

Impact of New Fixed Administration Fee (Advisor Series)

The table illustrates that if the new fixed administration fee had been in place in 2006, the MER for most of these RBC Funds would have been lower than the actual 2006 MER.

RBC Funds (Advisor Series)	2006 Actual MER %	New Fixed Administration Fee %	2006 Adjusted MER ¹ %	Difference in MER %
INCOME FUNDS				
RBC Canadian Short-Term Income Fund	1.41	0.05	1.38	-0.03
RBC Monthly Income Fund	1.15	0.05	1.12	-0.03
RBC \$U.S. Income Fund	1.69	0.05	1.65	-0.04
RBC Global Bond Fund	1.58	0.05	1.65	0.07
RBC Global Corporate Bond Fund	1.68	0.05	1.65	-0.03
RBC Cash Flow Portfolio ²	1.54	0.05	1.54	0.00
BALANCED FUNDS				
RBC Balanced Growth Fund	2.32	0.10	2.23	-0.09
RBC Select Conservative Portfolio ²	1.65	0.05	1.64	-0.01
RBC Select Balanced Portfolio ²	1.68	0.05	1.67	-0.01
RBC Select Growth Portfolio ²	1.67	0.05	1.66	-0.01
RBC Select Aggressive Growth Portfolio ^{2,3}	–	0.05	1.76	–
RBC Select Choices Conservative Portfolio ²	2.09	0.05	2.03	-0.06
RBC Select Choices Balanced Portfolio ²	2.35	0.05	2.27	-0.08
RBC Select Choices Growth Portfolio ²	2.46	0.05	2.37	-0.09
RBC Select Choices Aggressive Growth Portfolio ²	2.60	0.05	2.60	0.00
CANADIAN EQUITY FUNDS				
RBC Canadian Equity Fund	1.99	0.10	1.97	-0.02
RBC O'Shaughnessy Canadian Equity Fund	1.48	0.10	1.44	-0.04
RBC O'Shaughnessy All-Canadian Equity Fund ³	–	0.10	1.70	–
NORTH AMERICAN EQUITY FUNDS				
RBC North American Value Fund	2.23	0.10	1.97	-0.26
RBC North American Growth Fund	2.02	0.10	1.97	-0.05
U.S. EQUITY FUNDS				
RBC U.S. Equity Fund	2.02	0.10	1.97	-0.05
RBC U.S. Equity Currency Neutral Fund	2.02	0.10	1.97	-0.05
RBC U.S. Mid-Cap Equity Fund	2.09	0.10	1.97	-0.12
RBC U.S. Mid-Cap Equity Currency Neutral Fund	2.12	0.10	1.97	-0.15
INTERNATIONAL EQUITY FUNDS				
RBC International Equity Fund ⁴	2.42	0.15	2.13	-0.29
RBC European Equity Fund ⁴	2.41	0.15	2.13	-0.28
RBC Asian Equity Fund ⁴	2.46	0.15	2.13	-0.33
GLOBAL EQUITY FUNDS				
RBC Global Energy Fund	2.07	0.15	2.02	-0.05
RBC Global Consumer and Financials Fund ⁴	2.75	0.15	2.13	-0.62
RBC Global Health Sciences Fund ⁴	2.75	0.15	2.13	-0.62
RBC Global Resources Fund ⁴	2.39	0.15	2.13	-0.26
RBC Global Technology Fund ⁴	2.75	0.15	2.13	-0.62

¹ The 2006 adjusted MER represents what the 2006 actual MER would have been had the new fixed administration fee been in effect throughout 2006.

² Each Portfolio invests in a mix of underlying RBC Funds or, in the case of the RBC Select Choices Portfolios, in a mix of both RBC Funds and third-party funds. As a result, the management fee for each Portfolio is based on the weighted average management fee of the underlying funds and may change over time. While the new fixed administration fee for each Portfolio will be set at a level that will be equal to or lower than their actual operating expense levels for 2006, the MERs may change due to changes in the mix of underlying funds.

³ These funds were launched January 22, 2007 so there was no 2006 MER. The 2006 adjusted MER represents the sum of the fund's management fee, the new fixed administration fee, and GST.

⁴ For these funds, the 2006 adjusted MER also reflects a 0.15% reduction in the management fee, which was effective January 1, 2007.