to look at how much a fund's returns change over time. This is called "volatility".

In general, funds with higher volatility will have returns that change more over time. They typically have a greater chance of losing money and may have a greater chance of higher returns. Funds with lower volatility tend to have returns that change less over time. They typically have lower returns and may have a lower chance of losing money.

Risk rating
RBC GAM has rated the volatility of this fund as **low to medium**.

This rating is based on how much the fund's returns have changed from year to year. It doesn't tell you how volatile the fund will be in the future. The rating can change over time. A fund with a low risk rating can still lose money.

Low	**Low to Medium**	Medium	Medium to High	High

For more information about the risk rating and specific risks that can affect the fund's returns, see the sections entitled "What are the risks of investing in the fund?" and "Who should invest in this fund?" in the fund's simplified prospectus.

No guarantees
Like most mutual funds, this fund doesn't have any guarantees. You may not get back the amount of money you invest.

How has the fund performed? (4)

This section tells you how Series A units of the fund have p... ...ten years. Returns are after expenses have been deducted. These expenses reduce the fund's returns.

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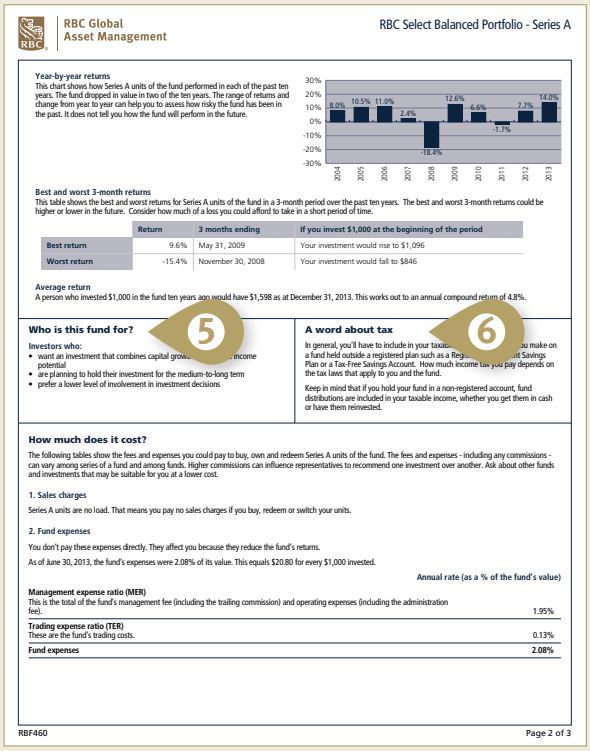

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RBC Select Balanced Portfolio - Series A

Year-by-year returns
This chart shows how Series A units of the fund performed in each of the past ten years. The fund dropped in value in two of the ten years. The range of returns and change from year to year can help you to assess how risky the fund has been in the past. It does not tell you how the fund will perform in the future.

30% 20% 10% 0% -10% -20% -30%
8.0% 10.5% 11.0% 2.4% -18.4% 12.6% -6.6% -1.7% 7.7% 14.0%
2004 2005 2006 2007 2008 2009 2010 2011 2012 2013

Best and worst 3-month returns
This table shows the best and worst returns for Series A units of the fund in a 3-month period over the past ten years. The best and worst 3-month returns could be higher or lower in the future. Consider how much of a loss you could afford to take in a short period of time.

	Return	3 months ending	If you invest $1,000 at the beginning of the period
Best return	9.6%	May 31, 2009	Your investment would rise to $1,096
Worst return	-15.4%	November 30, 2008	Your investment would fall to $846

Average return
A person who invested $1,000 in the fund ten years ago would have $1,598 as at December 31, 2013. This works out to an annual compound return of 4.8%.

Who is this fund for? (5)

Investors who:
- want an investment that combines capital grow... income potential
- are planning to hold their investment for the medium-to-long term
- prefer a lower level of involvement in investment decisions

A word about tax (6)

In general, you'll have to include in your taxa... ...u make on a fund held outside a registered plan such as a Regis... ...nt Savings Plan or a Tax-Free Savings Account. How much income tax you pay depends on the tax laws that apply to you and the fund.

Keep in mind that if you hold your fund in a non-registered account, fund distributions are included in your taxable income, whether you get them in cash or have them reinvested.

How much does it cost?

The following tables show the fees and expenses you could pay to buy, own and redeem Series A units of the fund. The fees and expenses - including any commissions - can vary among series of a fund and among funds. Higher commissions can influence representatives to recommend one investment over another. Ask about other funds and investments that may be suitable for you at a lower cost.

1. Sales charges

Series A units are no load. That means you pay no sales charges if you buy, redeem or switch your units.

2. Fund expenses

You don't pay these expenses directly. They affect you because they reduce the fund's returns.

As of June 30, 2013, the fund's expenses were 2.08% of its value. This equals $20.80 for every $1,000 invested.

	Annual rate (as a % of the fund's value)
Management expense ratio (MER) This is the total of the fund's management fee (including the trailing commission) and operating expenses (including the administration fee).	1.95%
Trading expense ratio (TER) These are the fund's trading costs.	0.13%
Fund expenses	**2.08%**

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1. QUICK FACTS
Provides basic information about the fund, including the Management Expense Ratio (MER), distributions and investment minimums.

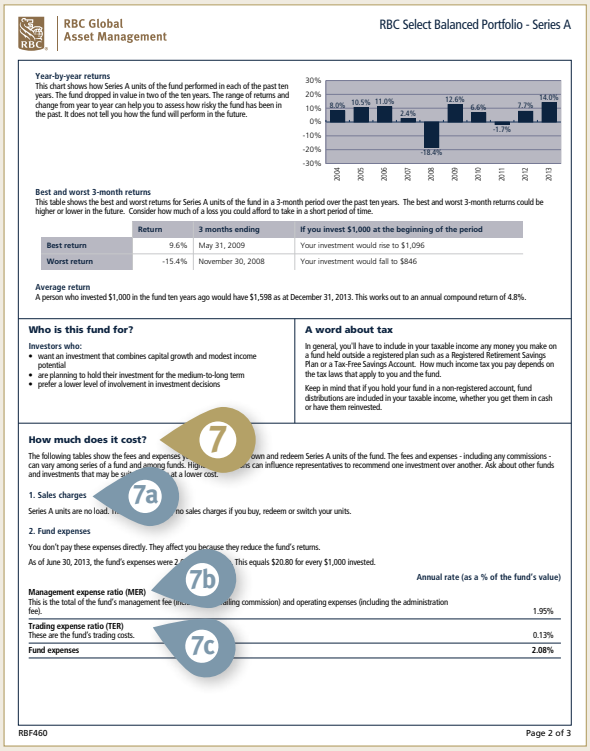
2. WHAT DOES THE FUND INVEST IN?
Summarizes the fund's top 10 investments, the total number of its investments as well as the investment mix breakdown.

3. HOW RISKY IS IT?
Explains volatility in the context of mutual fund investing and specifies the fund's risk rating based on a scale ranging from low to high.

4. HOW HAS THE FUND PERFORMED?
Illustrates the calendar-year performance and annual compound return of the fund since inception or for the past 10 years – whichever is longer – including its best and worst three-month performance returns over that same time period.

5. WHO IS THE FUND FOR?
Outlines some of the goals and characteristics of a typical investor in the fund.

6. A WORD ABOUT TAX
Provides basic information on the taxation of mutual funds held in registered and non-registered investment accounts, including the taxation of distributions.



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A word about tax

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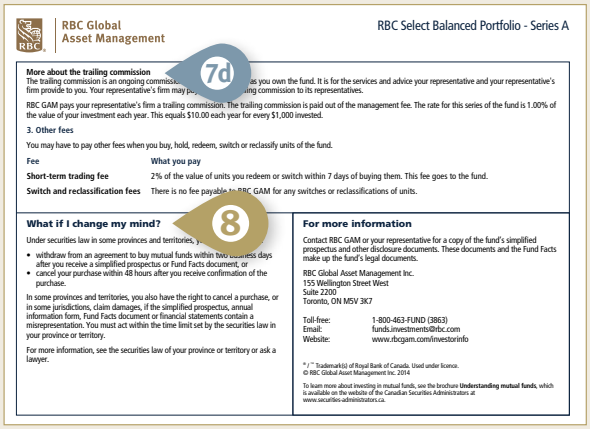

RBC Global Asset Management

RBC Select Balanced Portfolio - Series A

More about the trailing commission 7d
The trailing commission is an ongoing commission ... as you own the fund. It is for the services and advice your representative and your representative's firm provide to you. Your representative's firm may pa... ailing commission to its representatives.

RBC GAM pays your representative's firm a trailing commission. The trailing commission is paid out of the management fee. The rate for this series of the fund is 1.00% of the value of your investment each year. This equals $10.00 each year for every $1,000 invested.

3. Other fees

You may have to pay other fees when you buy, hold, redeem, switch or reclassify units of the fund.

Fee	What you pay
Short-term trading fee	2% of the value of units you redeem or switch within 7 days of buying them. This fee goes to the fund.
Switch and reclassification fees	There is no fee payable to RBC GAM for any switches or reclassifications of units.

What if I change my mind? 8

Under securities law in some provinces and territories, y...
- withdraw from an agreement to buy mutual funds within two business days after you receive a simplified prospectus or Fund Facts document, or
- cancel your purchase within 48 hours after you receive confirmation of the purchase.

In some provinces and territories, you also have the right to cancel a purchase, or in some jurisdictions, claim damages, if the simplified prospectus, annual information form, Fund Facts document or financial statements contain a misrepresentation. You must act within the time limit set by the securities law in your province or territory.

For more information, see the securities law of your province or territory or ask a lawyer.

For more information

Contact RBC GAM or your representative for a copy of the fund's simplified prospectus and other disclosure documents. These documents and the Fund Facts make up the fund's legal documents.

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To learn more about investing in mutual funds, see the brochure **Understanding mutual funds**, which is available on the website of the Canadian Securities Administrators at www.securities-administrators.ca.

7. HOW MUCH DOES IT COST?

Provides a detailed breakdown of the various fees and expenses related to buying, owning and selling the fund. These are grouped into *Sales charges*, *Fund expenses* and *Other fees*.

7a. Sales Charges

Depending on the series of the fund purchased, investors may incur a sale charge.

7b. Management Expense Ratio (MER)

The MER represents the combined total of the management fee, operating expenses and taxes charged to the fund during a given year expressed as a percentage of its average assets for that year. It includes the trailing commission paid to the dealer or advisor for the ongoing service and advice they provide the investor.

7c. Trading Expense Ratio (TER)

The TER, typically expressed as a percentage, is **an additional cost outside of the MER** that represents the amount of trading commissions (expenses) incurred when investments are bought and sold within a given fund. Generally, the higher a fund's TER, the more active its portfolio manager has been in a given period. Since the TER varies by fund, it's important to evaluate this cost in conjunction with a portfolio manager's investment style, track record, skill and strategy over time.

7d. Trailing Commissions

Please note that trailing commissions can vary depending on the series of fund purchased.

8. WHAT IF I CHANGE MY MIND?

Provides information on an investor's rights when they are having second thoughts about purchasing a mutual fund.

Access Fund Facts Today

For more information on the introduction of Fund Facts, please contact your advisor. To view Fund Facts for RBC Funds (including BlueBay Funds), PH&N Funds and RBC Corporate Class Funds, please visit **rbcgam.com/fundfacts.**

Please consult your advisor and read the prospectus or Fund Facts documents before investing. There may be commissions, trailing commissions, management fees and expenses associated with mutual fund investments. Mutual fund securities are not guaranteed, their values change frequently and past performance may not be repeated. RBC Funds, PH&N Funds, BlueBay Funds and RBC Corporate Class Funds are offered by RBC Global Asset Management Inc. and distributed through authorized dealers.

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